

PETROLEUM PRODUCTS PRICING REVIEW HIGHLIGHTS FOR ISLAND CONSUMERS AND INDUSTRY

THE PETROLEUM PRODUCTS PRICING REVIEW

The Petroleum Products Pricing Review (the “Review”) was conducted by the Board in accordance with the direction of the Minister of Digital Government and Service NL, pursuant to Section 8.1(3) of the **Petroleum Products Act**.

CHANGES FOR PETROLEUM PRODUCTS PRICING ON THE ISLAND

Based on the information and feedback provided during the Review, a number of changes will be implemented to petroleum products pricing on the Island.

Island Mark-Ups and Zone Differentials

- Current wholesale mark-ups for gasoline, diesel and furnace oil on the Island will not be changed.
- Zone differentials for gasoline, diesel and furnace oil on the Island will increase by 2.0 cpl or less to reflect higher costs of supply.
- Retail mark-ups for gasoline, diesel and furnace oil on the Island will increase by 4.0 cpl in most zones to reflect higher costs of supply.

These increases will be implemented beginning on February 6, 2025 over the course of six weeks so that the impact on maximum prices will be no greater than 1.0 cents per litre per week. The retail mark-up increases will be implemented first, in an equal amount each week over the first four weeks. The zone differential increases will be implemented second, in an equal amount each week, over the last two weeks. The mark-up and zone differential changes, as well as a schedule of dates, are set out in the attached tables.

Island Propane Heating Fuel Mark-Ups and Zone Differentials

- The combined total allowed mark-ups and zone differentials for propane heating fuel will increase to reflect increases in the cost of supply. These increases range from 0.5 cents per litre to 5.0 cents per litre, but will increase by 2.0 cents per litre or less in most zones.

The changes for propane are set out in the attached tables and will be effective February 6, 2025.

The Weekly Price Setting Process for the Island

- Maximum price adjustments will occur on Friday rather than Thursday to bring consistency with other Atlantic provinces.
- Maximum prices will be calculated using five days of data from Argus Media for gasoline, diesel and furnace oil to better reflect the cost of supply and be consistent with other Atlantic provinces.

These weekly price setting process changes will be implemented on March 21, 2025.

Other Changes

- Maximum pricing will cease for stove oil heating fuel on the Island, effective February 6, 2025.
- Maximum pricing will cease for Zone 5b: Little Bay Islands, effective February 6, 2025.
- The Board will review mark-ups and zone differentials annually, beginning in 2026.

GOVERNMENT CONSIDERATIONS

Based on the information provided in the Review, Government may wish to consider:

- whether there should be changes to the Regulations to give the Board additional discretion in the calculation of maximum prices; and
- whether there should be changes to the Regulations to allow for market-based pricing for mid-grade and premium gasoline fuels.

ADDITIONAL INFORMATION

Throughout the Review the Board and its consultants gathered data and commentary from industry and other interested persons. As the Review progressed the Board issued Consultation Documents and provided additional opportunities for interested persons to provide further information and commentary.

Detailed information with respect to this Review and the changes that are being implemented, including the Board's Final Report - Island and the Board's Island Consultation Document can be found on the Board's website [here](#). The Board will issue its final report for Labrador in the coming weeks.

Regular Gasoline Motor Fuel Mark-Up, Zone and Zone Differential Changes Cents Per Litre			
Island Zones	Mark-Ups and Zone Differentials		Total Change¹
	Current	New	
1 - Avalon Peninsula	25.93	29.93	4.00
1a - Bell Island	26.41	30.61	4.20
2 - Burin Peninsula / Bonavista Peninsula	27.54	32.34	4.80
3 - Central Newfoundland / Notre Dame Bay East	28.11	33.21	5.10
3a - St. Brendan's (Island)	31.81	36.91	5.10
3b - Fogo Island	32.25	37.35	5.10
3c - Change Islands	35.53	40.63	5.10
4 - Connaigre Peninsula	31.05	37.05	6.00
4a - Gaultois / McCallum / Rencontre East	36.41	40.02	3.61
5 - Springdale - Green Bay / Triton / Baie Verte Peninsula	29.35	34.55	5.20
5a - Long Island	32.90	38.10	5.20
6 - Deer Lake / Corner Brook / Bay of Islands / Gros Morne	26.55	30.85	4.30
7 - Stephenville / Port au Port / Codroy Valley / Channel-Port aux Basques / Burgeo	27.32	32.02	4.70
7a - Ramea	36.72	41.42	4.70
7b - Grey River / François / Grand Bruit / La Poile	40.38	42.69	2.31
8 - Northern Peninsula - Gros Morne National Park to Bellburns	27.48	32.28	4.80
9 - Northern Peninsula to Englee and St. Anthony	29.21	34.31	5.10

¹ After phase-in process is complete.

Diesel Motor Fuel Mark-Up, Zone and Zone Differential Changes Cents Per Litre			
Island Zones	Mark-Ups and Zone Differentials		Total Change²
	Current	New	
1 - Avalon Peninsula	28.10	32.10	4.00
1a - Bell Island	28.58	32.78	4.20
2 - Burin Peninsula / Bonavista Peninsula	29.71	34.51	4.80
3 - Central Newfoundland / Notre Dame Bay East	30.28	35.38	5.10
3a - St. Brendan's (Island)	33.98	39.08	5.10
3b - Fogo Island	34.42	39.52	5.10
3c - Change Islands	37.70	42.80	5.10
4 - Connaigre Peninsula	33.22	39.22	6.00
4a - Gaultois / McCallum / Rencontre East	36.19	42.19	6.00
5 - Springdale - Green Bay / Triton / Baie Verte Peninsula	31.52	36.72	5.20
5a - Long Island	35.07	40.27	5.20
6 - Deer Lake / Corner Brook / Bay of Islands / Gros Morne	28.72	33.02	4.30
7 - Stephenville / Port au Port / Codroy Valley / Channel-Port aux Basques / Burgeo	29.49	34.19	4.70
7a - Ramea	31.78	36.48	4.70
7b - Grey River / François / Grand Bruit / La Poile	37.70	42.40	4.70
8 - Northern Peninsula - Gros Morne National Park to Bellburns	29.65	34.45	4.80
9 - Northern Peninsula to Englee and St. Anthony	31.38	36.48	5.10

² After phase-in process is complete.

