

FedEx's 2027 increase is *bigger than 5.9%*.

FedEx's 2027 rates rise 5.9% on average, but the surcharges most shippers pay every week are climbing faster, and Q4 demand surcharges are already on your invoices. Every change flows straight through on January 4 unless your agreement changes first.

UPS

Expect UPS to match. UPS has matched FedEx's average increase four years running (6.9% for 2023, then 5.9% for 2024, 2025 and 2026), and its 2026 peak surcharges landed within 1% of FedEx's. Budget for the same increase on both carriers.

5.9%

Average transportation increase across 28,000+ published list rates

7.6%

Additional Handling surcharge (dimension & weight, zone 2)

7.8%

Oversize charge, zones 5-6: \$320 → \$345 per package

9.1%

Extended residential delivery area surcharge

Transportation rates

Average increase across every weight and zone, with the zone 2, 1lb. entry rate.

SERVICE	AVG.	ZONE 2 • 1 LB.
First Overnight	6.1%	\$76.22 → \$79.34
Priority Overnight	6.5%	\$45.22 → \$48.34
Standard Overnight	5.5%	\$40.82 → \$43.22
2Day A.M.	6.7%	\$30.21 → \$31.99
2Day	6.4%	\$26.46 → \$28.15
Express Saver	3.1%	\$23.84 → \$24.67
Ground / Home Delivery*	6.1%	\$11.99 → \$12.70

*Contiguous U.S.; lanes to and from Alaska and Hawaii rise 7.0%. Individual weight/zone rates rise as much as 8.5%.

Not every service rose equally. Express Saver rose 3.1% vs. 6.5% for Priority Overnight. Service mix is savings you can capture now.

Surcharges: rising faster than rates

Selected U.S. package surcharges, 2026 vs. 2027 list.

SURCHARGE	2026	2027	CHANGE
Additional Handling – Dimension Zone 2, per package	\$29.50	\$31.75	+7.6%
Additional Handling – Weight Zone 2, per package	\$46.00	\$49.50	+7.6%
Oversize Zones 5–6, per package	\$320	\$345	+7.8%
Delivery Area – Residential	\$6.60	\$7.00	+6.1%
Delivery Area – Extended Residential	\$8.80	\$9.60	+9.1%
Residential – Ground / Home Delivery	\$6.45	\$6.90	+7.0%
Address Correction	\$25.50	\$27.00	+5.9%
Duty & Tax Forwarding (minimum) Imports valued \$800 or less; rate also rises 2% → 2.5%	\$15.00	\$31.00	+107%

Q4 demand surcharges: already on your invoices

FedEx 2026 peak surcharges per package, on top of current rates. They run through Jan. 17, 2027, stacking on the new 2027 rates for two weeks.

DEMAND SURCHARGE	SEP 28–NOV 22	NOV 23–DEC 27	DEC 28–JAN 17
Ground / Home Delivery resi. Peak rate up 23% from \$0.65 in 2025	\$0.50	\$0.80	\$0.50
Ground Economy	\$2.55	\$4.05	\$2.55
Express (Overnight & 2Day) [†]	\$1.20–\$1.30	\$2.35–\$2.55	\$1.20–\$1.30
Additional Handling	\$8.80	\$11.85	\$8.80
Oversize	\$95.75	\$117.25	\$95.75
Unauthorized package	\$535	\$595	\$535

[†]Begins Oct. 26. Shippers averaging 20,000+ residential packages a week also pay a dynamic residential charge of \$1.70–\$9.35 per package based on volume above their June baseline.

Why renegotiate now

- Your discount applies to a bigger number.**
A percentage discount carries the increase straight to your net cost.
- Surcharges are where agreements leak.**
Many contracts leave accessorial near list. They rise up to 9% in 2027, and they are negotiable.
- Minimum charges moved too.**
Zone 2, 1 lb. rates rise up to 6.9%; a minimum net charge may cap your light-package discount.
- The leverage window is now.**
Carriers are planning 2027 volume today. Renegotiate before year-end and start 2027 on better terms.

Know your real 2027 increase before FedEx bills it.

For more than 25 years Parcel Recovery has helped shippers control UPS and FedEx costs, from negotiating some of the first discounted UPS Ground and FedEx Ground (RPS) agreements to auditing invoices line by line today.

01 Model your 2027 increase **02** Benchmark your agreement **03** Negotiate & audit

Request your 2027 rate impact review.

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Includes a free 30-day invoice audit.

Sources: FedEx 2027 Standard List Rates (effective Jan. 4, 2027); 2027 Changes to FedEx Surcharges & Fees; FedEx 2026 Demand Surcharges (fedex.com); published FedEx and UPS general rate increase announcements, 2023–2026. Transportation averages calculated by Parcel Recovery across 28,422 published 2026 and 2027 list-rate cells. List rates shown; contract pricing varies. FedEx and UPS are registered trademarks of their respective owners. Parcel Recovery is an independent consultancy and is not affiliated with FedEx or UPS.