FedEx takes pride in being a good public citizen providing excellent service to its customers while paying its full share of taxes.

FedEx has paid $2 billion in U.S. federal income tax in the last 10 years.

FedEx paid almost $10 billion in total taxes in the U.S. (federal and state income, excise, property, payroll, sales and use) during the five fiscal years 2015 – 2019.

FedEx paid over $180 million in total foreign taxes (federal, provincial, VAT, property, and payroll) on an annual basis in our major foreign jurisdictions.

FedEx has collected and remitted almost $20 billion in taxes in the U.S. (federal, state and local individual income, payroll, customs duties, and state & local sales tax) during the last five fiscal years 2015 – 2019 contributing to tax revenues of the U.S. government and bearing our share of the compliance cost of the tax system.

FedEx paid over $180 million in total foreign taxes (federal, provincial, VAT, property, and payroll) on an annual basis in our major foreign jurisdictions.

FedEx has collected and remitted over $800 million (federal, provincial, and local individual income, payroll, customs duties, and VAT/GST/HST) on an annual basis in our major foreign jurisdictions.

Prior to the Tax Cuts and Jobs Act, FedEx had not reported an effective tax rate on its profits of less than 33% in over 30 years. In future years, we expect our effective tax rate to be close to the U.S. statutory rate.

The FedEx effective income tax rates for the last five fiscal years (June - May) were 17.6% in 2019, (5.0%) in 2018 (this rate is an anomaly due to the impact of the Tax Cuts and Jobs Act), 34.6% in 2017, 33.6% in 2016, and 35.5% in 2015. The 2019 rate was inordinately low due to the tax impact of a large non-cash mark-to-market adjustment related to our retirement plans; otherwise, our effective tax rate would have been on par with the U.S. statutory rate of 21%.

Our tax information is publicly available in filed 10-K forms.

FedEx contributes to the communities where we live and work. In the last three years alone, we donated nearly $154 million in direct charitable contributions, including disaster relief, United Way, Direct Relief, among many other efforts.

FedEx has a powerful economic impact across America. In the U.S. alone, FedEx generates more than 409,000 jobs and more than $21 billion in labor income. Globally, we generate 530,000+ jobs and about $29 billion in labor income.

Every large aircraft purchase injects nearly $540 million into the U.S. economy, supports 1,850 jobs, and leads to a cumulative federal, state, and local tax impact of about $45 million.

A strong bipartisan majority in Congress passed accelerated depreciation deductions for the years 2008 through 2019 to encourage companies like FedEx to invest in new capital assets in the U.S. and create new jobs. The Tax Cuts and Jobs Act extended and enhanced this provision until 2023. Economists widely agree that there is a near perfect correlation between capital investment and jobs. These deductions are only temporary, with higher depreciation and lower taxes early in the life of a new capital asset offset by lower depreciation, but higher taxes, later in that asset’s life. FedEx invested billions in capital items eligible for accelerated depreciation and made large contributions to our employee pension plans. These factors have temporarily lowered our federal income tax, which was the law’s intention to help grow GDP, create jobs, and increase wages. The accelerated tax depreciation deductions FedEx received for capital investments are marginal compared to the overall economic impact of the company.

FedEx forecasts approximately $5.9 billion in capital spending for FY20, which will again support high-skilled, high-paying job growth.

Contact FedEx Media Relations (901.434.8100) for more information.

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