

Reference Guide

FedEx Carriage Value vs. Customs Value



FedEx Carriage Value vs Customs Value

Background

ShipWorks Support is sometimes asked why the Carriage Value is not reflecting the total value of the shipment on printed FedEx International labels. This article will address this question, discuss the difference between the FedEx Carriage Value vs. the actual Customs Value, and how to report the actual Carriage Value to FedEx when process FedEx International labels through ShipWorks.

First Things First

Let's take a look at the actual definitions of what Carriage Value and Customs Value are according to FedEx*. This information is taken directly from FedEx's Quick Reference page on Packaging International Shipments.

*<u>https://www.fedex.com/us/grtt/pkg_info_intl.html</u>

Carriage Value: The Carriage Value is the selling price or replacement cost of your shipment's contents, which is the maximum liability in connection with a shipment of that package including, but not limited to, any loss, damage, delay, misdelivery, nondelivery, misinformation, failure to provide information or misdelivery of information relating to the shipment.

Customs Value: The Customs Value is the true monetary value of your shipment. This value is used for customs clearance and may affect the transit time of your shipment. Customs Value is required for international shipments.

Let's now take a look at what the default Declared or Carriage Value is for a package shipped internationally with FedEx*. This information is taken directly from FedEx's International Terms and Conditions Page.

*http://www.fedex.com/us/service-guide/after-you-ship/terms/express-ground-samedaycity.html

...our liability, our maximum liability for loss, damage or delay, or any claim with regard to any shipment moving to or from the U.S. is limited to US\$100, US\$9.07 per pound or US\$20.00 per kilo, whichever is greater, unless you declare a higher value for carriage and pay a greater charge.

Q: Great, but what does all of that mean?



A: Good question. When you process an international shipment with ShipWorks and do not declare a value (Carriage Value) greater than \$100, the maximum liability of \$100 for the Carriage Value is assumed. So, in ShipWorks it looks like this:

Example: With the default Shipment Protection set as ShipWorks Insurance, the default value of \$100 for the Carriage Value is assumed. (This is true whether or not you select to insure the package with ShipWorks Insurance).

Shipment Detail	s FedEx International First®	*
Service:	FedEx International First®	•
Ship date:	12/ 1/2016]
Packaging:	Your Packaging 🗸 🔻]
Packages:	1	
Weight:	0.06 lbs 📃	
Dimensions:	Enter Dimensions 🔹	Manage
	5 5 5 in.	
	Add to weight 🔲 0.0 lbs	
Insurance:	ShipWorks Insurance	
	Insured value: \$150.00	() \$0.55 (Compare to \$2.25)



ORIGIN ID:SUSA 18009527784 Shipping Manager	Ship Date: 01DEC16 ActWgt: 0.06 LB CAD: 103124553/WSXI3100			
	Dims: 5x5x5 IN			
Manchester, MO 63021 UNITED STATES, US	EIN/VAT:			
TO Kelly	(502) 555-3681			
Lincoln Street	Fecence *			
Winnipeg, MB R2V1E2	(CA) AWB			
	X1 YWGA			
TRK# 7848 3179 2437 Form				
0430				
INTL FIRST				
REF: Order 7 DESC1: Orange T-Shirt DESC2: DESC3: DESC3: DESC4: EEI: NO EEI 30.36 These items are controlled by the U.S. Government and sufficience for export only to the country of utimale destination for use by the utimate contigance or end-barergit present identified. They may not be needd, transferred, or ethorwese deposed of, to any other ountry or to any preson other than the authorized utimate companee or end-barergit, either mitter or opnel form or softer being incorporated into other tiens, without first obtaining approval from the US government or as otherwese authorized by U.S. Tax and negatives.				
COUNTRY MEG: US SIC CARRIAGE VALUE: 100.00 USD T/C	SN: Shipping Manager			
The Montreal or Watsaw Convention may apply and will govern and in most costor limit be loosing of Pedral Expersor for logs or delay of or duringe to your attemption to Subject to the conditions of the contract on the reverse. FEDEX AWB COPY - PLEASE PLACE IN POUCH				

Q: OK, but what if I need to cover the package for more than \$100?

A: Option 1: You could insure your package using <u>ShipWorks insurance</u> by checking the ShipWorks Insurance checkbox and then verify that the Insured Value is correct. Remember, the Carriage Value on the printed label will still show \$100 because the liability for the package is now covered by ShipWorks Insurance.

Option 2: You could also change the default Shipment Protection to FedEx Declared Value. Then, select this option when shipping your package, making sure that the Declared Value is entered correctly.



Shipment Details	FedEx International First®	*
Service:	FedEx International First®	
Ship date:	12/ 1/2016	
Packaging:	Your Packaging	
Packages:	1	
Weight:	0.06 lbs 🔎	
Dimensions:	Enter Dimensions	
	5 5 5 in.	
	Add to weight 🔲 0.0 lbs	
Protection:	FedEx Declared Value	
	Declared value: \$150.00 (Learn how to save \$1.70)	



ORIGIN ID:SUSA 18009527784 Shipping Manager	Ship Date: 01DEC16 ActWgt: 0.06 LB CAD: 103124553WSXI3100			
Manchester, MO 63021	Dims: 5x5x5 IN			
UNITED STATES, US	EINVAT:			
TO Kelly	(502) 555-3681			
Lincoln Street	Federa.			
Winnipeg, MB R2V1E2				
	X1 YWGA			
	PKG TYPE: CUSTOMER			
TRK# 7848 3202 2839 Form				
0430				
INTL FIRST				
REF: Order 7 DESC1:Orange T-Shirt DESC2: DESC2: DESC4: EEL NO EEI 30.36 These items are controlled by the U.S. Givernment and authorized for export only to the country of ull male distination for use by the ultimate consignee or end-userby heremidentified. They may not be reduit, transferred, or otherwise disposed of to any other country or to any person other than the authorized ultimate consignee or end-userby, either in their enginal form or after being incorparated into other items, without first colarising approval from the U.S. government or as otherwise authorized by U.S. Iae and regulations.				
COUNTRY MFG: US SIC CARRIAGE VALUE: 150.00 USD T/C	SN: Shipping Manager			
The Montreal or Warsaw Convention may apply and will govern and in most cances limit the frability of Federal Express for fodm or delay of or damage to your of the federal Express for fodm or delay of or contract on the severes. FEDEX AWB COPY - PLEASE PLACE IN POUCH				

Still Need Help?

Please feel free to <u>reach out to one of our awesome Customer Care representatives in St. Louis</u>. We are happy to assist you.

