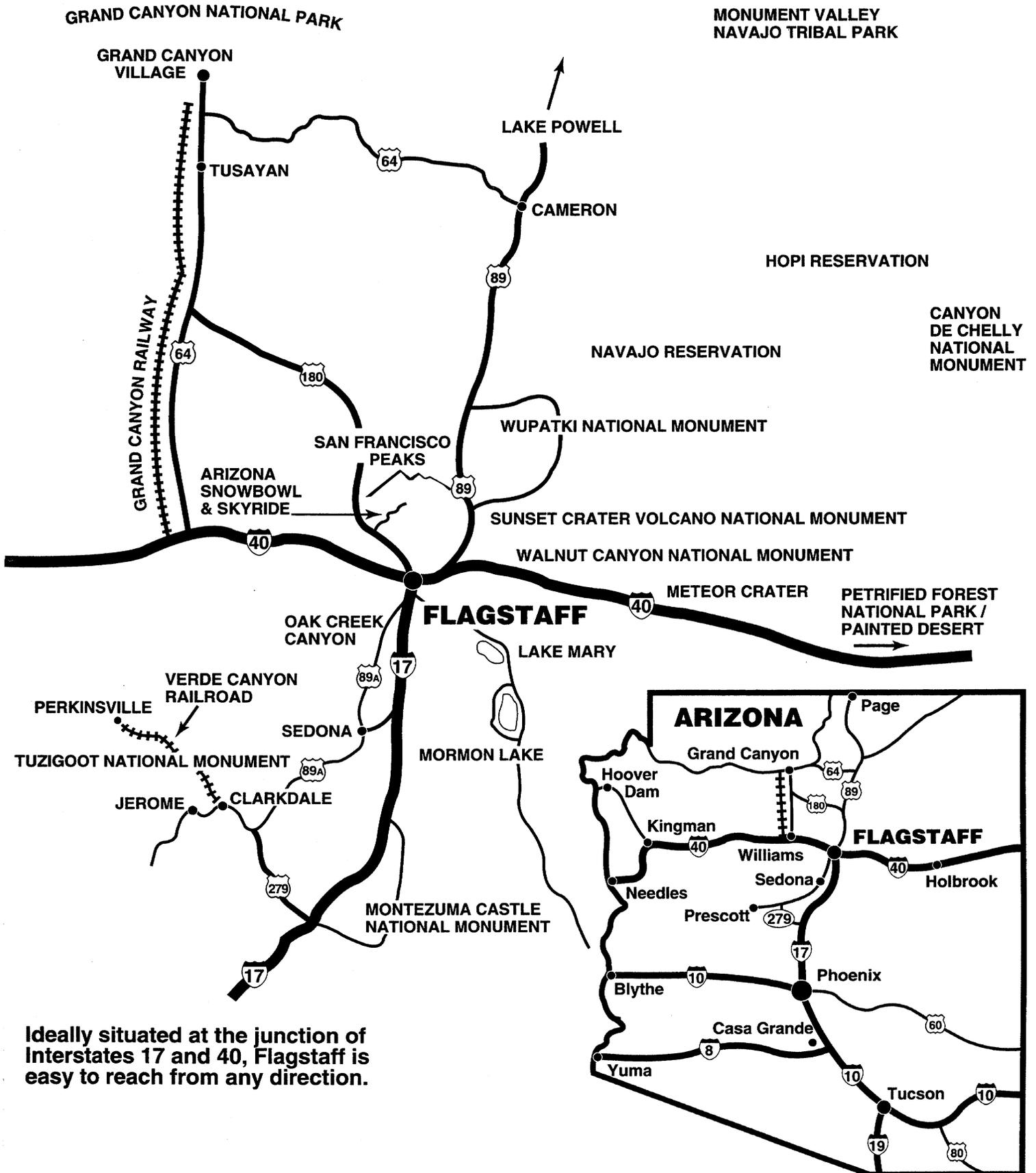


Flagstaff Arizona



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 nation's 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 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 282 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.

