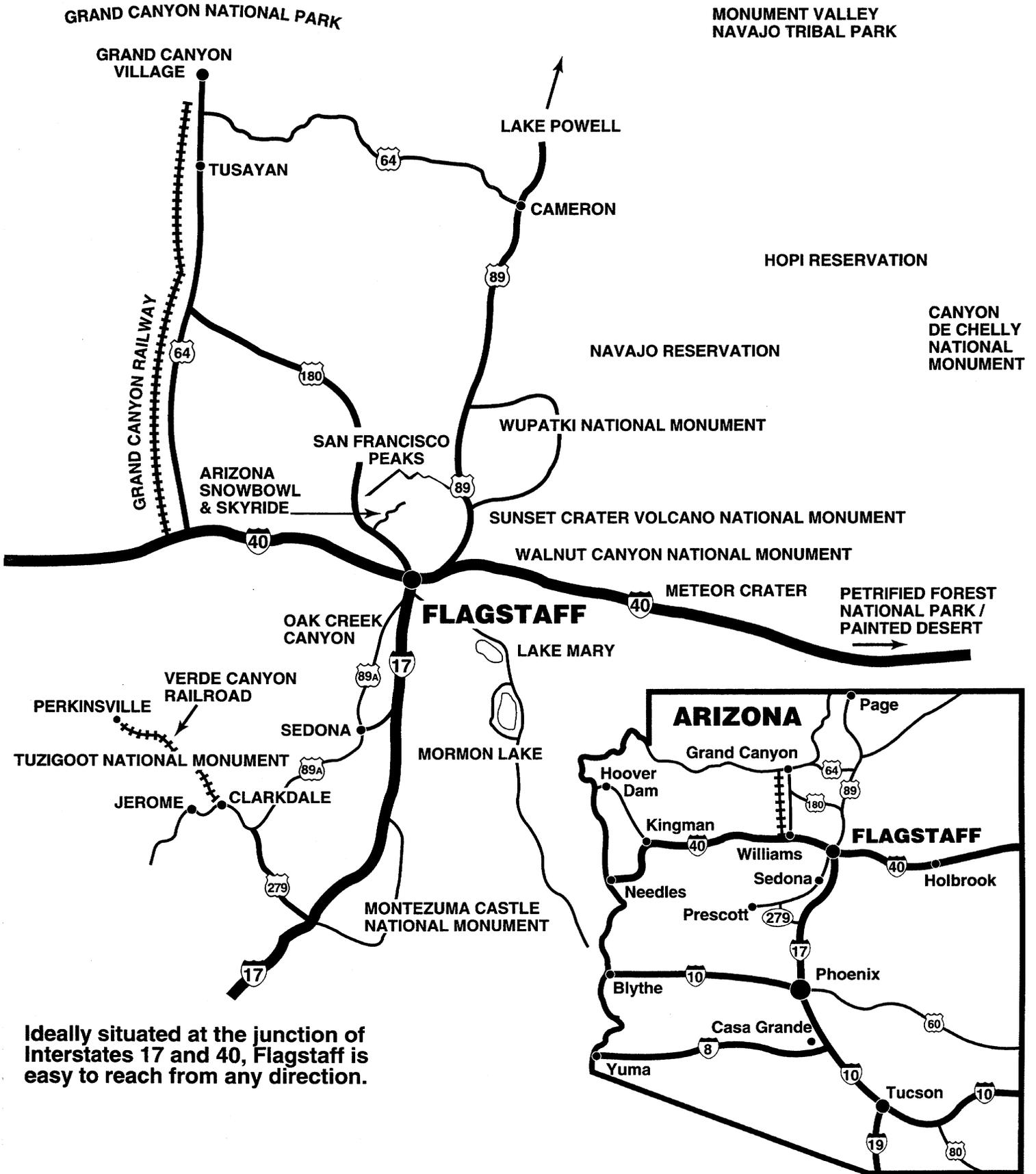


Flagstaff Arizona



Ideally situated at the junction of Interstates 17 and 40, Flagstaff is easy to reach from any direction.

Flagstaff Community Profile

Flagstaff, Arizona is located at the intersection of Interstate 17 and Interstate 40, and is the largest city in Northern Arizona. The city is also the regional center and county seat for Coconino County, the second largest county in the 48 contiguous states. The City of Flagstaff, becoming a town in 1894, incorporated as a city in 1928, and currently comprising of just over 64 square miles, is nestled at the base of the San Francisco Peaks and surrounded by one of the largest pine forests on earth. Flagstaff drew its name from a very tall pine tree made into a flagpole in 1876 to celebrate our nations centennial. At nearly 7,000 feet, Flagstaff is also one of the highest elevation cities in the United States. The city is a year-round mecca for visitors and many Arizonans maintain second homes here.

