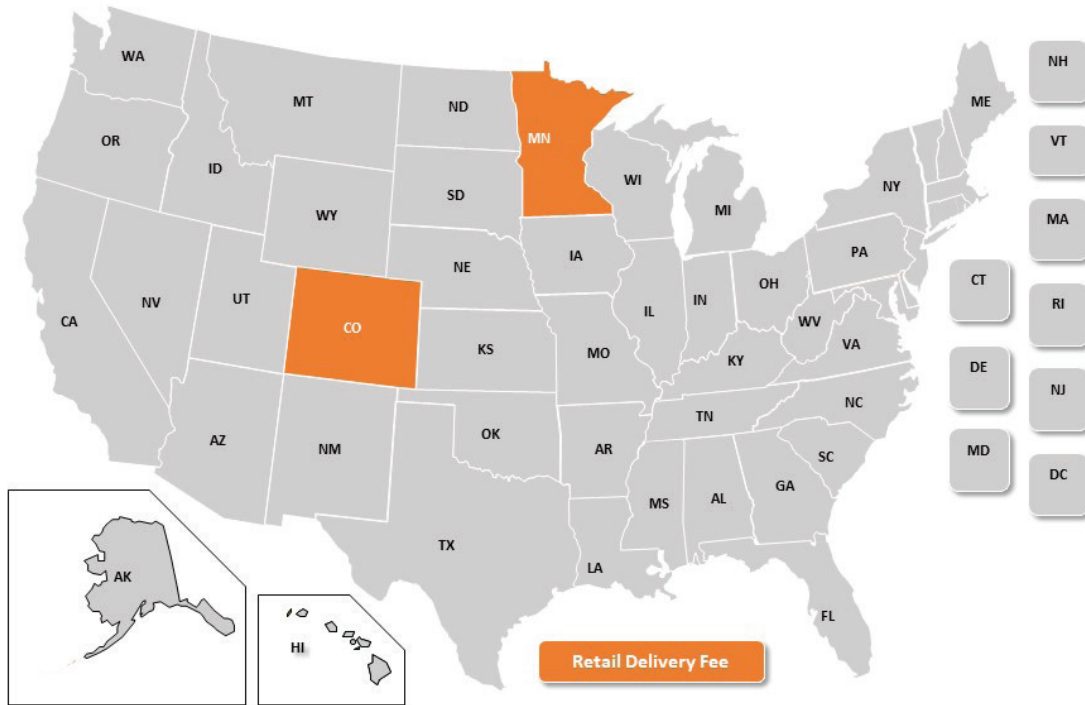


RETAIL PACKAGE DELIVERY FEES

Taxes or fees on retail deliveries offer a new way to achieve sustainable transportation funding. They ensure delivery vehicles, which are often heavier, make frequent trips, and put additional wear and tear on roads and bridges, contribute to infrastructure maintenance and improvements.

2 States Have Enacted a Retail Delivery Fee



Source: TIAC, "DELIVERY FEE MODEL LANGUAGE", Feb 2023

STATE	YEAR APPROVED	DESCRIPTION	EXEMPTIONS	ESTIMATED REVENUE
Colorado	2021	A flat \$0.27 on all deliveries by motor vehicle to a location in Colorado with at least one item of tangible personal property subject to state sales or use tax, adjusts annually based on inflation and collected by the retailer or marketplace facilitator.	If no items in the order are subject to the state sales tax, or if retailer's sales total \$500,000 or less.	\$18.8 million in FY 2023-2024.
Minnesota	2023	A flat \$0.50 fee on retail sales transactions over \$100, collected by the retailer.	If retailers sales total \$1 million or less annually, or marketplace providers with sales less than \$100,000 annually. Exempts food, pharmaceuticals, medical devices and related, and baby products.	\$65.3 million in Fiscal Year 2027