

# THE ISLAND REGULATORY AND **APPEALS COMMISSION**

**Prince Edward Island** Île-du-Prince-Édouard **CANADA** 

Dockets P-1-1. P-6-1A.P-6-12A.

P-6-2A, P-6-11A & P-6-9A

Order PW20-027

IN THE MATTER of prices charged by wholesaler licensees for petroleum products;

#### AND

IN THE MATTER of applications by Irving Energy Distribution and Marketing, Kenmac Energy Inc., Superior Plus Inc. (dba Superior Propane), Parkland Fuel Corporation (dba Island Petroleum) and Noonan Petroleum Ltd. regarding propane pricing.

### BEFORE THE COMMISSION

on Thursday, the 18th day of June, 2020

J. Scott MacKenzie, Q.C., Chair Erin T. Mitchell, Commissioner

# Order

Compared and Certified a True Copy

(Sgd) Loretta Cameron

Land and Appeals

# IN THE MATTER of prices charged by wholesaler licensees for petroleum products;

#### AND

IN THE MATTER of applications by Irving Energy Distribution and Marketing, Kenmac Energy Inc., Superior Plus Inc. (dba Superior Propane), Parkland Fuel Corporation (dba Island Petroleum) and Noonan Petroleum Ltd. regarding propane pricing.

# Order

**UPON** reviewing and considering current international, national and regional market and related conditions;

# **AND UPON** it appearing to the Commission that:

- 1) A decrease in all gasoline prices in both the dealer and consumer schedules of 1.6 cents per litre (cpl);
- 2) An increase in the diesel prices in both the dealer and consumer schedules of 2.0 cpl; and
- An increase in the furnace fuel and stove oil prices in the consumer schedule of 2.3 cpl;

will result in prices that are just and reasonable;

# **AND UPON** receiving:

- 1) The application of Irving Energy Distribution and Marketing (Irving) on June 16, 2020 for a decrease of 0.1 cents per litre (cpl) in its propane pricing schedule based on decreased costs;
- 2) The application of Kenmac Energy Inc. (Kenmac) on June 15, 2020 for a decrease of 0.4 cpl in its propane pricing schedule based on decreased costs;
- The application of Superior Plus Inc. (Superior) on June 16, 2020 for an increase of 0.4 cpl in its propane pricing schedule based on increased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on June 12, 2020 for no change in its propane pricing schedule based on unchanged costs; and
- 5) The application of Noonan Petroleum Ltd. (Noonan) on June 15, 2020 for a decrease of 0.4 cpl in its propane pricing schedule based on decreased costs;

## **AND UPON** it also appearing to the Commission that:

- 1) A decrease of 0.1 cpl in Irving's propane schedule;
- 2) A decrease of 0.4 cpl in Kenmac's propane schedule;
- 3) An increase of 0.4 cpl in Superior's propane schedule;
- 4) No change in Island Petroleum's propane schedule; and
- 5) A decrease of 0.4 cpl in Noonan Petroleum's propane schedule;

will result in prices that are just and reasonable;

NOW THEREFORE, pursuant to the *Island Regulatory and Appeals*Commission Act and the Petroleum Products Act:

## IT IS ORDERED THAT

- 1. the prices contained in the attached Dealer Petroleum Prices Schedule shall be effective 12:01 a.m. on Friday, June 19, 2020;
- 2. the prices contained in the attached Posted Consumer Petroleum Prices Schedule shall be the maximum prices charged by the respective licensee, effective 12:01 a.m. on Friday, June 19, 2020;
- 3. the attached dealer prices, with H.S.T. added, shall be indicated on all documents accompanying deliveries of these products;
- 4. effective 12:01 a.m. Friday, June 19, 2020, the maximum propane prices charged by:
  - a. Irving Energy Distribution and Marketing be in accordance with Appendix "A" to this Order;
  - b. Kenmac Energy Inc. be in accordance with Appendix "B" to this Order;
  - c. Superior Plus Inc. be in accordance with Appendix "C" to this Order:
  - d. Parkland Fuel Corporation be in accordance with Appendix "D" to this Order; and
  - e. Noonan Petroleum Ltd. be in accordance with Appendix "E" to this Order;
- 5. the propane prices approved herein shall appear on all invoices covering sales or deliveries of propane; and
- 6. the prices determined in this Order, with adjustments resulting from tax changes only, shall remain in effect until otherwise ordered by the Commission.