History

In 1855 Lieutenant Beale, in surveying a road from the Rio Grande in New Mexico to Fort Tejon in California, passed over the spot where Flagstaff now stands. While camping at the Eastern extremity of the present town, the lieutenant had his men cut the limbs from a straight pine tree in order to fly the United States flag.

The town's first recognized permanent settler, Thomas F. McMillan, arrived in 1876 and built a cabin at the base of Mars Hill. During the 1880's Flagstaff began to grow, opening its first post office and welcoming the booming railroad industry. The town had timber, sheep and cattle and by 1886 Flagstaff was the biggest city on the main line between Albuquerque and the West Coast.

In 1894, Dr. Percival Lowell chose Flagstaff, due to its great visibility, as the site for the now famous Lowell Observatory. Thirty-six years later, Pluto was discovered through the observatory's telescopes. The Arizona Teacher's College began in 1899, later becoming Northern Arizona University (1966). During the 1920's, Route 66 was built and passed right through town making Flagstaff a popular tourist stop. Flagstaff was incorporated as a city in 1928.

Today, Flagstaff is a community rich with cultural diversity, beauty and history, as well as amazing educational, recreational and scientific opportunities.

Weather

Flagstaff enjoys four distinct seasons. Moderate summer temperatures average twenty degrees less than Phoenix, and are punctuated with afternoon rain showers in July and August. The winter brings an average annual snowfall of 99.5 inches, much to the enjoyment of skiers, ice skaters and snowboarders. As the snow thaws into spring, blooming wildflowers are abundant and fragrant along Flagstaff's many hiking trails. Autumn is highlighted with the changing of the aspen leaves that transform the surrounding mountains into a golden tapestry of color. Flagstaff averages 283 days without precipitation each year, so it is not

surprising that our residents love the great outdoors, and the mild climate encourages year-round outdoor activities.

Month	Average Temperature		Average Precipitation
	Daily Max.	Daily Min.	
January	42.6	15.9	1.97
February	45.2	18.0	2.07
March	49.9	21.8	2.21
April	58.1	27.1	1.29
May	67.7	33.8	0.69
June	78.0	41.1	0.49
July	81.8	50.3	2.46
August	79.1	49.1	2.87
September	73.9	41.3	1.97
October	63.6	31.0	1.60
November	51.0	22.0	1.75
December	43.7	16.4	1.96
Year (average)	61.2	30.7	21.34

Source: Western Regional Climate Center (Jan. 1950-Dec. 2004)

Economic Information

Flagstaff is a governmental, educational, transportation, cultural and commercial center. Government is one of the largest employment sectors. Tourism is also a large employer as the city sees over 5,000,000 visitors a year. In addition, the City houses Northern Arizona University and other scientific and high tech research and development industries.

NAU, the largest employer in the City, has a major economic impact annually. The campus is used year-round and hosts many professional athletes, e.g., Arizona Cardinals and Phoenix Suns, and Olympic athletes that choose Flagstaff as training site because of the climate, altitude, and available facilities. The University, in partnership with the City of Flagstaff and the State of Arizona, has institutionalized this with the development of the High Altitude Sports Training Center. The Center invites athletes worldwide to train at our 7,000 feet elevation, which has proven to offer a competitive advantage. The Center offers facilities, health assessments, and other services to these international athletes.

Population	1990	2000	2004
Flagstaff	45,857	52,894	61,270
Coconino County	96,591	116,320	129,570
Arizona	3,665,228	5,130,632	5,832,150

Sources: Arizona Department of Economic Security and U.S. Census Bureau

Five business and industrial parks are situated with excellent access to the Interstates (I-40 and I-17). One additional site resides within 15 miles of the City limits. Major manufacturers include W.L. Gore & Associates (of Gortex renown), manufacturer of medical equipment; Nestle Purina Petcare Products, manufacturer of pet

food; SCA Tissue, manufacturer of tissue paper; and Joy Cone, manufacturer of ice cream cones.

Business Licenses	June 2005
Misc. Retail	1,934
Construction Contracting	1,713
Service Related (Business Licenses)	1,462
Rentals	799
Home Furnishings	418
BBB	381
Auto Sales, Parts, etc.	336
Advertising, Publishing, and Printing	162
Food Stores	156
Building Materials	131
Franchise Accounts	114
Clothing Stores	77
Drug and Liquor Stores	18
General Merchandising Stores	15
Total	7,716

Source: City of Flagstaff, Tax, Licensing, and Revenue Division

Total sales generated by Flagstaff businesses reached \$2.75 billion in FY 2005.

Tourism is a year-round industry attracting skiers in the winter, vacationers in the summer, and sightseers viewing the aspen turning gold in the fall. Non-city residents provided an estimated 50% of the sales tax revenue. The City has 381 licensed businesses generating BBB tax revenues (an additional 2% sales tax).

