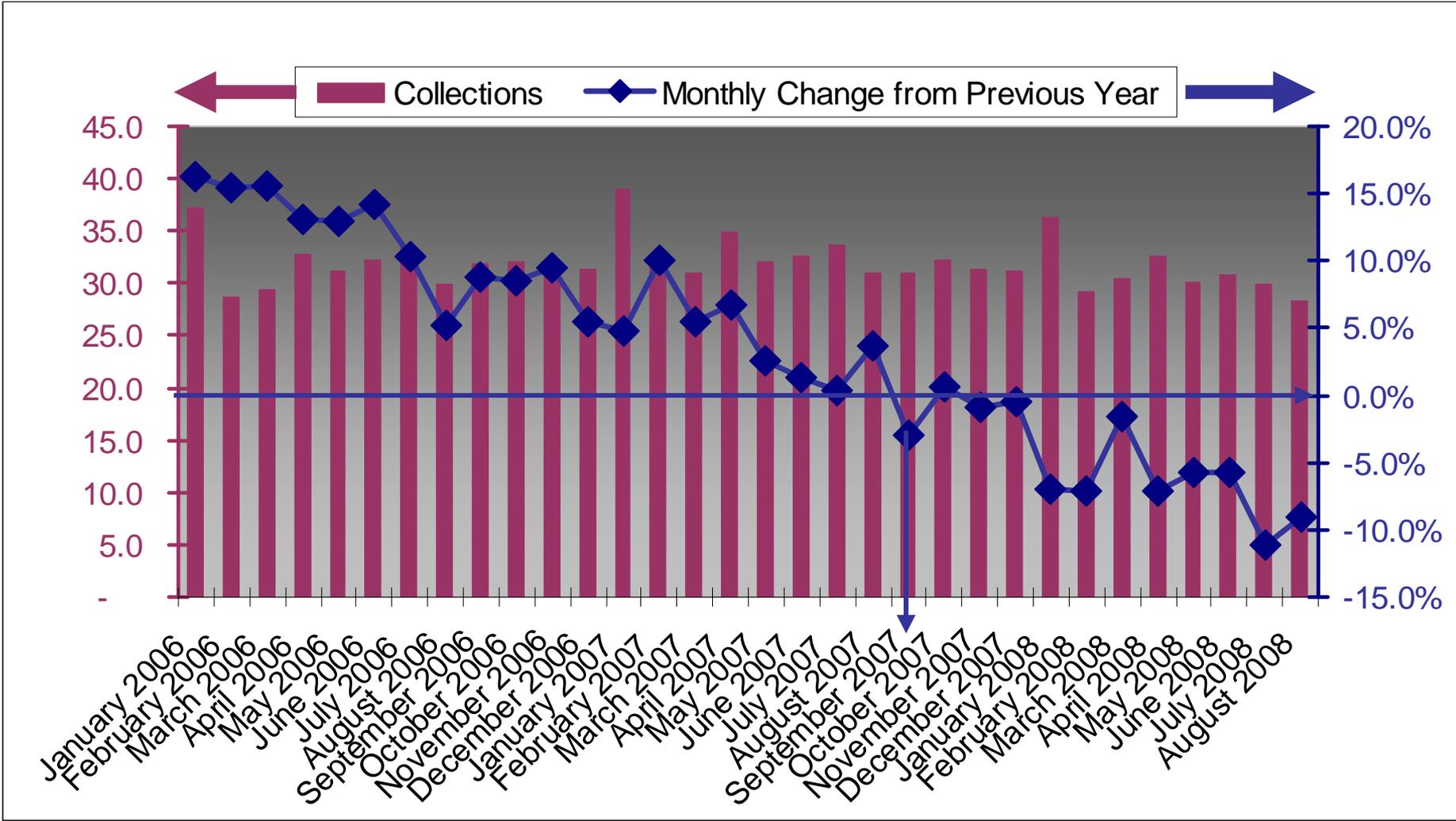


Transportation Planning Update Proposition 400

MAG Management Committee
October 8, 2008

