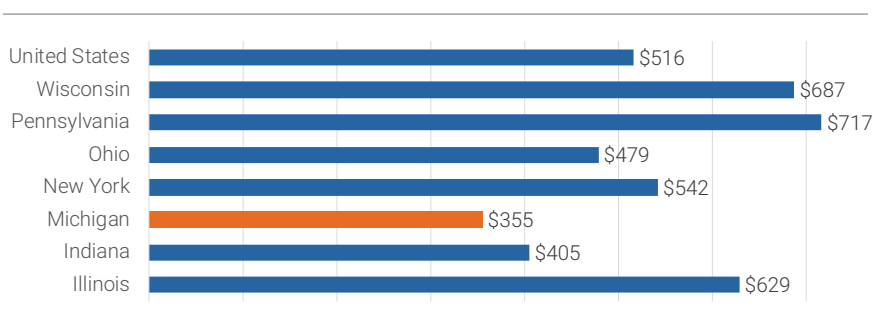


Call to Action: The Need for Increased Road Funding in Michigan

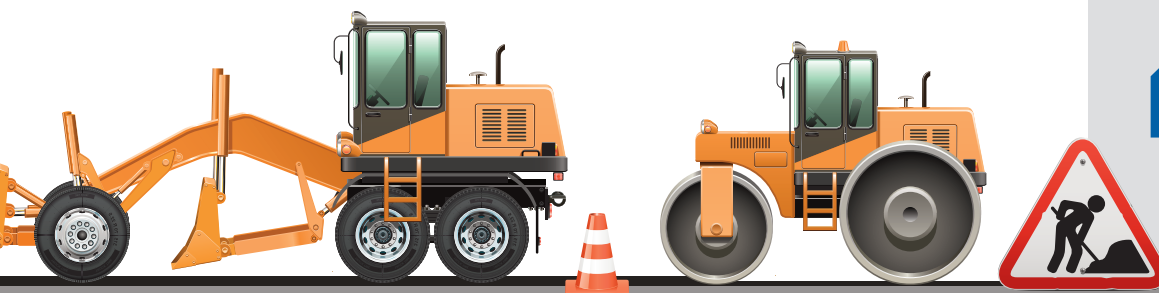
- In 2018, the American Society of Civil Engineers lowered Michigan's road infrastructure grade from a D to a D-.
- The cost of fixing Michigan's roads will accelerate as normal degradation continues to exceed maintenance funding.
- Every dollar spent on road preservation eliminates or delays the need to spend \$6 to \$14 on repair and reconstruction.
- Driving on rough roads costs all Michigan motorists \$4.8 billion annually in extra vehicle operating fees—an average of \$686 per motorist every year.
- Investing an additional \$1.6 billion in state highway and bridge infrastructure annually would create or sustain 18,000 jobs, increase the state GDP by \$1.5 billion annually and increase real personal income by \$1.1 billion annually.
- The current sales tax on gas does not adequately fund transportation costs. For example, at a retail price of \$3 per gallon, the sales tax would be approximately 15 cents per gallon, of which about eight-tenths of a percent goes toward transportation.

State and Local Transportation Spending Per Capita

Annual Average 2012-2016



Source: The Brookings Institution 2019



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on repair and reconstruction.

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Opportunities to Fill the Gap

Gasoline tax

Sales tax

Motor vehicle registration tax

Mileage-based user fee

Tolling

Bonding

Public-private partnerships (P3s)

Infrastructure bank

