

**NEWFOUNDLAND AND LABRADOR
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES**

AN ORDER OF THE BOARD

NO. P.P. 33(2021)

1 **IN THE MATTER OF** the *Petroleum Products*
2 *Act*, SNL 2001, Chapter P-10.1 and regulations
3 thereunder; and

4
5 **IN THE MATTER OF** the Board's 2020
6 Labrador Petroleum Products Pricing Review; and

7
8 **IN THE MATTER OF** interim changes in the
9 zone differentials in Zones 13 and 13a.

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11
12 **WHEREAS** in 2020 the Board began a review of petroleum products pricing in Labrador and, on
13 November 25, 2020, issued Order No. P.P. 58(2020) approving various changes with respect to
14 the pricing of regulated petroleum products in Labrador, including interim changes in the zone
15 differentials for Zones 10, 11, 11b, and 12 as set out below:

Interim Increases (cents per litre) Order No. P.P. 58(2020) Effective November 26, 2020			
Zone	Gasoline Differential	Diesel Differential	Stove Oil Differential
Zone 10	8.0	8.0	8.0
Zones 11 and 11b	4.0	5.0	0.0
Zone 12	3.0	3.0	0.0

16 **WHEREAS** the 2020 Labrador Petroleum Products Pricing Review continued in 2021 and on
17 June 9, 2021 the Board issued Order No. P.P. 25(2021) approving additional interim changes to
18 zone differentials for Zones 10, 11, 11a, 11b, 12 and 14 as set out below:

Interim Increases (cents per litre) Order No. P.P. 25(2021) Effective June 10, 2021			
Zone	Gasoline Differential	Diesel Differential	Stove Oil Differential
Zone 10	3.0	2.0	2.0
Zone 11	3.0	2.0	2.0
Zone 11a	8.0	9.0	n/a
Zone 11b	3.0	2.0	2.0
Zone 12	1.0	1.0	1.0
Zone 14	8.0	9.0	n/a

1 **WHEREAS** the zone differentials in Zone 13 – Western Labrador and Zone 13a – Churchill Falls
 2 were not changed in Order No. P.P. 58(2020) or Order No. P.P. 25(2021) since at the time there
 3 was further cost information with respect to these zones to be filed and reviewed; and
 4

5 **WHEREAS** the Board has now reviewed the cost information provided by suppliers and
 6 wholesalers and, based on this information, is satisfied that the total laid-in costs associated with
 7 the supply of gasoline and diesel motor fuels in Zone 13 – Western Labrador and Zone 13a –
 8 Churchill Falls have increased since these costs were last reviewed; and
 9

10 **WHEREAS** based on the cost information provided the Board is satisfied that the zone
 11 differentials reflected in the current wholesale mark-ups are inadequate to recover the cost of
 12 supply for gasoline and diesel motor fuels in Zone 13 – Western Labrador and Zone 13a –
 13 Churchill Falls and that the zone differentials should be adjusted on an interim basis.
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 15

16 **IT IS THEREFORE ORDERED THAT:**
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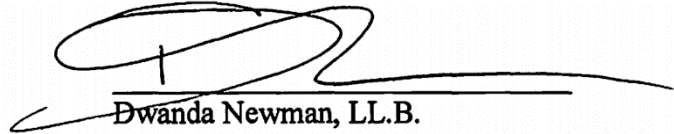
- 18 1. The maximum wholesale prices for gasoline and diesel motor fuels will be adjusted on an
 19 interim basis effective 12:01 a.m., Thursday, July 29, 2021, with corresponding changes in
 20 maximum retail prices, to reflect the following interim increases in zone differentials, until
 21 further order of the Board:

Interim Increases (cents per litre)		
Zone	Gasoline Differential	Diesel Differential
Zone 13	6.0	5.0
Zone 13a	6.0	5.0

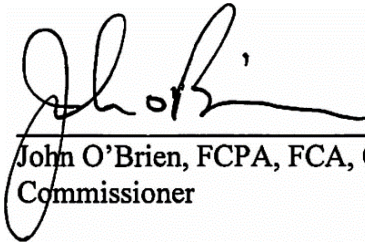
DATED at St. John's, Newfoundland and Labrador, this 28th day of July, 2021.



Darlene Whalen, P. Eng., FEC
Chair and Chief Executive Officer



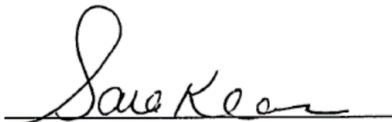
Dwanda Newman, LL.B.
Vice-Chair



John O'Brien, FCPA, FCA, CISA
Commissioner



Christopher Pike, LL.B., FCIP
Commissioner



Sara Kean
Assistant Board Secretary