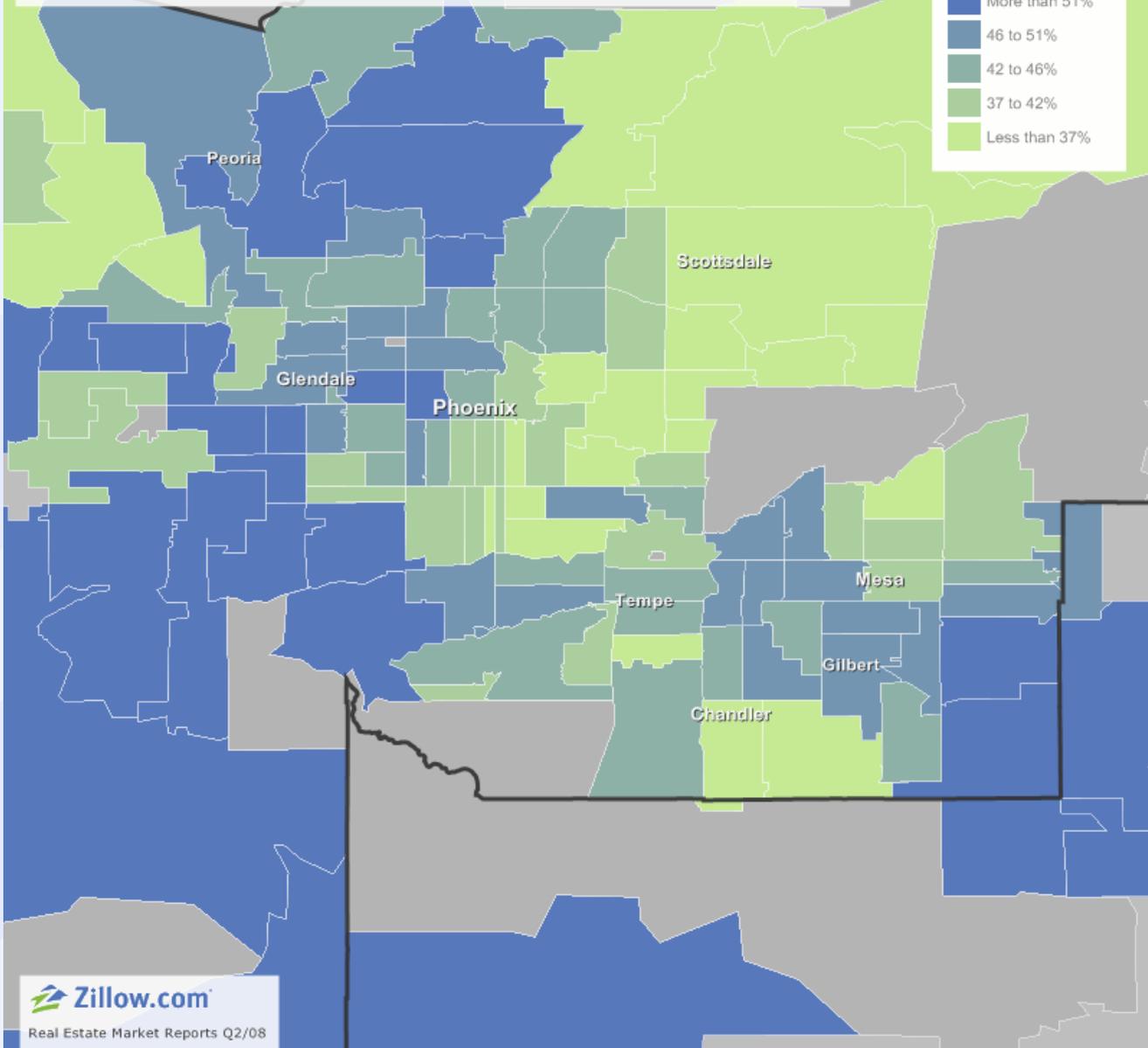


Proposition 400 Sales Tax Revenues



Phoenix Metro Area Negative Equity

% of homeowners buying