

There are multiple factors affecting the price of propane:

1. PRICE OF OIL

Yes the rates vary, as propane is a commodity, closely related to the price of a barrel of oil, as propane is a byproduct of oil refining.

With the price of oil surpassing \$90 per barrel, the price of propane has also increased.

The increased price from the supplier is passed on to the local vendor and ultimately to the consumer.

2. SEASONAL DEMAND

There is much higher demand in the winter months due to the temperatures, so the price goes up versus the summer months.

Price savvy consumers will often make a bulk purchase of propane in the summer, while prices are low, then use the propane during the winter months.

The PRC does not regulate rates for propane.