Major private employers in the Flagstaff area are Nestle Purina, W. L. Gore & Associates, SCA Tissue, Sturmer and Klien, Walgreens Distribution, and Joy Cone. Major public employers in the Flagstaff area are Coconino County, Northern Arizona University, City of Flagstaff, Flagstaff Unified School District, and the U.S. Forest Service.

Labor Force Data	1990	2000	2004
(Annual Average)			
Civilian Labor Force	26,111	34,589	37,051
Unemployed	1,604	1,582	1,773
Unemployment Rate	6.1%	4.6%	4.8%

Source: Arizona Department of Economic Security

Growth Indicators	1990	2000	2004
Business Licenses	4,000 (est.)	5,440	7,475
Retail Sales	631,835,742	1,238,195,104	1,593,931,781
Primary Net Assessed Value	223,050,141	399,244,815	488,393,289

Sources: AZ Department of Revenue; City of Flagstaff

Education

Flagstaff Unified School District #1 has 9 elementary schools, 3 middle schools, 2 alternative schools, 5 magnet schools, and 3 high schools. In addition to the public school system, there are 10 charter schools run

by private parties. These schools provide educational opportunities for children in kindergarten to high school. The schools specialize in everything from specific learning styles to programs focused on the Arts.

Coconino County Community College offers 33 associate degrees, 29 certificate programs, continuing education, and special programs for small businesses. In the fall of 2004, enrollment was 4,380 students (3,540 of which were enrolled at the two Flagstaff campus).

Flagstaff's commitment to education is enhanced by Northern Arizona University's contribution to the community. Established in 1899, NAU is one of Arizona's three state universities. In the fall of 2004, NAU offered 95 Bachelor, 47 Master, 8 Doctorate, and 1 Professional degrees along with 30 Undergraduate and 12 Graduate certificates. Top enrollment for its 19,147 students (12,980 of which were enrolled at the Flagstaff campus) are Elementary Education, Business Preparation, Hotel & Restaurant Management, Criminal Justice, and Psychology.

Cultural Opportunities and Scenic Attractions

Flagstaff serves as the cultural hub of Northern Arizona. Because arts and cultural activities enhance the quality of life and have an economic impact, the City supports these endeavors. Funding support for these activities comes from the Bed, Board and Booze tax, and the General Fund. The Arts and Science Commission will disburse these funds. Throughout the year, there are art shows, festivals, live theater performances, and Native American arts and crafts exhibits to satisfy the most ardent enthusiast.

The Flagstaff Symphony Orchestra is a non-profit corporation dedicated to bringing world-class musical performances to their audiences, and to providing innovative programs in music education for youth across northern Arizona. The FSO conducts six concerts from September through April form the core of the Symphony's season, with additional Young People's Concerts for children in the Flagstaff Unified School District, and a Lollipop concert in December for families with young children. Regular concerts are held in 1500-seat Ardrey Auditorium on the campus of Northern Arizona University.

Lowell Observatory was founded in 1894 by Boston mathematician Percival Lowell. Best known for the discovery of Pluto, Lowell Observatory is also where astronomer V.M. Slipher gathered the first evidence that the universe is expanding. The Observatory also maintains a vigorous education and outreach program, headquartered in the Steele Visitor Center on Mars Hill. Each year, about 70,000 people visit the Observatory to learn about astronomy by participating in multimedia programs, private and school programs, special events, and other educational activities. The Observatory offers daily-guided tours and evening programs.

The Museum of Northern Arizona offers internationally recognition exhibits in archeology, ethnology, geology, biology, and fine art of the Colorado Plateau. Four especially notable exhibitions, which attract national and international visitors, include the annual Zuni, Hopi, Navajo, and Hispanic Exhibitions with contemporary and traditional pottery, weaving, jewelry, and sand paintings, as well as native artist demonstrations and traditional dance.

Known as the “City of Seven Wonders,” Flagstaff attracts millions of tourists each year due to its easy access to such scenic destinations as the Grand Canyon, Sunset Crater, Oak Creek Canyon, Meteor Crater, Walnut Canyon, Wupatki National Monument, and the San Francisco Peaks.