Climate Month	Average Temperature		Average Precipitation
	Daily Max.	Daily Min.	
January	42.6	16.0	2.05
February	45.1	18.1	2.10
March	49.9	21.9	2.22
April	58.0	27.1	1.30
May	67.7	33.8	0.68
June	78.0	41.1	0.49
July	81.9	50.3	2.49
August	79.0	49.1	2.88
September	73.8	41.3	1.94
October	63.6	31.0	1.60
November	51.0	22.1	1.73
December	43.7	16.4	1.94
Year (average)	61.2	30.7	21.42

Source: Western Regional Climate Center (Jan. 1950-Dec. 2005)

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	2005
Flagstaff	45,857	52,894	61,185
Coconino County	96,591	116,320	130,530
Arizona	3,665,228	5,130,632	6,044,985

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 2007
Misc. Retail	2,100
Construction Contracting	1,984
Service Related (Business Licenses)	1,966
Rentals	999
Home Furnishings	502
BBB	381
Auto Sales, Parts, etc.	334
Advertising, Publishing, and Printing	152
Food Stores	150
Building Materials	167
Franchise Accounts	111
Clothing Stores	92
Drug and Liquor Stores	18
General Merchandising Stores	16
Total	8,972

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

Total sales generated by Flagstaff businesses reached \$3.30 billion in FY 2007.

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 382 licensed businesses generating BBB tax revenues (an additional 2% sales tax).

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

Labor Force Data	1990	2000	2005
(Annual Average)			
Civilian Labor Force	26,111	34,589	33,929
Unemployed	1,604	1,582	1,236
Unemployment Rate	6.1%	4.6%	3.6%

Source: Arizona Department of Economic Security

Growth Indicators	1990	2000	2006
Business Licenses	4,000 (est.)	5,440	8,972
Retail Sales	631,835,742	1,238,195,104	1,894,126,077
Primary Net Assessed Value	223,050,141	399,244,815	580,848,798

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 and 8

private schools. 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 32 associate degrees and 33 certificate programs, as well as continuing education courses and special programs for small businesses. In the fall of 2006, enrollment was 4,561 students (3,754 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 2006, NAU offered 91 Bachelor, 47 Master, 8 Doctorate, and 1 Professional degrees along with 33 Undergraduate and 17 Graduate certificates. Top enrollment for its 20,562 students (13,443 of which were enrolled at the Flagstaff campus) are Elementary Education, Hotel & Restaurant Management, Business/Management, Criminal Justice, and Counseling-Human Relations.

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 (Flagstaff Cultural Partners disburses these funds) and the General Fund. 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 seven 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 and is 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 will soon be home to the Discovery Channel Telescope scheduled to open in 2007. Lowell 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 permanent and changing exhibits in anthropology, biology, geology, and fine art of the Colorado Plateau. In addition, four festivals that 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.

The Coconino Center for the Arts, operated by the Flagstaff Cultural Partners, serves as the cultural center of the Flagstaff community. The 4000 square foot gallery features diverse rotating exhibitions showcasing local and regional artists, craftspeople, and Flagstaff students. Contemporary fine crafts, western art, and special science programs are also held throughout the year. The intimate 200-seat theater offers musical concerts, readings, theater performances, and other presentations.

The Pine Mountain Amphitheater at Fort Tuthill County Park features outdoor concerts and dance performances from May through September. The events feature local and regional artists, as well as nationally and internationally acclaimed artists.

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	Fairgrounds/Race Track	1
Skate Tracks	2	Outdoor Amphitheater	1
Soccer Fields	4		
Disc Golf Course	2		
Basketball Courts	19		
Volleyball Courts	6		
Horseshoe Courts	12		
Off Leash Areas-Bark Parks	2		
BMX Facility	1		

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 3/4 Hours
Albuquerque, NM	4 1/2 Hours
El Paso, TX	8 Hours
Las Vegas, NV	4 1/4 Hours
Los Angeles, CA	6 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 (FUTS), which will interconnect all areas of the City when completed and will serve as an important transportation element, as well as a recreation amenity. The Flagstaff Regional Land Use and Transportation Plan shows an estimated 100 miles of FUTS. The City has completed approximately 42 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 scans, and more. More than 190 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 the Flagstaff 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.

