

# 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 PW20-053

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 17th day of December, 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

(Sqd) Loretta Cameron

**Regulatory Services** 

# 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);
- 2) An increase in the diesel prices in both the dealer and consumer schedules of 2.0 cpl; and
- 3) An increase in the furnace fuel and stove oil prices in the consumer schedule of 2.0 cpl;

will result in prices that are just and reasonable;

# **AND UPON** receiving:

- 1) The application of Irving Energy Distribution and Marketing (Irving) on December 15, 2020 for an increase of 1.2 cents per litre (cpl) in its propane pricing schedule based on increased costs;
- The application of Kenmac Energy Inc. (Kenmac) on December 15, 2020 for an increase of 1.3 cpl in its propane pricing schedule based on increased costs;
- The application of Superior Plus Inc. (Superior) on December 15, 2020 for an increase of 1.5 cpl in its propane pricing schedule based on increased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on December 14, 2020 for an increase of 0.3 cpl in its propane pricing schedule based on increased costs; and
- The application of Noonan Petroleum Ltd. (Noonan) on December 15, 2020 for an increase of 1.3 cpl in its propane pricing schedule based on increased costs;

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

- 1) An increase of 1.2 cpl in Irving's propane schedule;
- 2) An increase of 1.3 cpl in Kenmac's propane schedule;
- 3) An increase of 1.5 cpl in Superior's propane schedule;
- 4) An increase of 0.3 cpl in Island Petroleum's propane schedule; and
- 5) An increase of 1.3 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 Retail Dealer Pump Prices Schedule shall be effective 12:01 a.m. on Friday, December 18, 2020;
- the prices contained in the attached Maximum Consumer Petroleum Prices Schedule shall be the maximum prices charged by the respective licensee, effective 12:01 a.m. on Friday, December 18, 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, December 18, 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 17th day of December, 2020.

### BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sgd) M. Douglas Clow
M. Douglas Clow, Vice-Chair
(Sgd) Erin T. Mitchel
Erin T. Mitchell, Commissione
(Sgd) Terry McKenna
Terry McKenna, Commissione

#### 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.

of the Island Regulatory and Appeals Commission					odioi com				
Island Regulatory and A	Appeals	Commis	sion						
Prince Edward Island					Effec	tive: Dec	ember 1	8, 2020	
	RETAIL DEALER PUMP PRICES								
ALL BRANDS:	ALL BRANDS:								
CANADIAN CENTS PER LITRE (cp	l)								
PROPUST	Reg	ular	Mid-C	Grade	Pren	nium			
PRODUCT	Gas	oline	Gas	oline	Gase	oline	Die	sel	
Benchmark Price	53	3.3	56	5.8	60	).2	59	.8	
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0	
= Dealer Base Price	58.3		61	8	65.2		64.8		
+ Federal Excise Tax	10.0		ccise Tax 10.0 10.0		10	0.0	4	4.0	
+ PEI Prov. Tax	8.47		I Prov. Tax 8.47 8.47 8.		8.	47	14	.15	
+ Carbon Levy	6.63		6.	63	6.	63	8.	05	
= Wholesale Price (DTT)	83	.4	86	.9	90	.3	91	.0	
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%)	13.4	13.6	13.9	14.1	14.4	14.6	14.6	14.7	
= Self-Serve Pump Price	102.8	104.0	106.8	108.0	110.7	111.9	111.6	112.7	
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%)	13.4	14.1	13.9	14.6	14.4	15.1	14.6	15.2	
= Full-Serve Pump Price	102.8	108.0	106.8	112.0	110.7	115.9	111.6	116.7	

Island Regulatory a	and Appeals	Commission
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Prince Edward Island Effective: December 18, 2020

# MAXIMUM CONSUMER PETROLEUM PRICES

#### FOR PRODUCTS NOT SOLD AT RETAIL OUTLETS

	Maximum	Federal	Price Incl.	PEI		MAXIMUM
	Consumer	Excise	Excise	Prov.	Carbon	Consumer Price
CENTS PER LITRE (CPL)	Base Price	Tax	Tax	Tax	Levy	(Before HST)*
Regular Unleaded Gasoline	68.4	10.0	78.4	8.47	6.63	93.5
Mid-Grade Unleaded Gasoline	70.6	10.0	80.6	8.47	6.63	95.7
Premium Unleaded Gasoline	72.8	10.0	82.8	8.47	6.63	97.9
Ultra Low-Sulphur Diesel	77.1	4.0	81.1	14.15	8.05	103.3
Stove Oil	84.3		84.3			84.3
Furnace Oil	76.4		76.4			76.4
Furnace Oil-ThermaClean	80.4		80.4			80.4

<sup>\*</sup>TAXATION RATES ON MAXIMUM POSTED TANK TRUCK PRICES: GAS AND DIESEL PRODUCTS SUBJECT TO 15%; STOVE AND FURNACE OIL PRODUCTS SUBJECT TO 5%

# APPENDIX "A"

# IRVING ENERGY DISTRIBUTION AND MARKETING

# **EFFECTIVE DECEMBER 18, 2020**

**MAXIMUM (EX. TAX) PRICES** 

**PRINCE EDWARD ISLAND** 

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	76.2
Dispensing Units	70.2
Carburation and Portable Cylinders	80.3

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 DECEMBER 18, 2020**

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

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	76.4
Dispensing Units	70.4
Carburation and Portable Cylinders	80.5

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 DECEMBER 18, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE	
Bulk Propane Delivery	76.7	
Dispensing Units	71.2	

Rental Ra	ates for Cylinders and T	anks:	
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 DECEMBER 18, 2020**

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

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	75.5

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 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 DECEMBER 18, 2020**

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

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	76.4
Dispensing Units	70.4
Carburation and Portable Cylinders	80.5

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.