Community Facilities

Flagstaff offers a wide range of community and cultural facilities, including:

City Recreational Facilities:		Other Facilities:	
Recreation Centers	3	Museums	5
Parks-Developed	27	Art Galleries	12
Parks-Undeveloped	4	Libraries	3
Tennis Courts	17	Swimming Pools	2
Racquetball Courts	4	Bowling Alleys	1
Ramadas	11	Symphony Orchestra	1
Softball/Baseball Fields	17	Ski Resort	1
Ice Rink/Activity Center	1	Movie Screens	12
Playgrounds	20		
Skate Tracks	2		
Soccer Fields	4		
Disc Golf Course	2		
Basketball Courts	19		
Volleyball Courts	6		
Horseshoe Courts	12		
Off Leash Areas-Bark Parks	2		

Transportation

Flagstaff is a major crossroads for the west. Interstates 17 and 40 provide road access to major west coast markets, including San Francisco, Las Vegas, Albuquerque, El Paso, Los Angeles, San Diego, parts of Mexico, and of course, Phoenix and Tucson. US Highway 89 provides access to the states north of Arizona and Highway 180 provides access to the Grand Canyon.

Approximate Drive Times from Flagstaff:	
Grand Canyon, AZ	2 Hours
Lake Powell, AZ	3 Hours
Nogales, AZ	4 1/2 Hours
Phoenix, AZ	2 1/4 Hours
Sedona, AZ	1 Hour
Tucson, AZ	3 1/2 Hours
Albuquerque, NM	5 Hours
El Paso, TX	9 Hours
Las Vegas, NV	4 Hours
Los Angeles, CA	7 1/2 Hours

Burlington Northern Santa Fe Railway serves the city of Flagstaff with more than 100 trains passing through town daily. Amtrak also services Flagstaff twice daily connecting with Los Angeles and Chicago. Bus services are available for within the city (Mountain Line), intra and interstate (Greyhound), and several tour guide companies provided service around Northern Arizona. In addition, there are several taxicab companies.

Flagstaff Pulliam Airport, located four miles south of downtown Flagstaff on I-17, provides frequent daily flights to and from Phoenix Sky Harbor International Airport, where national and international connections can be made.

Additionally, the City is committed to the development of a non-motorized urban trail network (FUTS), which will interconnect virtually all areas of the City when completed and will serve as an important transportation element as well as a recreation amenity. The current draft of the proposed City/County regional plan shows an estimated 55 miles of FUTS. The City has completed approximately 32.8 miles to date.

Medical

Flagstaff has an extensive array of medical facilities and resources in the areas of traditional, integrative and alternative healthcare. Flagstaff Medical Center is the Northern Arizona Regional referral center for trauma, cancer, rehabilitation, cardiac care, high-risk maternal/fetal, MRI/CT scan, and more. More than 148 physicians are on active staff at the hospital, representing 36 medical specialties.

Recreation

The City is surrounded within and without by coniferous forests, which allow for an array of outdoor sports and camping and backpacking opportunities. Downhill skiers enjoy 32 runs down the San Francisco Peaks, just 14 miles from downtown Flagstaff. Groomed trails at a nordic center provide over 40 kilometers of cross-country skiing. Endless miles can be skied on the hundreds of miles of forest service roads. Flagstaff even sponsors the annual Winter Festival that includes dog sled races.

Hikers, joggers, and mountain bikers will find miles of trails, which range from gentle grades to extremely difficult terrain. The outdoor sportsman will find opportunities for hunting and fishing. The individual committed to an exercise routine, which includes running, or walking will find a 2-mile track complete with a 20-station Vita Course at Buffalo Park, a woodland area atop a mesa with spectacular views of the San Francisco Peaks.

For those who enjoy organized team sports, the City has adult and youth leagues for softball, baseball, basketball, soccer, ice hockey, and volleyball throughout the year. Additional recreation amenities include the skateboard park and disc golf course, which provide year-round recreational opportunities.

Environmental Focus

Flagstaff citizens realize that the quality of life enjoyed in this mountain community is intricately related to the preservation of our environment. The City has dedicated considerable resources to a variety of environmental issues and local conservation efforts. The Environmental Services Division works to ensure that all residents of Flagstaff are provided with a clean, safe, and ecologically sound environment. More specifically, the programs are focused on waste management strategies that emphasize waste reduction and recycling, composting, and environmentally sound landfill management to meet the City's long-term disposal needs. In addition, several new programs are embracing the concepts of sustainability, restoration, conservation and participation., such as renewable energy and fuels, Brownfield Land Recycling, and sustainable building.

Water conservation programs include a reclaim water treatment plant and related distribution lines to transport water to large irrigation water users, as well as a low-flow toilet rebate program. The city initiated a year round water use policy that restricts the times and day outside irrigation is allowed. The toilet rebate program has been extended to commercial and industrial users as well as residential customers. In addition, the city is considering incentives for installation of waterless urinals, hot water re-circulators, turf reduction, washing machines and pre-rinse spray valves. The City has also initiated a program for the use of rain barrels. Additionally, the City provides funding support to not-for-profit organizations such as the Resource Center for Environmental Education and the Museum of Northern Arizona.

