

Michigan Transportation Fuel-tax Rates since 1925

Expressed in dollars per gallon, except for Diesel-fuel Use Tax.

Effective Calendar Year	Gasoline	Diesel Motor Fuel	IFTA Diesel	Inter-state Diesel Use	Propane	Aviation	Notes		
1925	0.02								
1927	0.03								
1931						0.03			
1947		0.05							
1951	0.045	0.06					Act 51 and Turnpike Act enacted.		
1954					0.045				
1955	0.06				0.06		Response to need for Interstate match.		
1968	0.07	0.07			0.07				
1972	0.09				0.09				
1979	0.11	0.09			0.11		CTF created, funded from STF share.		
1980		.11-.06					Six-cent discount of Diesel tax at retail for interstate trucks.		
1981									
1982	Indexed.								
1983	0.1261	.13 -.06			0.13				
1984	0.1455	.15 -.06			0.15		Gasoline indexing repealed.		
1985									
1986									
1987									
1988									
1989									
1990									
1991									
1992									
1993									
1994									
1995							Michigan joins IFTA, 1996.		
1996		Repeal decal fee.					Diesel tax increased April 1, 1997.		
1997	0.18715	0.15	.21 -.06		0.19		Gasoline tax increased Aug. 1, 1997;		
1998				(Price-based, not per gallon)			1.5% "cost of collection" allowance.		
1999							Propane tax increase goes uncollected.		
2000					0.15		MFT Act recodification; propane tax cut.		
2001									
2002									
2003			0.15				Diesel tax rationalized April 1, 2003.		
2004				6%			Streamlined Sales and Use Tax Agreement		
2005							6% Diesel use tax credited to MTF on truck fuel bought outside Michigan.		
2006									
2007									
2008							Natural		
2009							<u>Gas</u> <u>Electricity</u>		
2010							0.00 0.00		
2011									
2012									
2013									
2014									
2015									
2016	0.18715	0.15	0.15		0.15		0.00		
2017	0.259055	0.263	0.263	6%	0.263	0.03	0.263 0.00		
2018									
2019									
2020									
2021									
2022	Motor -fuel tax rates to be indexed to C.P.I. beginning Jan. 1, 2022.								

Fuel-tax rates indexed to CPI beginning in 2022, 5% maximum. Electric cars surtaxed.
Compressed natural gas is taxed at gasoline-gallon equivalent rate.
Half of aviation fuel tax is refunded to air carriers.

Notes on effective gasoline rate:

Gasoline values before 1983 are not corrected by 3% allowance for evaporation and loss.
Gasoline values after 1983 are net of 3% allowance for evaporation and loss.
Gasoline values after 1997 are net of 1.5% "cost of collecting the tax."