

Michigan gas tax to rise by nearly 21 cents per gallon for road funding

by Courtney Bennett | Monday, November 3, 2025



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FLINT, Mich. - Michigan drivers will soon face a significant increase in gas prices as the state's gas tax is set to rise by nearly 21 cents per gallon.

This increase, effective in less than two months, is part of a new road funding plan signed into law last month.

The House Fiscal Agency estimates the total gas tax will reach approximately 52.6 cents per gallon.

The plan also eliminates the 6% sales tax on gas, reallocating funds to road projects. Genesee County is expected to see an additional \$14 million in revenue, marking a 35.5% increase for its road commission.

Kylie Dontje, communications coordinator for the Genesee County Road Commission, noted, "We do have about 1,600 miles of roads that we are in charge of here in Genesee County.

A lot of them are in really good shape, and we are continually working on those." Michigan is currently ranked sixth in the nation for fuel tax rates.

The increased revenue will address the 40% of Michigan roads deemed in poor or mediocre condition, according to a report by TRIP, a national nonprofit.

Rocky Moretti, director of policy and research for TRIP, emphasized the importance of a modern transportation system, stating, "It's vital to day-to-day life. It's certainly vital to the economy of Michigan."

The House Fiscal Agency projects the increased fuel tax will generate about \$1.8 billion for fiscal year 2026-2027, though the actual amount will depend on consumer spending at the pump.