City of Flagstaff, Arizona Principal Taxpayers Tax Year 2004			
Taxpayer	Type of Business	Net Assessed Valuation	As a Percentage of the City Total Secondary Assessed Valuation
Arizona Public Service Company	Utility	\$ 10,357,999	2.06%
W L Gore & Associates Inc.	Manufacturer	9,724,306	1.94%
Qwest Corporation	Utility	9,633,860	1.92%
Tucson Electric and Power Co. (T&D)	Utility	6,487,177	1.29%
Little America Refining Co.	Hotel/Tourism	4,218,039	0.84%
Ralston Purina	Manufacturer	3,840,863	0.77%
Flagstaff Mall Associated Ltd. Partnership	Shopping Center	3,250,000	0.65%
SACO Management Inc.	Property Management	2,369,850	0.47%
Flagstaff Medical Center	Health Care	2,292,480	0.46%
Cone Company George & Thomas DBA	Manufacturing	3,155,380	0.63%
Total Principal Taxpayers		55,329,954	11.03%
Other Taxpayers		446,325,486	88.97%
Total Secondary Assessed Valuation		\$ 501,655,440	100.00%

Source: Arizona Department of Revenue, Central Information Services

**City of Flagstaff, Arizona
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years**

Tax Year	City	School District	Community College	County	State	Total
1995	2.0823	6.3778	0.3706	1.1622	0.4700	10.4629
1996	1.7983	6.7903	0.3728	1.1472	0.4700	10.5786
1997	1.8283	6.5237	0.3784	1.1386	-	9.8690
1998	1.7127	6.6634	0.3869	1.1168	-	9.8798
1999	1.7127	6.5477	0.3952	1.1094	-	9.7650
2000	1.7127	6.5585	0.5947	1.1444	-	10.0103
2001	1.7127	6.6885	0.5724	1.1336	-	10.1072
2002	1.7127	6.6741	0.5717	1.0951	-	10.0536
2003	1.7127	6.7590	0.5809	1.1941	-	10.2467
2004	1.7127	6.3679	0.5775	1.2369	-	9.8950

Note: Tax rates are per \$100 assessed valuation.

**City of Flagstaff, Arizona
Sales Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years**

June 30	City Sales Tax	City Transportation Tax	City BBB Tax	County Sales Tax	State Sales Tax	Total
1996	1.0000	-	2.0000	0.5000	5.0000	8.5000
1997	1.0000	-	2.0000	0.5000	5.0000	8.5000
1998	1.0000	-	2.0000	0.8000	5.0000	8.8000
1999	1.0000	-	2.0000	0.8000	5.0000	8.8000
2000	1.0000	-	2.0000	0.8000	5.0000	8.8000
2001	1.0000	0.5100	2.0000	0.8000	5.6000	9.9100
2002	1.0000	0.5745	2.0000	0.8000	5.6000	9.9745
2003	1.0000	0.5745	2.0000	0.9250	5.6000	10.0995
2004	1.0000	0.6010	2.0000	0.9250	5.6000	10.1260
2005	1.0000	0.6010	2.0000	0.9250	5.6000	10.1260

**City of Flagstaff, Arizona
Miscellaneous Statistics**

Date of Incorporation
May 26, 1894

Date Charter Adopted
October 3, 1958

Date of Latest Charter Amendment
June 29, 1998

Form of Government
Council, City Manager

Area - Square Miles
June 2005 - 64.66

Infrastructure

Miles of Streets	213.72
Miles of Alleys	10.15
Miles of Sidewalks	152.40
Miles of Waterlines	365.03
Miles of Reclaim Waterlines	14.77
Miles of Sewer	
Storm	41.96
Sanitary	247.21
Number of Street Lights	2,980
Number of Fire Hydrants	2,539
Number of Manholes	6,402

Employees as of June 30, 2004

Merit System	545
Exempt	134
Temporary	214
Elected Officials	7
Total Payroll for the Year Ending 2004:	\$ 33,653,013

Fire Protection

Number of Stations	6
Number of Employees (FTE)	97.75

Police Protection

Number of Employees (FTE)	160
Number of Calls for Service per	
Annual Report-12/31/05	55,464
Ave. Patrol Officers for 24 hour period	19.5
Vehicular Patrol Units	26
Coconino County Jail Prisoner Capacity	562

Pulliam Airport

Fixed Base Operators	1
Locally Based Aircraft	130
Tiedowns	18
Enclosed Hangars	61
Open Hangars	48

Elections

Last Municipal Election May 2004	
Number of Registered Voters	29,068
Number of Votes Cast	11,650
% of Registered Voters that Voted	40.08%
Last Special Election May 2005	
Number of Registered Voters	28,704
Number of Votes Cast	17,182
% of Registered Voters that Voted	59.86%

Parks and Recreation

Number of Developed Parks	27
Number of Un-developed Parks	4
Park Acreage	702.34
Flagstaff Urban Trail System-Miles	33.83