between 2003 and 2008 with current negative equity



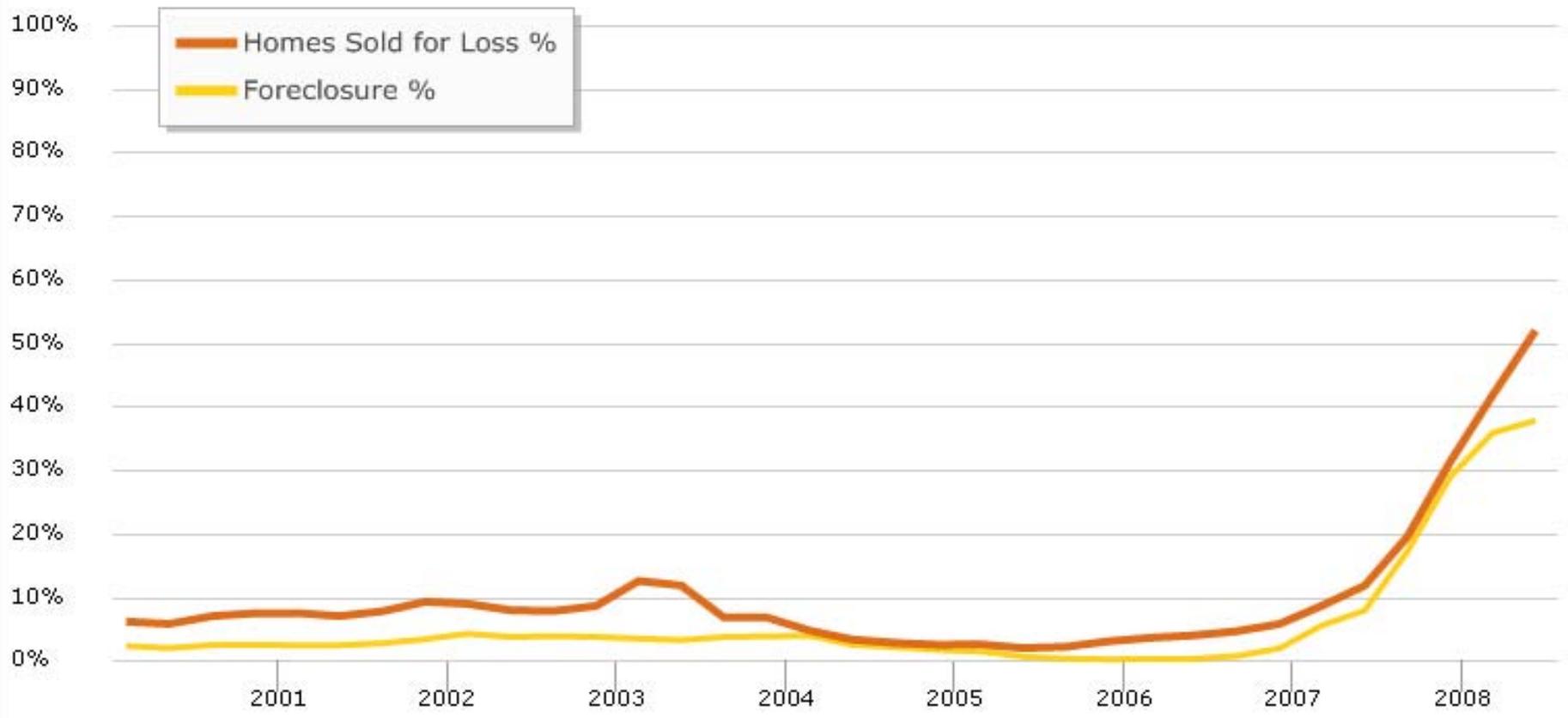
 Zillow.com
Real Estate Market Reports Q2/08

