

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 PW20-037

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 27th day of August, 2020

J. Scott MacKenzie, Q.C., Chair M. Douglas Clow, Vice-Chair Terry McKenna, 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) An increase in all gasoline prices in both the dealer and consumer schedules of 2.0 cents per litre (cpl);
- A continuation of the diesel prices currently in effect in both the dealer and consumer schedules; and
- 3) A continuation of the furnace fuel and stove oil prices currently in effect in the consumer schedule:

will result in prices that are just and reasonable;

AND UPON receiving:

- The application of Irving Energy Distribution and Marketing (Irving) on August 25, 2020 for a decrease of 0.7 cents per litre (cpl) in its propane pricing schedule based on decreased costs;
- 2) The application of Kenmac Energy Inc. (Kenmac) on August 24, 2020 for no change in its propane pricing schedule based on unchanged costs;
- The application of Superior Plus Inc. (Superior) on August 25, 2020 for a decrease of 1.1 cpl in its propane pricing schedule based on decreased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on August 24, 2020 for a decrease of 1.0 cpl in its propane pricing schedule based on decreased costs; and
- The application of Noonan Petroleum Ltd. (Noonan) on August 25, 2020 for no change in its propane pricing schedule based on unchanged costs;

AND UPON it also appearing to the Commission that:

- 1) A decrease of 0.7 cpl in Irving's propane schedule;
- 2) No change in Kenmac's propane schedule;
- 3) A decrease of 1.1 cpl in Superior's propane schedule;
- 4) A decrease of 1.0 cpl in Island Petroleum's propane schedule; and
- 5) No change 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, August 28, 2020;
- 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, August 28, 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, August 28, 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 27th day of August, 2020.

BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sgd) M. Douglas Clow
(Sgu) IVI. Douglas Clow
M. Douglas Clow, Vice-Chair
(Sgd) Terry McKenna
Terry McKenna, 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 August result in license suspension or monetary penalty.

of The Island Regulatory and Appeals Commission Dealer Sc						ealer Sche		
Island Regulatory and Appeals Commission								
Prince Edward Island					Ef	fective: /	August 2	8, 2020
RETAIL DEALER PUMP PRICES								
ALL BRANDS:								
CANADIAN CENTS PER LITRE (cpl	.)							
PRODUCT	Ĭ	jular oline		Grade oline		nium oline	Die	esel
Benchmark Price	53	3.7	57	7.2	60).6	49	0.0
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	58	3.7	62	2.2	65	5.6	54	1.0
+ Federal Excise Tax	10	0.0	10	0.0	10	0.0	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)	83	.8	87	.3	90	.7	80	.2
Self-Serve	M in	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%)	13.5	13.6	14.0	14.1	14.5	14.7	12.9	13.1
= Self-Serve Pump Price	103.3	104.4	107.3	108.4	111.2	112.4	99.1	100.3
Full-Serve	M in	Max	Min	Max	Min	Max	M in	Max
+ Full-Serve Retail Margin	6.0	10.5	6.0	10.5	6.0	10.5	6.0	10.5
+ HST (15%)	13.5	14.1	14.0	14.7	14.5	15.2	12.9	13.6
= Full-Serve Pump Price	103.3	108.4	107.3	112.5	111.2	116.4	99.1	104.3