**DATED** at Charlottetown, Prince Edward Island, this 18th day of June, 2020.

#### BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sgd) Erin T. Mitchell
Erin T. Mitchell, Commissioner

#### NOTICE:

#### Section 58 of the Petroleum Products Act reads as follows:

- **58.** Where any person has the status of a party or is an intervenor in any hearing before the Commission, he is entitled
  - (a to appeal the decision of the Commission to the Court of Appeal; and
  - (b) to participate as a party in the hearing of an appeal.

and an appeal shall be on a question of law or jurisdiction only and be governed by section 13 of the Island Regulatory and Appeals Commission Act.

# Sections 13 (1) and (2) of the Island Regulatory and Appeals Commission Act provide as follows:

- 13.(1) An appeal lies from a decision or order of the Commission to the Court of Appeal upon a question of law or jurisdiction.
- (2) The appeal shall be made by filing a notice of appeal in the Court of Appeal within twenty days after the decision or order appealed from and the rules of court respecting appeals apply with the necessary changes.

The information in this Order is confidential until the price changes take effect. Any unauthorized use or communication of this information by licensees or their employees, and in particular, any disclosure of the contents of this Order to the public, or to the media, prior to 12:01 a.m. on the date in which these price changes come into effect, is strictly prohibited, and June result in license suspension or monetary penalty.

Island Regulatory and A	sland Regulatory and Appeals Commission								
Prince Edward Island						Effectiv	e: June 1	9, 2020	
	RETA	AIL DEA	LER PU	JMP PR	ICES				
ALL BRANDS:	ALL BRANDS:								
CANADIAN CENTS PER LITRE (cpl	)								
PRODUCT	Regular Gasoline		Mid-Grade Gasoline		Premium Gasoline		Diesel		
Benchmark Price	47	'.1	50	).6	54	1.0	48	.9	
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0	
= Dealer Base Price	52	2.1	55	5.6	59	9.0	53	3.9	
+ Federal Excise Tax	10.0		10.0		10	10.0		4.0	
+ PEI Prov. Tax	8.47		8.47		8.	47	14	.15	
+ Carbon Levy	6.63		6.63		6.	63	8.	05	
= Wholesale Price (DTT)	77	.2	80.7		84.1		80.1		
Self-Serve	Min	Max	Min	Max	Min	Max	Min	Max	
+ Self-Serve Retail Margin	6.0	7.0	6.0	7.0	6.0	7.0	6.0	7.0	
+ HST (15%)	12.5	12.6	13.0	13.2	13.5	13.7	12.9	13.1	
= Self-Serve Pump Price	95.7	96.8	99.7	100.9	103.6	104.8	99.0	100.2	
Full-Serve	Min	Max	Min	Max	Min	Max	Min	Max	
+ Full-Serve Retail Margin	6.0	10.5	6.0	10.5	6.0	10.5	6.0	10.5	
+ HST (15%)	12.5	13.2	13.0	13.7	13.5	14.2	12.9	13.6	
= Full-Serve Pump Price	95.7	100.9	99.7	104.9	103.6	108.8	99.0	104.2	

