

Home Prices Continue To Tumble

The S&P Case-Shiller 20-city Home Price Index fell 0.86 percent in May and is down a record 15.78 percent over the past year. While we are still a long way from finding an absolute bottom, the pace of home price declines moderated for the third consecutive month. Miami, Las Vegas and Phoenix posted the biggest drops in May.

When Will Housing Prices Bottom Out?

- The Case-Shiller 10-city composite measures prices in many of the nation's most volatile markets. This price measure surged more during the boom and is falling more during the bust. We expect it to bottom late next year or in early 2010.
- For more information on housing prices, see our recent special report: [How Far Will Housing Prices Fall?](#)

Prices Are Down From Their Peak Across The Board

- Prices have fallen in all 20 cities in the Case-Shiller index. Most of the largest declines are in formerly booming markets in Florida, California, Nevada and Arizona.
- Price declines are becoming less severe. Both the composite 10- and 20-city indices moderated over the past three months. The drops are still substantial, however, and unlikely to end soon.

