

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 PW20-039

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 10th day of September, 2020

J. Scott MacKenzie, Q.C., Chair M. Douglas Clow, Vice-Chair Erin T. Mitchell, Commissioner 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) A decrease in all gasoline prices in both the dealer and consumer schedules of 3.2 cents per litre (cpl);
- 2) A decrease in the diesel prices in both the dealer and consumer schedules of 2.4 cpl; and
- 3) A decrease in the furnace fuel and stove oil prices in the consumer schedule of 2.6 cpl;

will result in prices that are just and reasonable;

AND UPON receiving:

- The application of Irving Energy Distribution and Marketing (Irving) on September 8, 2020 for an increase of 0.2 cents per litre (cpl) in its propane pricing schedule based on increased costs;
- The application of Kenmac Energy Inc. (Kenmac) on September 8, 2020 for a decrease of 0.6 cpl in its propane pricing schedule based on a marketing adjustment;
- 3) The application of Superior Plus Inc. (Superior) on September 8, 2020 for an increase of 0.5 cpl in its propane pricing schedule based on increased costs:
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on September 4, 2020 for no change in its propane pricing schedule based on unchanged costs; and
- 5) The application of Noonan Petroleum Ltd. (Noonan) on September 8, 2020 for a decrease of 0.6 cpl in its propane pricing schedule based on a marketing adjustment;

AND UPON it also appearing to the Commission that:

- 1) An increase of 0.2 cpl in Irving's propane schedule;
- 2) A decrease of 0.6 in Kenmac's propane schedule;
- 3) An increase of 0.5 cpl in Superior's propane schedule:
- 4) No change in Island Petroleum's propane schedule; and
- 5) A decrease of 0.6 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

- the prices contained in the attached Dealer Petroleum Prices Schedule shall be effective 12:01 a.m. on Friday, September 11, 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, September 11, 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, September 11, 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
- 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 10th day of September, 2020.

BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sgd) M. Douglas Clow
M. Douglas Clow, Vice-Chair
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(Sgd) Erin T. Mitchell
Erin T. Mitchell, Commissioner
(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 may result in license suspension or monetary penalty.

Island Regulatory and A	ppeals	Commis	sion					
Prince Edward Island					Effect	ive: Sept	ember 1	1,2020
	RETA	AIL DEA	LER PL	JMP PR	ICES	ı	ı	ı
ALL BRANDS:		·····	,	,	·····	,	,	,
CANADIAN CENTS PER LITRE (cpl)							
PDODUCT	Reg	jular	Mid-C	Grade	Pren	nium		
PRODUCT	Gas	oline	Gas	oline	Gas	oline	Die	esel
Benchmark Price	48	3.5	52	2.0	55	5.4	45	.6
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	53	3.5	57	7.0	60).4	50).6
+ 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)	78	.6	82	.1	85	.5	76	.8
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%)	12.7	12.8	13.2	13.4	13.7	13.9	12.4	12.6
= Self-Serve Pump Price	97.3	98.4	101.3	102.5	105.2	106.4	95.2	96.4
Full-Serve	M in	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%)	12.7	13.4	13.2	13.9	13.7	14.4	12.4	13.1
= Full-Serve Pump Price	97.3	102.5	101.3	106.5	105.2	110.4	95.2	100.4

Island Regulatory and Appeals Commission				
Prince Edward Island		Effe	ctive: Septe	mber 11, 2020