Island Regulatory and App					
Prince Edward Island				Effective	June 19, 2020

	TED CONSU					
CANADIAN CENTS PER LITRE (cpl)	Maximum	Federal	Price Incl.	PEI		Max. Posted
	Consumer	Excise	Excise	Prov.	Carbon	Tank Truck
BRAND	Base Price	Tax	Tax	Tax	Levy	Price
■ Bluewave Energy		**************	************		*******	h
Regular Unleaded Gasoline	62.2	10.0	72.2	8.47	6.63	87.3
Mid-Grade Unleaded Gasoline	64.4	10.0	74.4	8.47	6.63	89.5
Premium Unleaded Gasoline	66.6	10.0	76.6	8.47	6.63	91.7
Ultra Low-Sulphur Diesel	65.8	4.0	69.8	14.15	8.05	92.0
Stove Oil	72.7		72.7		0.00	72.7
Furnace Oil	64.8		64.8			64.8
■ Co-op	04.0		04.0			04.0
		100	72.2	0.47		07.2
Regular Unleaded Gasoline	62.2	10.0	72.2	8.47	6.63	87.3
Premium Unleaded Gasoline	66.6	10.0	76.6	8.47	6.63	91.7
Ultra Low-Sulphur Diesel	66.2	4.0	70.2	14.15	8.05	92.4
Stove Oil	72.7		72.7			72.7
Furnace Oil	64.8		64.8			64.8
■ Imperial Oil		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				
Regular Unleaded Gasoline	62.2	10.0	72.2	8.47	6.63	87.3
Mid-Grade Unleaded Gasoline	64.4	10.0	74.4	8.47	6.63	89.5
Premium Unleaded Gasoline	66.6	10.0	76.6	8.47	6.63	91.7
Ultra Low-Sulphur Diesel	66.2	4.0	70.2	14.15	8.05	92.4
Stove Oil	72.7		72.7			72.7
Furnace Oil	64.8		64.8			64.8
■ Irving						
Regular Unleaded Gasoline	61.4	10.0	71.4	8.47	6.63	86.5
Mid-Grade Unleaded Gasoline	63.5	10.0	73.5	8.47	6.63	88.6
Premium Unleaded Gasoline	65.5	10.0	75.5	8.47	6.63	90.6
Ultra Low-Sulphur Diesel	66.2	4.0	70.2	14.15	8.05	92.4
Stove Oil	72.2		72.2			72.2
Furnace Oil	64.8		64.8			64.8
■ Petro-Canada			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
Regular Unleaded Gasoline	62.2	10.0	72.2	8.47	6.63	87.3
Mid-Grade Unleaded Gasoline	64.4	10.0	74.4	8.47	6.63	89.5
Premium Unleaded Gasoline	66.6	10.0	76.6	8.47	6.63	91.7
Ultra Low-Sulphur Diesel	66.2	4.0	70.2	14.15	8.05	92.4
Stove Oil	72.7		72.7			72.7
Furnace Oil Furnace Oil-ThermaClean	64.8		64.8 68.8			64.8
■ Ultramar	68.8		08.8			68.8
	62.2	10.0	72.2	0.47	6 62	07.2
Regular Unleaded Gasoline Mid-Grade Unleaded Gasoline	62.2 64.4	10.0	72.2 74.4	8.47 8.47	6.63	87.3 89.5
Premium Unleaded Gasoline	66.6	10.0	76.6	8.47	6.63	91.7
Ultra Low-Sulphur Diesel	65.8	4.0	69.8	14.15	8.05	92.0
Stove Oil	72.7	7.0	72.7	1-1.15	3.03	72.7
Furnace Oil	64.8		64.8			64.8
■ Wilson Fuel						
Regular Unleaded Gasoline	59.4	10.0	69.4	8.47	6.63	84.5
Ultra Low-Sulphur Diesel	60.1	4.0	64.1	14.15	8.05	86.3
Furnace Oil	64.8		64.8			64.8
■ XTR						
Furnace Oil	64.8		64.8			64.8

EFFECTIVE TAXATION RATES: GAS AND DIESEL PRODUCTS 15%; STOVE AND FURNACE OIL PRODUCTS 5%

# APPENDIX "A"

# IRVING ENERGY DISTRIBUTION AND MARKETING

# **EFFECTIVE JUNE 19, 2020**

# **MAXIMUM (EX. TAX) PRICES**

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	77.4
Dispensing Units	71.4
Carburation and Portable Cylinders	81.5

33 lb. Carburation Cylinders:		
Handling Fee	\$3.00	Per Cylinder
Rental Through CAT Rentals	\$4.00	Per Cylinder

Rental Rates for Cylinders and Tanks:						
100	lb. Portable Cylinder	\$36.00	Per Year			
200	lb. Fixed Cylinder	\$30.00	Per Installation Per Year			
420	lb. Fixed Cylinder	\$91.00	Per Installation Per Year			
334	Gallon Fixed Tank	\$60.00	Per Installation Per Year			
500	Gallon Fixed Tank	\$150.00	Per Installation Per Year			
1,000	Gallon Fixed Tank	\$250.00	Per Installation Per Year			
1,750	Gallon Fixed Tank	\$250.00	Per Installation Per Year			
2,000	Gallon Fixed Tank	\$250.00	Per Installation Per Year			

#### **Service Rates:**

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.