Island Regulatory and App Prince Edward Island				E.	i ffective: Ai	Jaust 28. 20
Prince Edward Island Effective: August 28, 202 POSTED CONSUMER PETROLEUM PRICES						
CANADIAN CENTS PER LITRE (cpl)	Maximum	Federal	Price Incl.	PEI		Max. Poste
CAN DIVIN CENTS LET ET THE (CP)	Consumer	Excise	Excise	Prov.	Carbon	Tank Truck
BRAND	Base Price	Tax	Tax	Tax	Levy	Price
	Dase File	Iax	Idx	Idx	Levy	FIICE
■ Bluewave Energy	68.8	10.0	70.0	8.47	(()	02.0
Regular Unleaded Gasoline		10.0	78.8		6.63	93.9
Mid-Grade Unleaded Gasoline	71.0	10.0	81.0	8.47	6.63	96.1
Premium Unleaded Gasoline	73.2	10.0	83.2	8.47	6.63	98.3
Ultra Low-Sulphur Diesel	65.9	4.0	69.9	14.15	8.05	92.1
Stove Oil	74.7		74.7			74.7
Furnace Oil	66.8		66.8			66.8
■ Со-ор						
Regular Unleaded Gasoline	68.8	10.0	78.8	8.47	6.63	93.9
Premium Unleaded Gasoline	73.2	10.0	83.2	8.47	6.63	98.3
Ultra Low-Sulphur Diesel	66.3	4.0	70.3	14.15	8.05	92.5
Stove Oil	74.7		74.7	25	0.00	74.7
Furnace Oil	66.8		66.8			66.8
■ Imperial Oil						
Regular Unleaded Gasoline	68.8	10.0	78.8	8.47	6,63	93.9
Mid-Grade Unleaded Gasoline	71.0	10.0	81.0	8.47	6.63	96.1
Premium Unleaded Gasoline	73.2	10.0	83.2	8.47	6.63	98.3
Ultra Low-Sulphur Diesel	66.3	4.0	70.3	14.15	8.05	92.5
Stove Oil	74.7		74.7		0.00	74.7
Furnace Oil	66.8		66.8			66.8
■ Irving		-L				
Regular Unleaded Gasoline	68.0	10.0	78.0	8,47	6,63	93.1
Mid-Grade Unleaded Gasoline	70.1	10.0	80.1	8.47	6.63	95.2
Premium Unleaded Gasoline	72.1	10.0	82.1	8.47	6.63	97.2
Ultra Low-Sulphur Diesel	66.3	4.0	70.3	14.15	8.05	92.5
Stove Oil	74.2		74.2			74.2
Furnace Oil	66.8		66.8			66.8
■ Petro-Canada						
Regular Unleaded Gasoline	68.8	10.0	78.8	8.47	6.63	93.9
Mid-Grade Unleaded Gasoline	71.0	10.0	81.0	8.47	6.63	96.1
Premium Unleaded Gasoline	73.2	10.0	83.2	8.47	6.63	98.3
Ultra Low-Sulphur Diesel	66.3	4.0	70.3	14.15	8.05	92.5
Stove Oil	74.7		74.7			74.7
Furnace Oil Thornac Class	66.8		66.8 70.8			66.8
Furnace Oil-ThermaClean ■ Ultramar	70.8		70.8			70.8
	60.0	10.0	70.0	0 47	6.62	02.0
Regular Unleaded Gasoline Mid-Grade Unleaded Gasoline	68.8 71.0	10.0	78.8 81.0	8.47 8.47	6.63	93.9 96.1
Premium Unleaded Gasoline	73.2	10.0	83.2	8.47	6.63	98.3
Ultra Low-Sulphur Diesel	65.9	4.0	69.9	14.15	8.05	92.1
Stove Oil	74.7		74.7	-		74.7
Furnace Oil	66.8		66.8			66.8
■ Wilson Fuel						
Regular Unleaded Gasoline	66.0	10.0	76.0	8.47	6.63	91.1
Ultra Low-Sulphur Diesel	60.2	4.0	64.2	14.15	8.05	86.4
Furnace Oil	66.8		66.8			66.8
■ XTR						

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

APPENDIX "A"

IRVING ENERGY DISTRIBUTION AND MARKETING EFFECTIVE AUGUST 28, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.7
Dispensing Units	65.7
Carburation and Portable Cylinders	75.8

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

Rental Ra	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 AUGUST 28, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	72.5
Dispensing Units	66.5
Carburation and Portable Cylinders	76.6

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

Rental Ra	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 AUGUST 28, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.1
Dispensing Units	65.6

Rental Ra	ates for Cylinders and 1	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 AUGUST 28, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.2

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 \$100.0 Per Year. Generator Tanks \$250.00 Per Year
1750/2000	Gallon Fixed Tank	\$250.00	Per Installation Per Year. Each Additional Tank \$125.0 Per Year. Generator Tanks \$500.00 Per Year
Tank Monitor		\$50.00	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 \$110.00 per tank.

APPENDIX "E"

NOONAN PETROLEUM LTD.

EFFECTIVE AUGUST 28, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	72.5
Dispensing Units	66.5
Carburation and Portable Cylinders	76.6

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

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

- 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.