
2009 Economic Stimulus – The American Recovery and Reinvestment Plan

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U.S. Representative
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Arizona - Economic Indicators

Arizona ranks third in the nation for foreclosures—after Nevada and Florida.

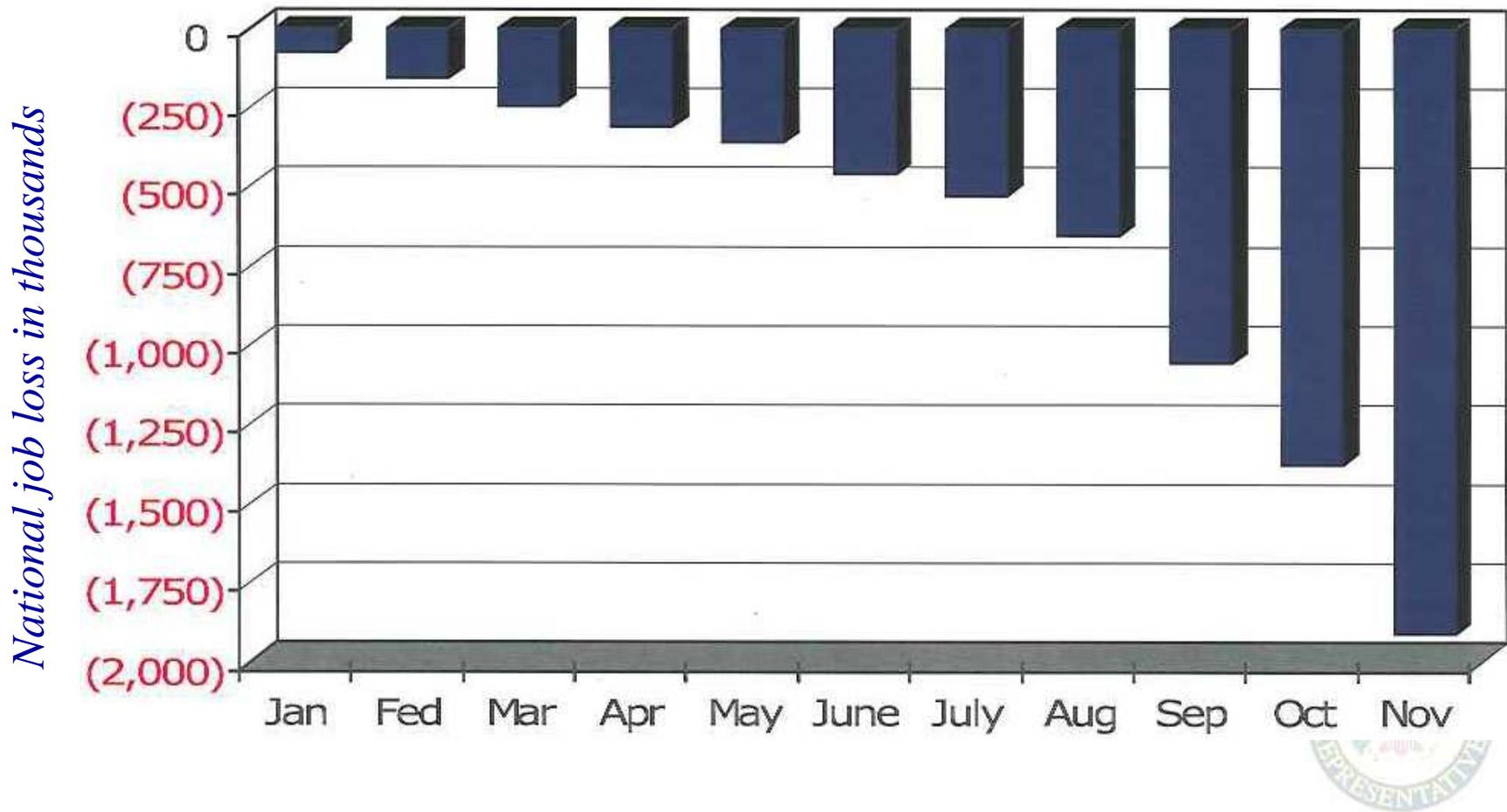
- ❑ 1 in every 198 homes in Arizona received a foreclosure notice in November 2008.
- ❑ In Pima County, foreclosures increased 289% from 2006 to 2008.
- ❑ In 2008, there were 8,961 foreclosures in Pima County.