# **APPENDIX "B"**

# **KENMAC ENERGY INC.**

# **EFFECTIVE JUNE 19, 2020**

# MAXIMUM (EX. TAX) PRICES

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	77.9
Dispensing Units	71.9
Carburation and Portable Cylinders	82.0

33 lb. Carburation Cylinders:		
Handling Fee	\$3.00	Per Cylinder

Rental Rates for Cylinders and Tanks:						
33	lb. Portable Cylinder	\$3.60	Per Month			
100	lb. Portable Cylinder	\$3.60	Per Month			
200	lb. Fixed Cylinder	\$30.00	Per Installation Per Year			
420	lb. Fixed Cylinder	\$89.00	Per Installation Per Year for Each Tank			
334	Gallon Fixed Tank	\$110.00	Per Installation Per Year			
500	Gallon Fixed Tank	\$110.00	Per Installation Per Year			
1,000	Gallon Fixed Tank	\$250.00	Per Installation Per Year			
1,750	Gallon Fixed Tank	\$250.00	Per Installation Per Year			
2,000	Gallon Fixed Tank	\$250.00	Per Installation Per Year			
Service R	Service Rates:					

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.

# APPENDIX "C"

# SUPERIOR PLUS INC.

# **EFFECTIVE JUNE 19, 2020**

# **MAXIMUM (EX. TAX) PRICES**

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	78.0
Dispensing Units	72.5

Rental Rates for Cylinders and Tanks:					
33	lb. Cylinder	\$3.60	Per Month		
100	lb. Cylinder	\$3.60	Per Month		
Reside	ential Installations	\$79.00	Per Installation Per Year for Each Tank		
Comm	ercial Installations	\$110.00	Per Year for First Tank; Additional \$10.00 Per Year for Each Added Tank		
Smart	Tank Sensor	\$120.00	Additional Per Year		

#### **Service Rates:**

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.

# APPENDIX "D"

# PARKLAND FUEL CORPORATION

# **EFFECTIVE JUNE 19, 2020**

# **MAXIMUM (EX. TAX) PRICES**

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	76.7

Rental Rates	for Cylinders and	Tanks:	
420	lb. Fixed Cylinder	\$80.00	Per Installation Per Year. Each Additional Tank \$40.00 Per Year. Generator Tanks \$80.00 Per Year
334/500	Gallon Fixed Tank	\$125.00	Per Installation Per Year. Each Additional Tank \$65.00 Per Year. Generator Tanks \$150.00 Per Year
1000	Gallon Fixed Tank	\$200.00	Per Installation Per Year. Each Additional Tank \$100.00 Per Year. Generator Tanks \$250.00 Per Year
1750/2000	Gallon Fixed Tank	\$250.00	Per Installation Per Year. Each Additional Tank \$125.00 Per Year. Generator Tanks \$500.00 Per Year
Tank Monito	or	\$50.00	Per Installation Per Year
Service Rate			

#### Service Rates:

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$110.00 per tank.

# **APPENDIX "E"**

# **NOONAN PETROLEUM LTD.**

# **EFFECTIVE JUNE 19, 2020**

# **MAXIMUM (EX. TAX) PRICES**

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	77.9
Dispensing Units	71.9
Carburation and Portable Cylinders	82.0

33 lb. Carburation Cylinders:		
Handling Fee	\$3.00	Per Cylinder

100 lb. Portable Cylinder \$3.60 Per Month 200 lb. Fixed Cylinder \$30.00 Per Installation Per Year 420 lb. Fixed Cylinder \$89.00 Per Installation Per Year for 334 Gallon Fixed Tank \$110.00 Per Installation Per Year 500 Gallon Fixed Tank \$110.00 Per Installation Per Year	
420 lb. Fixed Cylinder \$89.00 Per Installation Per Year for \$334 Gallon Fixed Tank \$110.00 Per Installation Per Year	
334 Gallon Fixed Tank \$110.00 Per Installation Per Year	
φ110.00 1 or motalisation 1 o	Each Tank
500 Gallon Fixed Tank \$110.00 Per Installation Per Veet	
500 Gallon Fixed Tank \$110.00 Per Installation Per Year	
1,000 Gallon Fixed Tank \$250.00 Per Installation Per Year	
1,750 Gallon Fixed Tank \$250.00 Per Installation Per Year	
2,000 Gallon Fixed Tank \$250.00 Per Installation Per Year	

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.