Phoenix Homes Sold for Loss



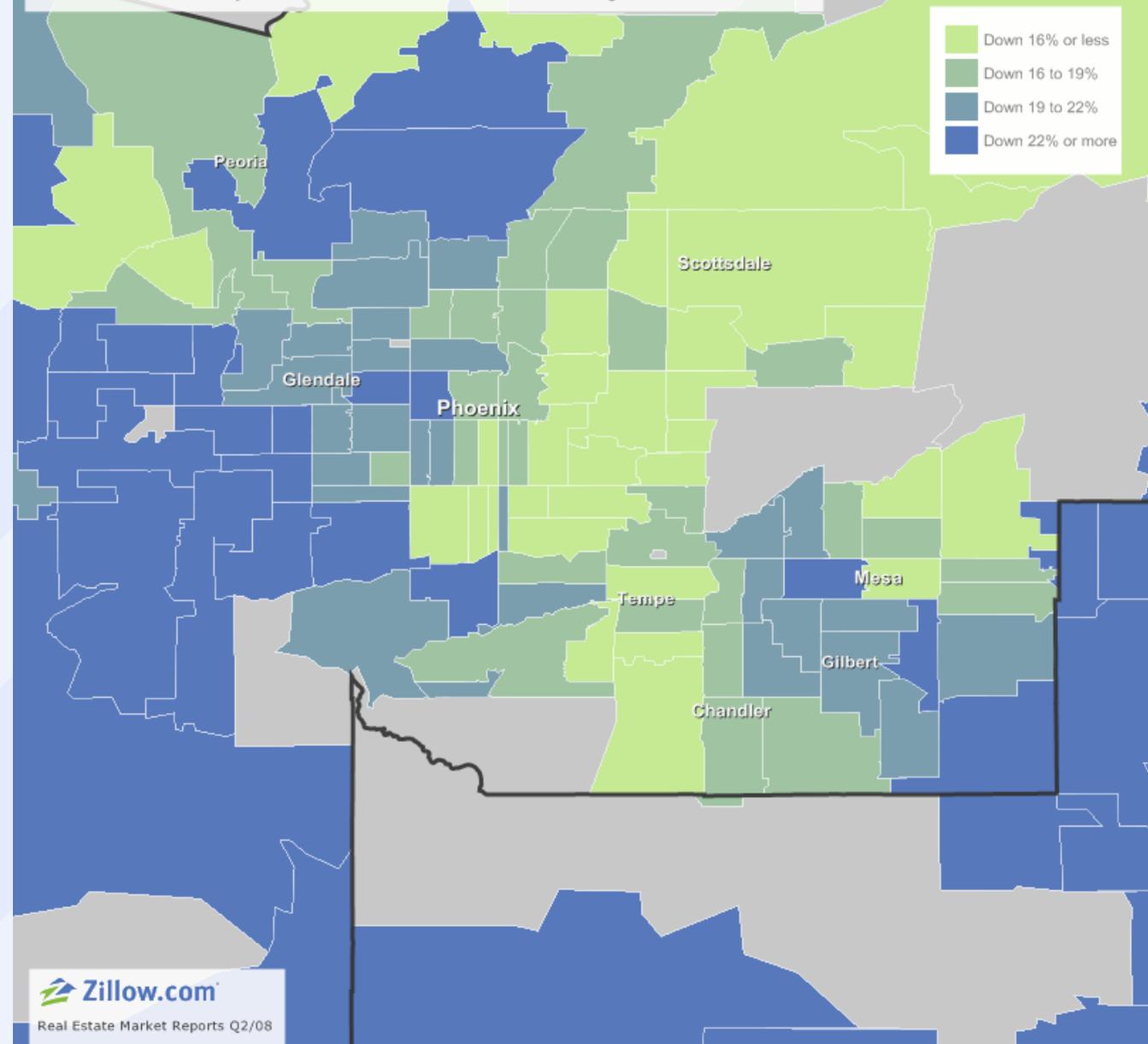
Real Estate Market Reports Q2/08

Quarterly % of Homes Sold