Number of Other Facilities:

Recreation Centers	3
Tennis Courts	17
Racquetball Courts	4
Ramadas	11
Softball/Baseball Fields	17
Ice Rink/Activity Center	1
Playgrounds	20
Skate Tracks	2
Soccer Fields	4
Disc Golf Course	2
Basketball Courts	19
Volleyball Courts	6
Horseshoe Courts	12
Off Leash Areas-Bark Parks	2
Swimming Pools (School Owned)	2

Education

Number of Schools:

Public Elementary	9
Public Middle School	3
Public High School	3
Alternative Schools	2
Magnet Schools	5
Charter Schools	10
Private Schools	6
Community College (Coconino)	1
University (Northern Arizona)	1

Number of Students (Fall 2004):

Flagstaff Unified School District	11,547
Charter	1,527
Private (Fall 2001)	315
Northern Arizona University	
Flagstaff Campus	12,980
All Locations	19,147
Coconino Community College	
Flagstaff Campuses (2)	3,540
All Locations	4,380

**City of Flagstaff, Arizona
Miscellaneous Statistics**

Sales Tax		
Retail Sales Last 10 Fiscal Years:		
2004	\$	1,593,931,781
2003		1,458,775,346
2002		1,404,232,492
2001		1,324,735,136
2000		1,238,195,104
1999		1,117,197,604
1998		1,065,133,746
1997		1,016,570,260
1996		965,100,588
1995		905,801,130
Total Sales Tax Revenue for Fiscal Year 2004		
	\$	11,544,443

Utility Enterprise	
Total Active Accounts on June 30, 2005	
Water	17,872
Average Gallons/Household/Month	5,488
Plants Capacity (Million Gallons per Day):	
Water Treatment Plant	7
Reservoir Filtration Plant	2
Wildcat Hill Plant	6
Rio de Flag Reclaim Plant	4
Wells	24
Reservoirs	8
Reclaimed Reservoirs	1

Population		
Census Population Count-Last Five Censuses:		
2004**		61,270
2003**		61,030
2002**		59,160
2001**		57,700
2000		52,894
1995*		52,701
1990		45,854
1985*		38,247
1980		34,743
*Special Census		
**Estimate		

2000 Census Information:		
Age Distribution of Population for Urbanized Areas Only		
1-4 Years		3,546
5-17 Years		9,288
18-24 Years		11,487
25-44 Years		16,111
45-64 Years		8,309
65+ Years		4,153
		<u>52,894</u>
Number of Housing Units		
		21,396
Average Persons per Housing Unit		
		2.59
Average Family Size		
		3.13
Median Household Income		
	\$	37,146
Per Capita Income (2000)		
	\$	18,637

2000 Census information available at the following websites:
<http://www.census.gov/census2000/states/az.html>
<http://www.de.state.az.us/links/economic/webpage/index.html>

**City of Flagstaff, Arizona
Bonded Debt
Interest/Coupon Rate by Issue and Year**

Fiscal Year	1991 CAB's Sewer	1992 Revenue Street and Highway	1997 G.O. Public Safety, Parks, Water	1999 Special Assessment Bow & Arrow	2001 G.O. Parks & Rec
2006	6.300	-	4.800	4.900	-
2007	6.750	-	-	4.900	-
2008	-	9.500	-	4.900	4.375
2009	-	7.750	-	4.900	4.500
2010	-	5.900	-	4.900	4.500
2011	-	5.900	-	-	4.500
2012	-	5.500	-	-	4.500
2013	-	-	4.500	-	4.650
2014	-	-	-	-	4.750
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2018	-	-	-	-	-
2020	-	-	-	-	-

Fiscal Year	2001 G.O. Water, Sewer Airport	2001 Certificates of Participation USGS	2003 G.O. Parks, Water	2003 Revenue Street and Highway	2003 Revenue 4th Street
2006	3.625	4.000	3.000	3.000	2.250
2007	5.000	4.000	3.000	3.000	2.250
2008	5.000	4.150	3.250	3.250	5.000
2009	5.000	4.350	3.250	3.250	3.000
2010	-	4.550	3.250	-	3.250
2011	-	4.550	3.250	-	3.750
2012	-	4.600	3.250	-	4.000
2013	-	4.625	3.250	-	4.000
2014	-	4.750	-	-	4.000
2015	-	4.750	-	-	4.000
2016	-	4.750	-	-	5.000
2017	-	-	-	-	5.250
2018	-	-	-	-	5.250
2018	-	-	-	-	5.250
2020	-	-	-	-	5.250