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103	TLD CONSC	IVILIX I L	TROLLON	TIMEL		
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	63.6	10.0	73.6	8.47	6.63	88.7
Mid-Grade Unleaded Gasoline	65.8	10.0	75.8	8.47	6.63	90.9
Premium Unleaded Gasoline	68.0	10.0	78.0	8.47	6.63	93.1
Ultra Low-Sulphur Diesel	62.5	4.0	66.5	14.15	8.05	88.7
Stove Oil	71.1		71.1			71.1
Furnace Oil	63.2		63.2			63.2
■ Co-op						
Regular Unleaded Gasoline	63.6	10.0	73.6	8.47	6.63	88.7
_						
Premium Unleaded Gasoline	68.0	10.0	78.0	8.47	6.63	93.1
Ultra Low-Sulphur Diesel	62.9	4.0	66.9	14.15	8.05	89.1
Stove Oil	71.1		71.1			71.1
Furnace Oil	63.2		63.2			63.2
■ Imperial Oil		100	70.6			00.7
Regular Unleaded Gasoline	63.6	10.0	73.6	8.47	6.63	88.7
Mid-Grade Unleaded Gasoline	65.8	10.0	75.8	8.47	6.63	90.9
Premium Unleaded Gasoline	68.0	10.0	78.0	8.47	6.63	93.1
Ultra Low-Sulphur Diesel	62.9	4.0	66.9	14.15	8.05	89.1
Stove Oil	71.1		71.1			71.1
Furnace Oil	63.2	L	63.2			63.2
■ Irving						
Regular Unleaded Gasoline	62.8	10.0	72.8	8.47	6.63	87.9
Mid-Grade Unleaded Gasoline	64.9	10.0	74.9	8.47	6.63	90.0
Premium Unleaded Gasoline Ultra Low-Sulphur Diesel	66.9 62.9	10.0 4.0	76.9 66.9	8.47 14.15	6.63 8.05	92.0 89.1
Stove Oil	70.6	4.0	70.6	14.13	0.03	70.6
Furnace Oil	63.2		63.2			63.2
■ Petro-Canada						
Regular Unleaded Gasoline	63.6	10.0	73.6	8.47	6.63	88.7
Mid-Grade Unleaded Gasoline	65.8	10.0	75.8	8.47	6.63	90.9
Premium Unleaded Gasoline	68.0	10.0	78.0	8.47	6.63	93.1
Ultra Low-Sulphur Diesel	62.9	4.0	66.9	14.15	8.05	89.1
Stove Oil	71.1		71.1			71.1
Furnace Oil	63.2		63.2			63.2
Furnace Oil-ThermaClean ■ Ultramar	67.2		67.2			67.2
		10.0	72.6	0.47	C C2	00.7
Regular Unleaded Gasoline Mid-Grade Unleaded Gasoline	63.6 65.8	10.0	73.6 75.8	8.47 8.47	6.63	88.7 90.9
Premium Unleaded Gasoline	68.0	10.0	78.0	8.47	6.63	93.1
Ultra Low-Sulphur Diesel	62.5	4.0	66.5	14.15	8.05	88.7
Stove Oil	71.1		71.1			71.1
Furnace Oil	63.2		63.2			63.2
■ Wilson Fuel						
Regular Unleaded Gasoline	60.8	10.0	70.8	8.47	6.63	85.9
Ultra Low-Sulphur Diesel	56.8	4.0	60.8	14.15	8.05	83.0
Furnace Oil	63.2		63.2			63.2
■ XTR			7		~	
Furnace Oil	63.2		63.2			63.2
EFFECTIVE TAXATION RATES: GAS	S AND DIESEL PRO	DUCTS 15%;	STOVE AND	FURNACE (JIL PRODUCT	S 5%

APPENDIX "A"

IRVING ENERGY DISTRIBUTION AND MARKETING EFFECTIVE SEPTEMBER 11, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.9
Dispensing Units	65.9
Carburation and Portable Cylinders	76.0

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

Rental Ra	tes for Cylinders and	l 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 SEPTEMBER 11, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.9
Dispensing Units	65.9
Carburation and Portable Cylinders	76.0

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	lates:			

- 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 SEPTEMBER 11, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.6
Dispensing Units	66.1

Rental Rates for Cylinders and Tanks:			
33	lb. Cylinder	\$3.60	Per Month
100	lb. Cylinder	\$3.60	Per Month
Residential Installations \$79.00		Per Installation Per Year for Each Tank	
Commercial 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 SEPTEMBER 11, 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 Monito	or	\$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 SEPTEMBER 11, 2020

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.9
Dispensing Units	65.9
Carburation and Portable Cylinders	76.0

33 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.