

## **Shipping Charge Correction Audit Fee**

### **Shipping Charge Correction Audit Fee**

A Shipping Charge Correction Audit Fee will be introduced on 30<sup>th</sup> of September 2024 to customers across all International Small Package services to ensure UPS can continuously invest in enhancing service levels.

- The fee will be 1,65 USD per shipment (in local currency equivalent, check the below table) or 8% of the total amount of shipping charge corrections, whichever is greater.
- This fee will only apply if the shipping charge correction is greater than 25% of the original net revenue, which will be based on freight transportation revenue only. This will exclude all accessorials including fuel.
- The fee will apply to shipping charge corrections resulting from discrepancies in billed weight.
- The fee will apply to domestic, export and import shipments.
- The fee will be calculated per account number and will be billed to the shipper. As a result, the fee will appear in the subsequent invoice period to which the shipping charge corrections are billed.

#### Example:

| Shipment<br>Pickup<br>Date | Shipmen<br>t Number        | Accoun<br>t<br>Numbe<br>r | Accoun<br>t Name     | Custome<br>r Entered<br>Weight | Billed<br>Weight | Original<br>rate<br>(Based<br>on<br>Custom<br>er<br>Entered<br>Weight) | Adjuste<br>d rate<br>(Based<br>on<br>Audited<br>Weight<br>) | Shipping<br>Correcti-<br>on rate | Shippin<br>g<br>Correcti<br>-on %<br>Original<br>rate | Shippin<br>g<br>Correcti<br>-on<br>Audit<br>Fee<br>(Greate<br>r of<br>\$1.65<br>or 8%) |
|----------------------------|----------------------------|---------------------------|----------------------|--------------------------------|------------------|--|---|----------------------------------|---|--|
| 2024-07-                   | 1ZY25R8<br>3049779<br>9357 | 123456                    | Custom<br>er<br>Name | 21.00                          | 130.00           | 122.23   | 891.80  | 769.57                           | 630%  | 61.57  |
| 2024-07-<br>27             | 1ZY25R8<br>3049193<br>8163 | 123456                    | Custom<br>er<br>Name | 10.00                          | 16.00            | 98.40  | 117.22  | 18.82                            | 19%   | -  |
| 2024-07-<br>27             | 1ZY25R8<br>3689703<br>5669 | 123456                    | Custom<br>er<br>Name | 2.00                           | 9.00             | 20.58  | 22.26   | 1.68                             | 8%  | -  |
| 2024-07-<br>20             | 1ZY25R8<br>3689560<br>4119 | 123456                    | Custom<br>er<br>Name | 16.50                          | 62.00            | 8.39   | 20.09   | 11.70                            | 139%  | 1.65   |



## **Shipping Charge Correction Audit Fee**

#### **How to Avoid Shipping Charge Corrections**

- It's important to enter accurate shipment details when creating a shipment.
- The Shipping Charge Correction is evaluated based on the Billable Weight.
- To determine the Billable Weight, compare the package's actual weight to its dimensional weight. The greater of the two is the billable weight and should be used to calculate the rate. For multiple- package shipments, total the billable weight of all packages in the shipment.
- The actual weight is the package weight rounded up to the next half kilogram.
- Shipping Charge Correction Audit Fee occurs when the billable weight of a package is different than the weight indicated at the time of shipping.
- To avoid Shipping Charge Correction Audit Fee, use any standard scale and round up any fractions of a weight to the next half kilogram for Express Services or next kilogram for UPS Standard and Expedited Services when entering the parcel weight in your shipping system. Then compare to the dimensional weight.
- Dimensional weight reflects package density, which is the amount of space a package occupies compared to its actual weight. Dimensional weight may apply to all UPS domestic and international package services.
- Refer to the Shipment Size and Weight page on UPS.com for more information.



# **Shipping Charge Correction Audit Fee**

### **Shipping Charge Correction Audit Fee Structure**

|                | Fee Structure<br>(greater of) |        |      |
|----------------|-------------------------------|--------|------|
| Countries      | Billing<br>Currency Code      | Fee    | %    |
| Europe         | EUR                           | 1.50   | 8.0% |
| Great Britain  | GBP                           | 1.25   | 8.0% |
| Poland         | PLN                           | 6.50   | 8.0% |
| Switzerland    | CHF                           | 1.50   | 8.0% |
| Sweden         | SEK                           | 17.00  | 8.0% |
| India          | INR                           | 140.00 | 8.0% |
| Denmark        | DKK                           | 11.00  | 8.0% |
| Czech Republic | CZK                           | 40.00  | 8.0% |
| Hungary        | HUF                           | 600.00 | 8.0% |
| Norway         | NOK                           | 17.00  | 8.0% |