City of Flagstaff, Arizona
Percent of Net General Bonded Debt to Secondary Assessed Value
and Net General Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Population (1)	Secondary Assessed Value (2)	Gross Bonded Debt	Less Current Portion	Net Bonded Debt	Percent of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1995	52,701 *	284,954,647	44,029,701	4,270,000	39,759,701	14%	754.44
1996	53,966	294,100,721	39,830,151	3,595,000	36,235,151	12%	671.44
1997	55,885	310,066,911	53,809,898	4,371,000	49,438,898	16%	884.65
1998	58,145	340,743,258	49,470,273	4,170,000	45,300,273	13%	779.09
1999	59,945	362,625,557	45,333,746	4,465,000	40,868,746	11%	681.77
2000	52,894 **	385,566,202	40,904,461	4,405,000	36,499,461	9%	690.05
2001	57,700	408,592,733	36,537,570	2,805,000	33,732,570	8%	584.62
2002	59,160	429,030,400	36,873,231	2,888,505	33,984,726	8%	574.45
2003	61,030	464,257,886	34,012,849	3,570,000	30,442,849	7%	498.82
2004	61,270	501,655,440	30,967,902	3,920,000	27,047,902	5%	441.45

(1) Arizona Department of Economic Security projected population increases except 1995 and 2000, which are official census figures.

(2) From County Assessors Office.

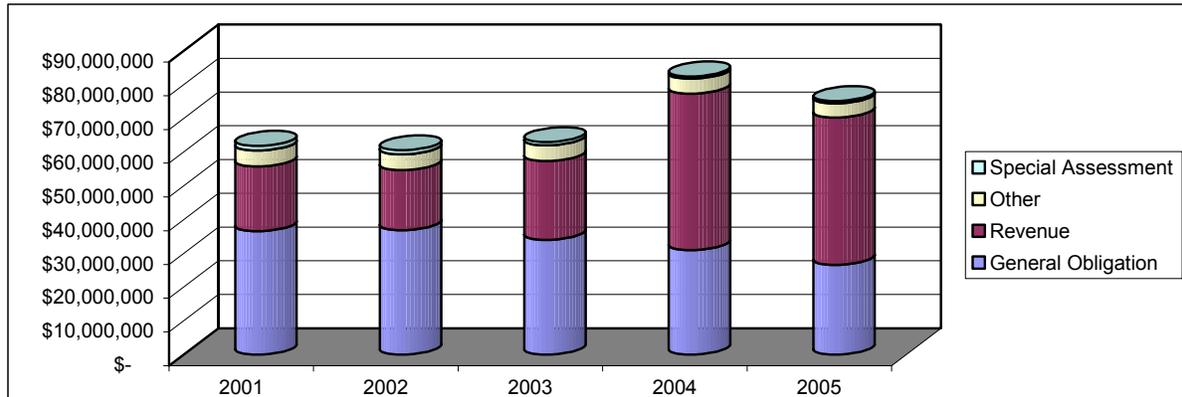
* 1995 Special Census.