Sustainability and Environmental Focus

Flagstaff citizens realize that the quality of life enjoyed in this mountain community is intricately related to the balance of societal, environmental, and economic considerations. As a result, the City of Flagstaff has dedicated considerable resources to a variety of sustainability, environmental, and conservation efforts. The Sustainability and Environmental Management Division works to ensure that all residents of Flagstaff are provided with a clean, safe, and ecologically sound community. Programs promote sustainability and

conservation strategies with an emphasis on recycling, anti-litter, waste reduction, safe disposal of hazardous products, environmental compliance, composting, sustainable community planning, climate management, energy efficiency, renewable energy and fuels, brownfield land recycling, and landfill management.

Water conservation programs include a reclaimed water treatment plant and related distribution lines to transport water to large irrigation water users, rebates and incentives, development of xeriscape demonstration gardens, and a year round water use policy that restricts the times and days outside irrigation is allowed. Rebates are offered for qualifying high efficiency toilets, efficient washing machines, hot water re-circulators, and turf removal/xeriscape projects. The City also sells rain barrels to residents. Additionally, an annual AZ Project WET Water Festival occurs in October for all Flagstaff area 4th grade school children. Making the most efficient use of the water we have means we do not have to find additional sources of water as often.

Table IX

City of Flagstaff, Arizona Principal Taxpayers Tax Year 2005			
Taxpayer	Type of Business	Net Assessed Valuation	As a Percentage of the City Total Secondary Assessed Valuation
Arizona Public Service Company	Utility	\$ 11,202,424	2.01%
W L Gore & Associates Inc.	Manufacturer	10,109,600	1.82%
Qwest Corporation	Utility	9,580,227	1.72%
Nestle Purina Petcare Company	Manufacturer	4,171,498	0.75%
Walgreen Arizona Drug Co.	Distribution/Retail	3,867,713	0.69%
Little America Refining Co.	Hotel/Tourism	3,830,418	0.69%
Cone Company George & Thomas DBA	Manufacturing	3,317,484	0.60%
Flagstaff Mall Associated Ltd. Partnership	Shopping Center	3,250,000	0.58%
UniSource Energy Corporation	Utility	2,538,753	0.46%
Woodlands Plaza Hotel LTD Partnership	Hotel/Tourism	2,403,225	0.43%
Total Principal Taxpayers		54,271,342	9.75%
Other Taxpayers		502,409,245	90.25%
Total Secondary Assessed Valuation		\$ 556,680,587	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**

<u>Fiscal Year</u>	<u>City</u>	<u>School District</u>	<u>Community College</u>	<u>County</u>	<u>State</u>	<u>Total</u>
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
2005	1.7127	5.7236	0.5660	1.2212	-	9.2235
2006	1.6627	6.0786	0.5525	1.2010	-	9.4948
2007	1.5929	5.9009	0.5269	1.2010	-	9.2217

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

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

<u>June 30</u>	<u>City Sales Tax</u>	<u>City Transportation Tax</u>	<u>City BBB Tax</u>	<u>County Sales Tax</u>	<u>State Sales Tax</u>	<u>Total</u>
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
2006	1.0000	0.6010	2.0000	0.9250	5.6000	10.1260
2007	1.0000	0.6010	2.0000	1.1250	5.6000	10.3260

**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 2007 - 64.66

Infrastructure

Miles of Streets	227.49
Miles of Alleys	10.15
Miles of Sidewalks	165.84
Miles of Waterlines	385.67
Miles of Reclaim Waterlines	15.7315.7
Miles of Sewer	
Storm	44.17
Sanitary	265.00
Number of Street Lights	3,107
Number of Fire Hydrants	2,743
Number of Manholes	6,906