for Loss and Foreclosures for Metro Area



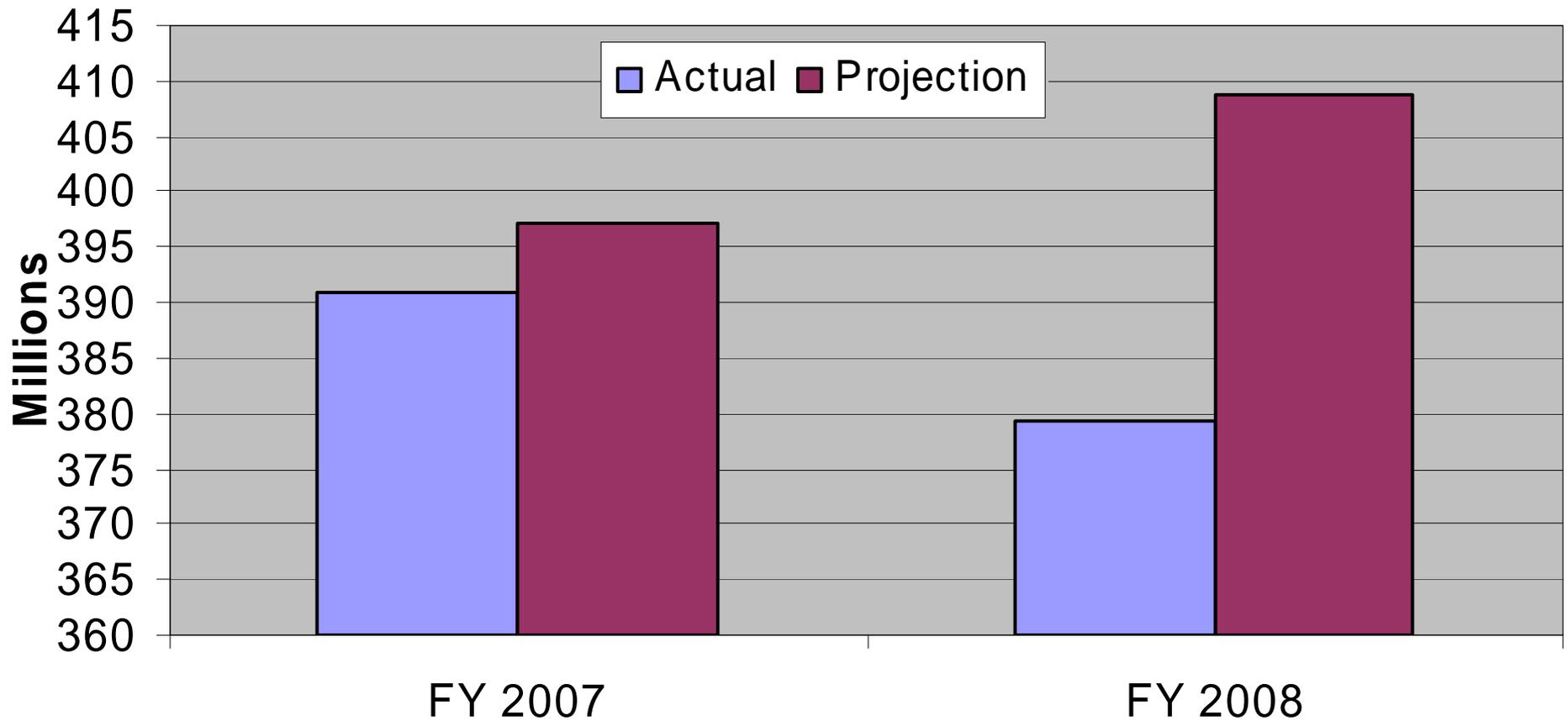
Phoenix Metro Zillow Home Value Index Change