Tucson is expected to lose about 9,600 jobs, or 2.5% of the work force, by the end of 2009.

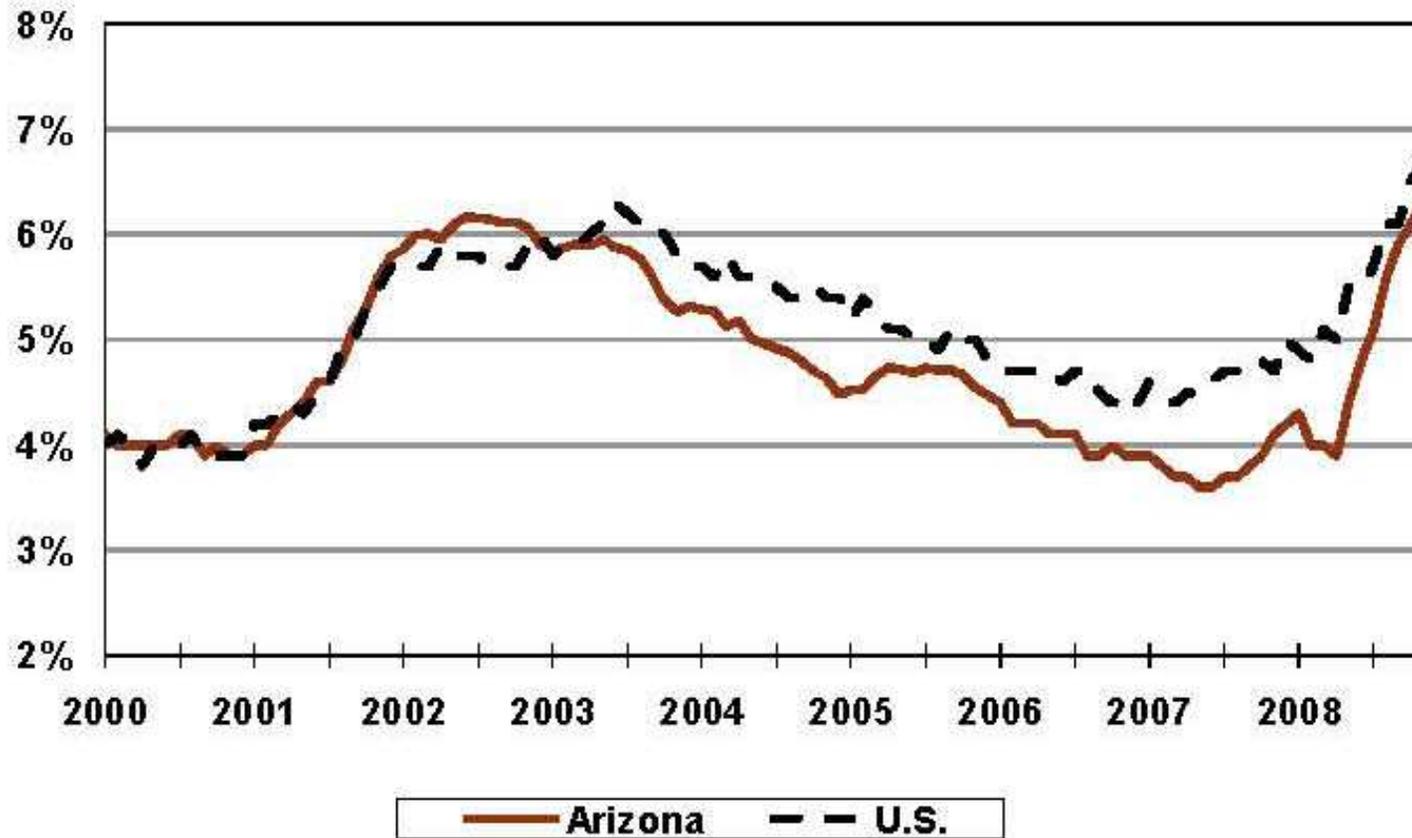


The Economic Downturn is Worsening National Job loss

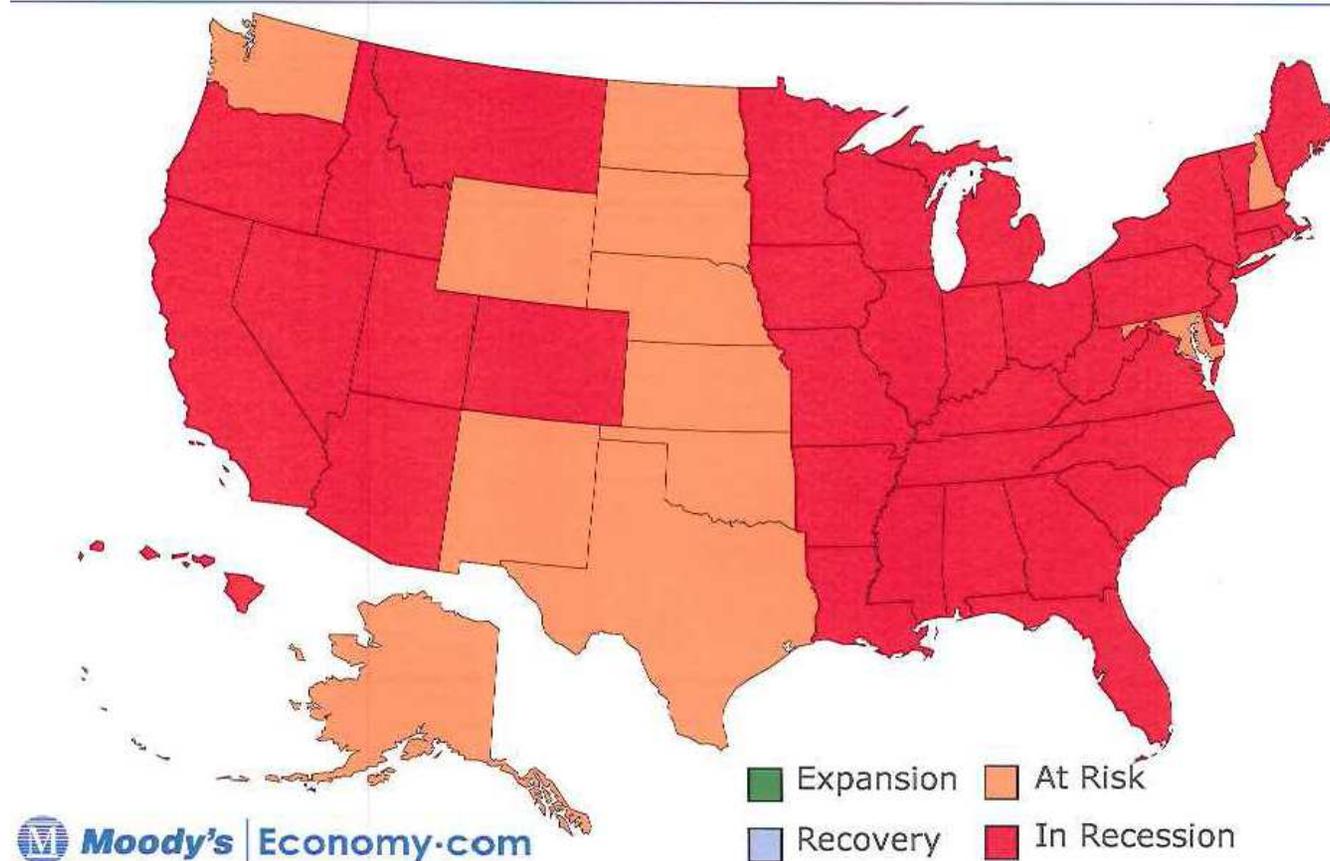


Source: Bureau of Labor Statistics