Furnace Oil Heating Fuel Mark-Up, Zone and Zone Differential Changes Cents Per Litre			
Island Zones	Mark-Ups and Zone Differentials		Total Change³
	Current	New	
1ANE - Avalon Peninsula Northeast	27.38	31.38	4.00
1ANW - Avalon Peninsula Northwest	30.38	35.88	5.50
1AS - Avalon Peninsula South	31.68	37.18	5.50
1a - Bell Island	28.68	33.28	4.60
2 - Burin Peninsula / Bonavista Peninsula	31.68	37.18	5.50
3 - Central Newfoundland / Notre Dame Bay East	31.38	36.88	5.50
3a - St. Brendan's (Island)	34.38	39.88	5.50
3b - Fogo Island	33.88	39.38	5.50
3c - Change Islands	35.78	41.28	5.50
4 - Connaigre Peninsula	34.58	40.58	6.00
4a - Gaultois / McCallum / Rencontre East	44.68	50.68	6.00
5 - Springdale - Green Bay / Triton / Baie Verte Peninsula	31.88	37.38	5.50
5a - Long Island	32.38	37.88	5.50
6 - Deer Lake / Corner Brook / Bay of Islands / Gros Morne	28.28	32.68	4.40
7W - Stephenville / Port au Port / Codroy Valley / Channel-Port aux Basques	31.68	37.68	6.00
7SE - Burgeo	34.18	40.18	6.00
7a - Ramea	37.78	43.78	6.00
7b - Grey River / François / Grand Bruit / La Poile	43.88	49.88	6.00
8 - Northern Peninsula - Gros Morne National Park to Bellburns	29.28	34.18	4.90
9 - Northern Peninsula to Englee and St. Anthony	33.88	39.38	5.50

³ After phase-in process is complete.

Propane Heating Fuel Mark-Up, Zone and Zone Differential Changes Cents Per Litre			
Island Zones	Mark-Ups and Zone Differentials		Total Change
	Current	New	
1ANE - Avalon Peninsula Northeast	73.59	75.1	1.5
1ANW - Avalon Peninsula Northwest	73.59	75.1	1.5
1AS - Avalon Peninsula South	73.59	75.1	1.5
1a - Bell Island	74.59	76.6	2.0
2 - Burin Peninsula / Bonavista Peninsula	71.59	74.2	2.6
3 - Central Newfoundland / Notre Dame Bay East	70.99	71.5	0.5
3a - St. Brendan's (Island)	73.09	73.6	0.5
3b - Fogo Island	72.59	73.1	0.5
3c - Change Islands	74.49	75.0	0.5
4 - Connaigre Peninsula	66.79	71.8	5.0
4a - Gaultois / McCallum / Rencontre East	78.39	83.4	5.0
5 - Springdale - Green Bay / Triton / Baie Verte Peninsula	66.59	71.0	4.4
5a - Long Island	66.09	71.1	5.0
6 - Deer Lake / Corner Brook / Bay of Islands / Gros Morne	67.69	69.6	1.9
7W - Stephenville / Port au Port / Codroy Valley / Channel-Port aux Basques	68.99	70.4	1.4
7SE - Burgeo	68.99	70.4	1.4
7a - Ramea	71.49	72.9	1.4
7b - Grey River / François / Grand Bruit / La Poile	77.59	79.0	1.4
8 - Northern Peninsula - Gros Morne National Park to Bellburns	68.79	70.4	1.6
9 - Northern Peninsula to Englee and St. Anthony	70.79	73.2	2.4

SCHEDULE OF DATES		
DATE	CHANGE	IMPACT
February 6, 2025	Retail Mark-Up Increases (Gasoline, Diesel and Furnace Oil)	1.0 cpl
	Propane Heating Fuel Changes	0.5 cpl to 5.0 cpl ⁴
	Elimination of Stove Oil Maximum Prices	N/A
	Elimination of Zone 5b: Little Bay Islands	N/A
February 13, 2025	Retail Mark-Up Increases (Gasoline, Diesel and Furnace Oil)	1.0 cpl
February 20, 2025	Retail Mark-Up Increases (Gasoline, Diesel and Furnace Oil)	1.0 cpl
February 27, 2025	Retail Mark-Up Increases (Gasoline, Diesel and Furnace Oil)	1.0 cpl
March 6, 2025	Zone Differential Increases (Gasoline, Diesel and Furnace Oil at 50% of change)	0.0 cpl to 1.0 cpl
March 13, 2025	Zone Differential Increases (Gasoline, Diesel and Furnace Oil at remaining 50% of change)	0.0 cpl to 1.0 cpl
March 21, 2025	Friday Maximum Price Adjustments Begin (Using Argus 5-Day Benchmark Average)	Minimal ⁵

⁴ Most zones will increase by 2.0 cents per litre or less.

⁵ Actual impact will be dependent on reported market data at the time of implementation.