Q2 2008 Year-over-year Zillow Home Value Index Change

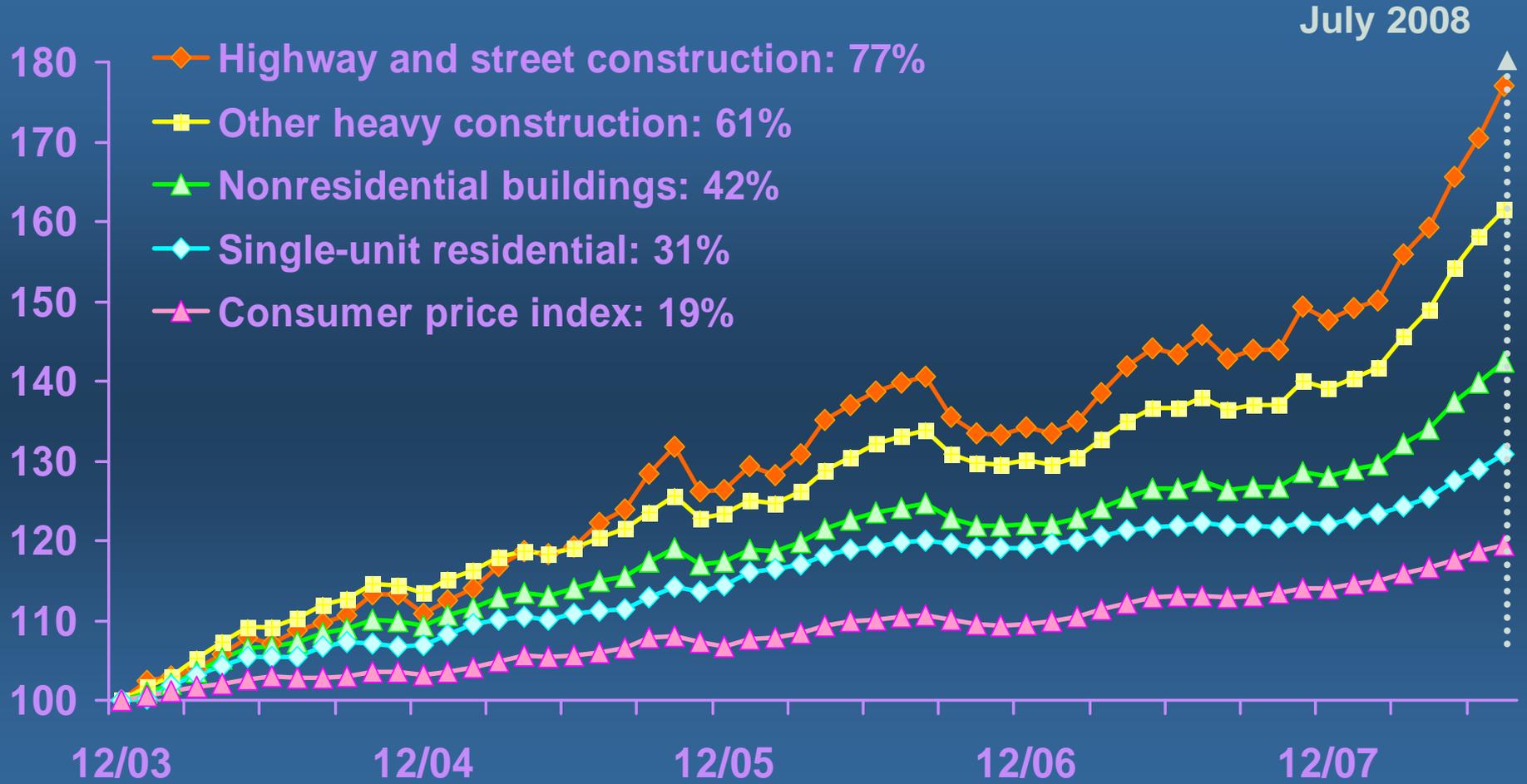


 **Zillow.com**
Real Estate Market Reports Q2/08

Transportation Sales Tax for Maricopa County Actual v. Projection Comparison



Change in Producer Prices for Construction Segments, 2003 - 2008 (December 2003 = 100)