Arizona & US Seasonally Adjusted Unemployment Rates, Jan. 2000- Nov. 2008



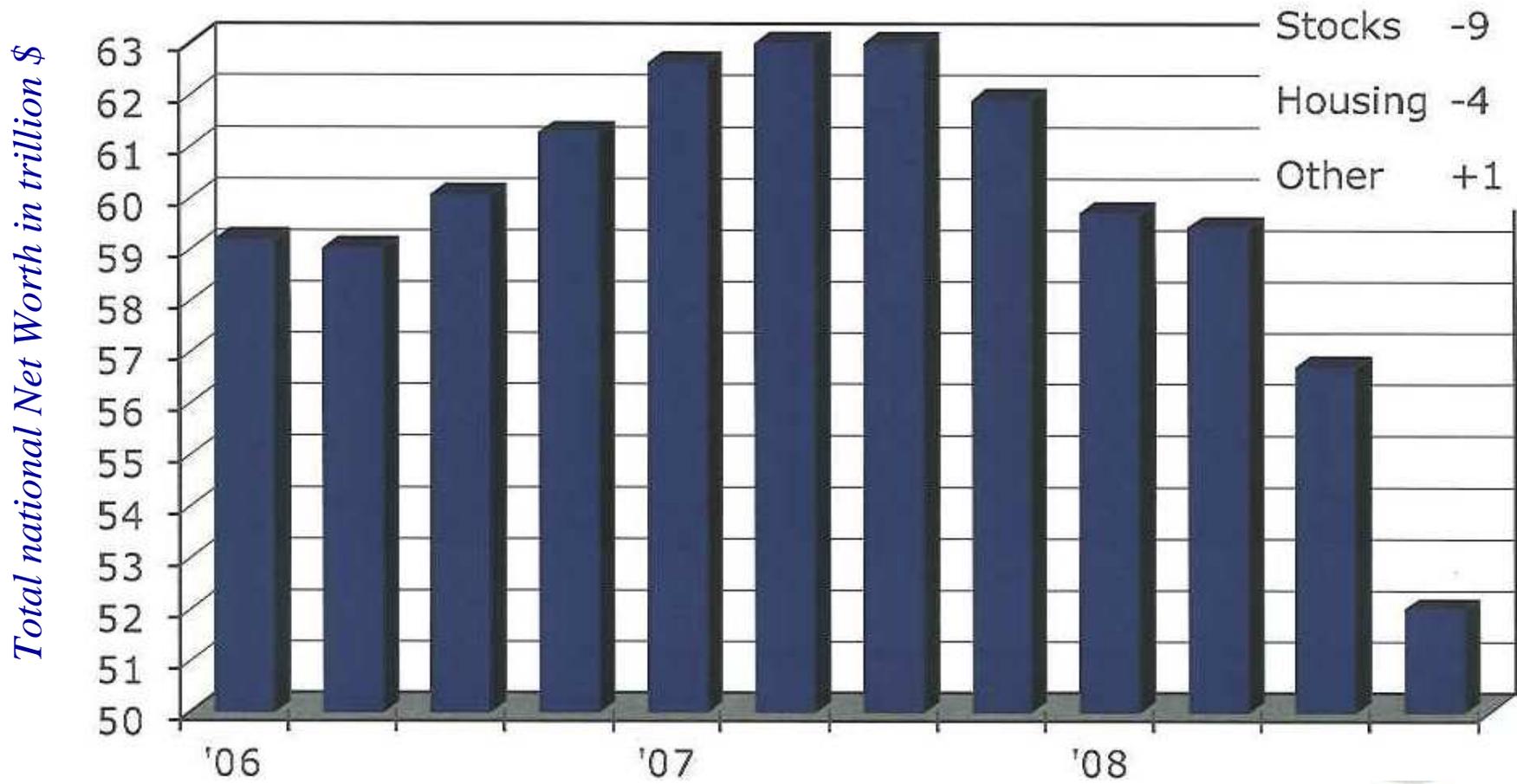
The Majority of States are in Recession



Moody's assessment is based on four key indicators used by the National Bureau of Economic Research: employment, industrial production, retail sales adjusted for inflation and income to develop a composite indicator. A state is considered to be in recession if that indicator falls for six months or longer. An area is "at risk" if it has declined for three months.



