

**A motion by West Virginia, Utah, and Wyoming to amend the definition of
“delivery charges” in the Library of Definitions.**

Appendix C

LIBRARY OF DEFINITIONS

PART I

Administrative Definitions

“**Delivery charges**” means charges by the seller of personal property or services for preparation and delivery to a location designated by the purchaser of personal property or services including, but not limited to, transportation, shipping, postage for package services, handling, crating, and packing. “Delivery charges” does not include the actual charge for the delivery of mail, correspondence or documents which have been individually addressed for delivery; tax imposed on such delivery charges must be imposed through a separate imposition statute.

A member state may exclude from “delivery charges” any of the following, if the charges are separately stated on an invoice or similar billing document given to the purchaser:

- A. Handling, crating, packing, preparation for mailing or delivery, and similar charges; or
- B. Transportation, shipping, postage for package services, and similar charges; ~~or~~
- C. ~~The “delivery charges” for “direct mail.”~~

If a shipment includes exempt property and taxable property, the seller should allocate the delivery charge by using:

- a. a percentage based on the total sales prices of the taxable property compared to the total sales prices of all property in the shipment; or
- b. a percentage based on the total weight of the taxable property compared to the total weight of all property in the shipment.

The seller must tax the percentage of the delivery charge allocated to the taxable property but does not have to tax the percentage allocated to the exempt property.