** Census estimates exceeded actual 2000 census results.

FY2000 adjusted to reflect population per U.S. Census official results

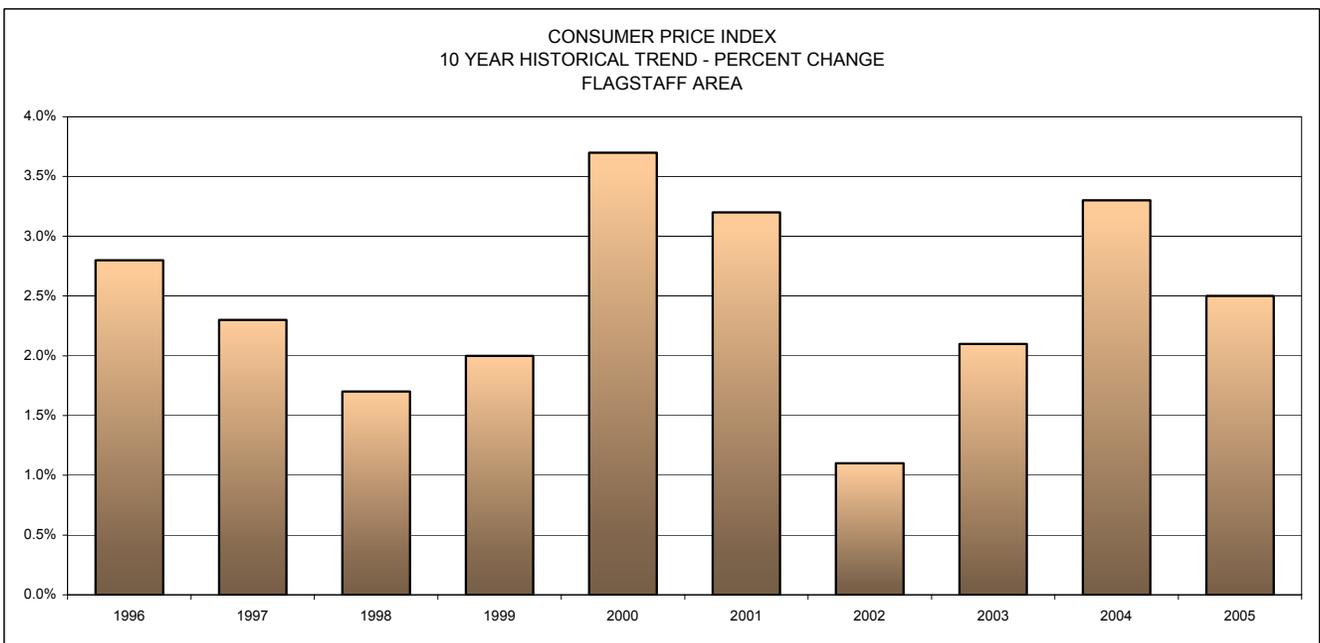
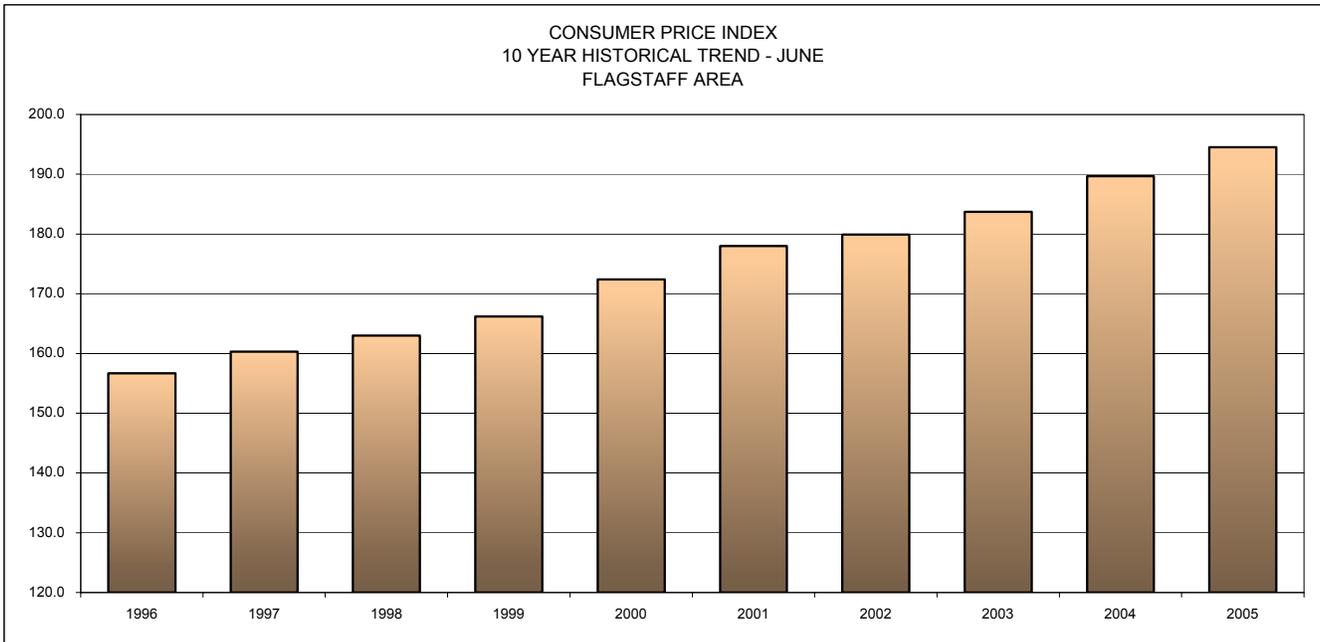
City of Flagstaff, Arizona
Total Bonds Payable
Last Five Fiscal Years

	2001	2002	2003	2004	2005
General Obligation	\$ 36,537,570	36,873,231	34,012,849	30,937,849	26,580,000
Revenue	19,180,000	17,760,000	23,295,760	46,327,329	43,660,440
Other	4,700,000	4,700,000	4,700,000	4,445,000	4,180,000
Special Assessment	1,417,000	1,188,000	944,000	685,000	685,000
Total Bonds Payable	\$ 61,834,570	60,521,231	62,952,609	82,395,178	75,105,440



City of Flagstaff, Arizona
United States Consumer Price Index
10-Year Historical Trend - June Versus June
Flagstaff Area, Non-Seasonally Adjusted

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
June	156.7	160.3	163.0	166.2	172.4	178.0	179.9	183.7	189.7	194.5
Percent Change	2.8%	2.3%	1.7%	2.0%	3.7%	3.2%	1.1%	2.1%	3.3%	2.5%



Source: Tax, Licensing, and Revenue Division