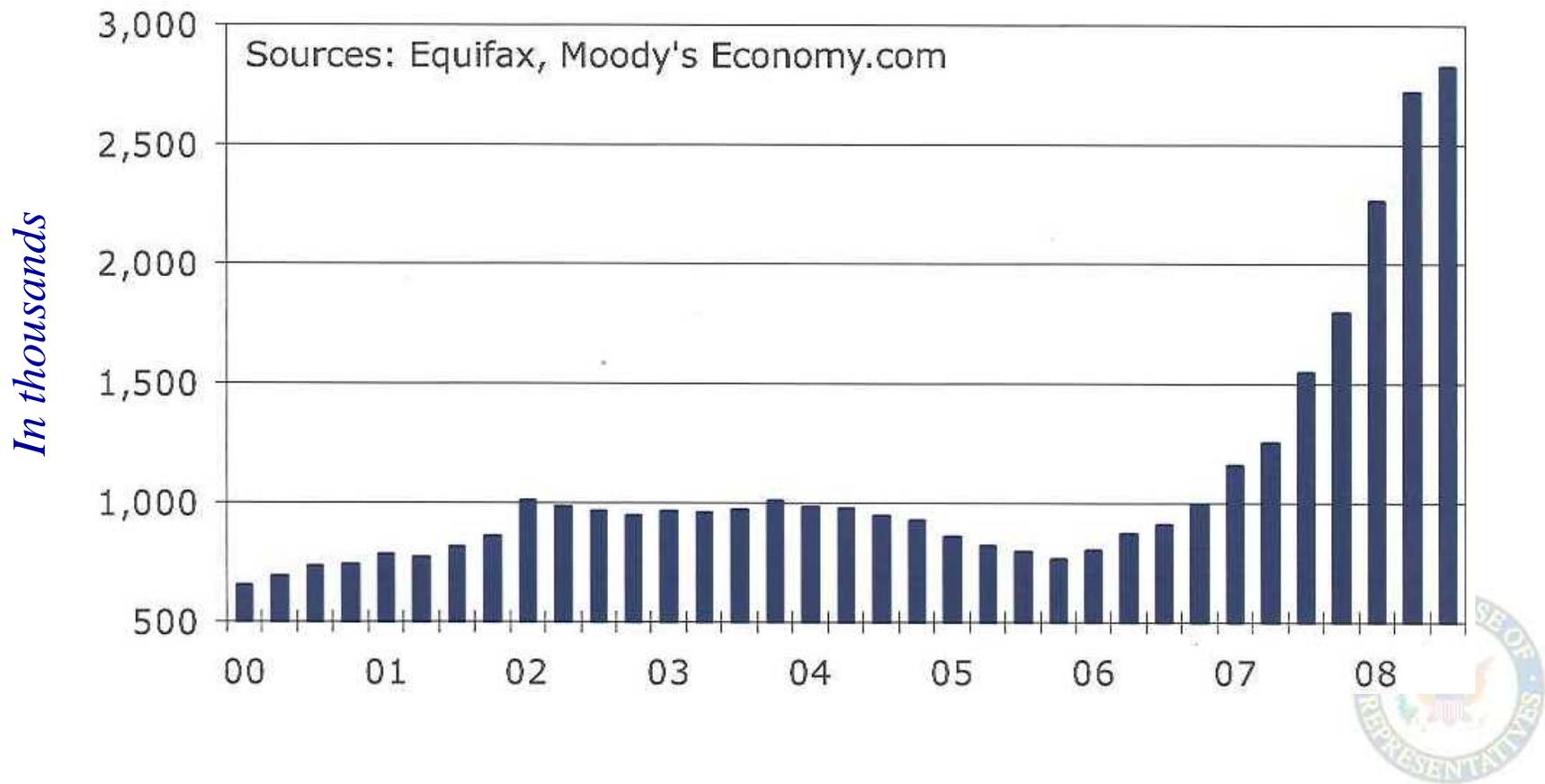
National Household Net Worth is on a Steep Decline