Producer Price Indexes, 2007 vs. 2008

No. 2 Diesel Fuel

Change from 7/07-7/08: 78%



Steel Mill Products

Change from 7/07-7/08: 33%



Concrete Products

Change from 7/07-7/08: 3.8%

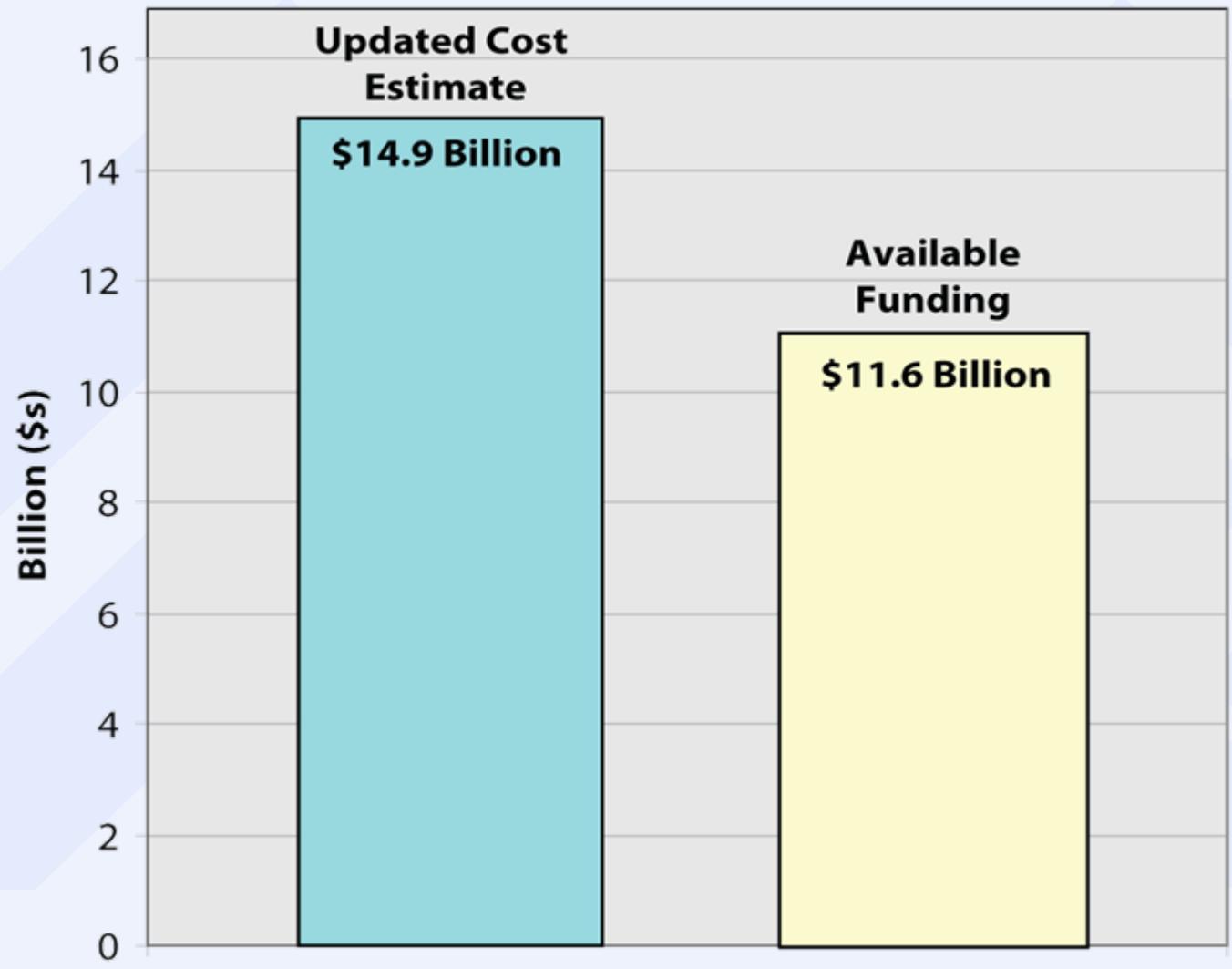


Asphalt Paving Mixtures & Blocks

Change from 7/07-7/08: 34%



Freeway/Highway Program Updated Costs and Available Funding (2008 \$s)





Next Steps

- Revised revenues projections by mid-October.
- Review bond program in light of revised revenues and financial markets.
- Analyze future right of way and construction cost inflation.
- Analyze project options such as interim, staging, or reducing scopes.
- Continue policy discussion and guidance.
- Policy Discussion at October and November TPC meetings.