Source: Federal Reserve

Foreclosures continue to rise nationally

First mortgage loan defaults

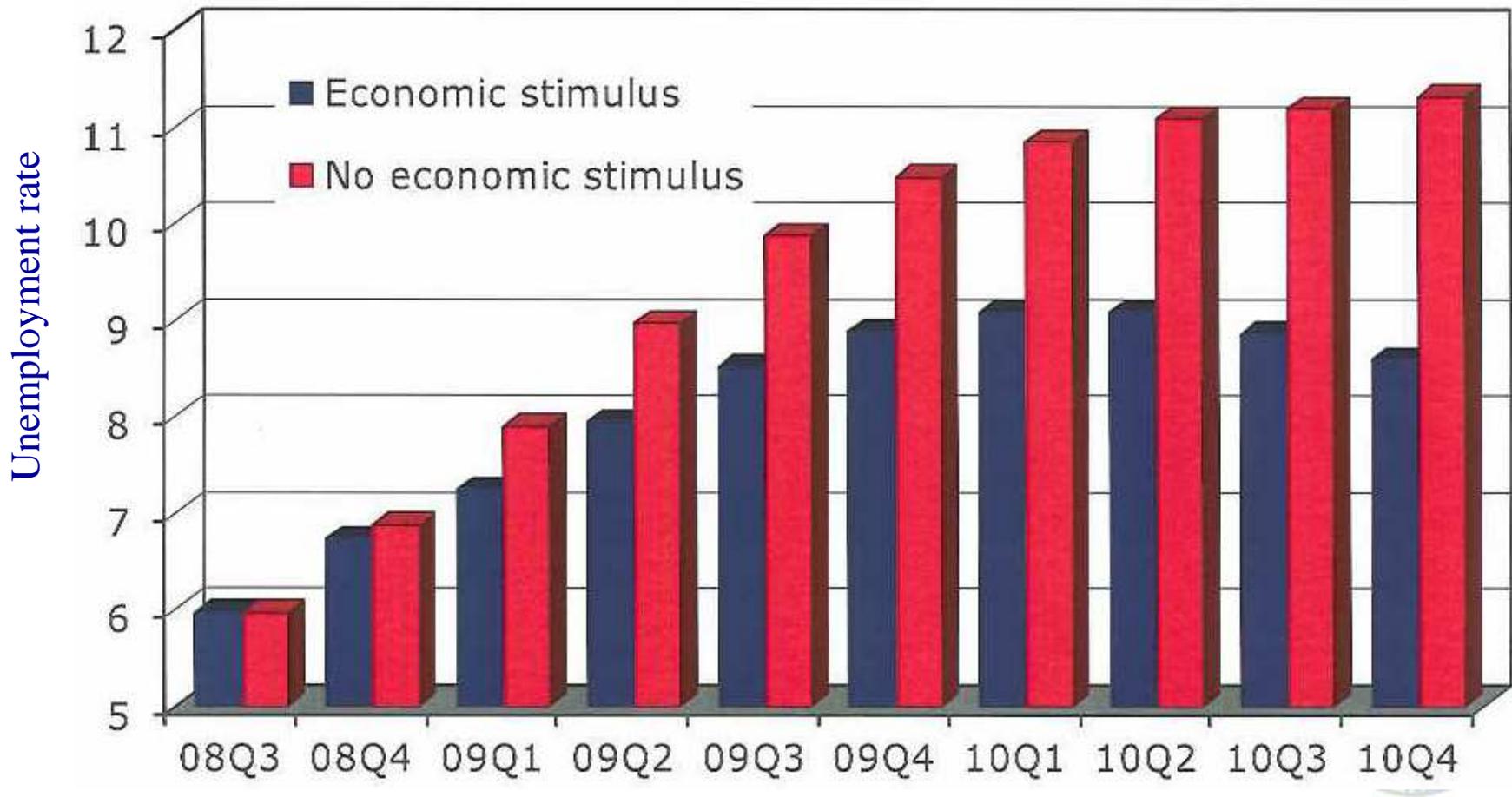


Obama's American Recovery and Reinvestment Plan Proposal

- Save at least 3 million jobs; create green jobs
- Invest at least \$750 billion into energy, education, health care, state budget relief and infrastructure.
- Tax cuts & Unemployment Relief
- No earmarks
- Transparency, Accountability and Fiscal Responsibility



Evaluating the Impact of Economic Stimulus Legislation on Unemployment



Source: Moody's Economy.com

Green Energy & Efficiency Investments

- Double alternative energy production in the next 3 years
- Support new energy technologies and jobs
- Modernize 75% of federal buildings
- Improve the energy efficiency of 2 million American homes



Infrastructure Investments

The Transportation & Infrastructure Committee's proposed investments to repair roads, bridges and schools and eliminate the backlog of ready-to-go projects would be funded through block grants to the states and direct federal investment.

Highways and Bridges	\$30.25 billion
Transit	\$12 billion
Rail	\$5 billion
Aviation	\$5.25 billion
Environmental (Clean Water, etc.)	\$14.275 billion
US Army Corp of Engineers	\$7 billion
Federal Buildings	\$10 billion
Economic Development Admin	\$0.4 billion



Administration of the Stimulus

Below are some of the methods that will be used to distribute economic stimulus funds. The formulas and criteria are still being negotiated.

- Block grants to Arizona State Departments and Agencies
- Community Development Block Grants (CDBG) with fewer federal regulations.
- Existing Federal Programs with Direct Increases in Appropriation Amounts
- Direct allocations to federal agencies (Agriculture, Transportation, Energy, Commerce, Health and Human Services, etc....)



Summary

Arizonans need to maximize our opportunities by working collaboratively and across party lines at the local, state, and federal level.

- Get your project presentations ready – are they:
 - ✓ Green?
 - ✓ Shovel ready?
 - ✓ Job creating?
- Advocate for your projects before the appropriate state legislators and agencies
- Check my website www.giffords.house.gov for up-to-date information on federal economic stimulus legislation