Employees as of June 30, 2007

Merit System	583
Exempt	148
Temporary	217
Elected Officials	7

Total Payroll for the Year Ending 2007: \$ 39,503,274

Fire Protection

Number of Stations	6
Number of Employees (FTE)	101.75

Police Protection

Number of Employees (FTE)	174
Number of Calls for Service per Annual Report-12/31/06	55,464
Ave. Patrol Officers for 24 hour period	24.3
Vehicular Patrol Units	31
Coconino County Jail Prisoner Capacity	562

Pulliam Airport

Fixed Base Operators	1
Locally Based Aircraft	134
Tiedowns	11
Enclosed Hangars	61
Open Hangars	48

Elections

Last Municipal Election May 2006	
Number of Registered Voters	25,473
Number of Votes Cast	9,445
% of Registered Voters that Voted	37.08%
Last Special Election May 2005	
Number of Registered Voters	28,704
Number of Votes Cast	17,167
% of Registered Voters that Voted	59.81%

Parks and Recreation

Number of Developed Parks	27
Number of Un-developed Parks	4
Park Acreage	704.54
Flagstaff Urban Trail System-Miles	33.82

Number of Other Facilities:

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

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	8
Community College (Coconino)	1
University (Northern Arizona)	1

Number of Students (Fall 2006):

Flagstaff Unified School District	11,254
Charter	1,623
Private (Fall 2004)	576
Northern Arizona University	
Flagstaff Campus	13,443
All Locations	20,562
Coconino Community College	
Flagstaff Campuses (2)	3,754
All Locations	4,561

**City of Flagstaff, Arizona
Miscellaneous Statistics**

Sales Tax

Retail Sales Last 10 Fiscal Years:		
2006	\$	1,894,126,077
2005		1,749,149,158
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
Total Sales Tax Revenue for Fiscal Year 2006		
	\$	14,101,670

Utility Enterprise

Total Active Accounts on June 30, 2007	
Water	18,758
Average Gallons/Household/Month	5,600
Plants Capacity (Million Gallons per Day):	
Water Treatment Plant	8
Reservoir Filtration Plant	2
Wildcat Hill Plant	6
Rio de Flag Reclaim Plant	4
Number of Facilities:	
Wells	25
Reservoirs	9
Reclaimed Reservoirs	2

Population

Census Population Count-Last Five Censuses:	
2006**	62,030
2005**	61,185
2004**	61,270
2003**	61,030
2002**	59,160
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	1992 Revenue Street and Highway	1997 G.O. Public Safety, Parks, Water	1999 Special Assessment Bow & Arrow	2001 G.O. Parks & Rec	2001 G.O. Water, Sewer Airport
2008	9.500	-	4.900	4.375	5.000
2009	7.750	-	4.900	4.500	5.000
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	-	-	-	-	-
2019	-	-	-	-	-
2020	-	-	-	-	-
2021	-	-	-	-	-
2022	-	-	-	-	-

Fiscal Year	2001 Certificates of Participation USGS	2003 G.O. Parks, Water	2003 Revenue Street and Highway	2003 Revenue 4th Street	2006 G.O. Fire, FUTS, Acquatic/Multi
2008	4.150	3.250	3.250	5.000	5.000
2009	4.350	3.250	3.250	3.000	4.500
2010	4.550	3.250	-	3.250	4.250
2011	4.550	3.250	-	3.750	4.125
2012	4.600	3.250	-	4.000	4.125
2013	4.625	3.250	-	4.000	5.000
2014	4.750	-	-	4.000	5.000
2015	4.750	-	-	4.000	5.250
2016	4.750	-	-	5.000	5.250
2017	-	-	-	5.250	5.250
2018	-	-	-	5.250	4.375
2019	-	-	-	5.250	4.500
2020	-	-	-	5.250	4.500
2021	-	-	-	-	4.125
2022	-	-	-	-	4.000

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
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
2005	61,145	556,680,587	26,784,064	3,915,000	22,869,064	4%	374.01
2006	62,030	624,199,899	49,169,726	4,629,726	44,540,000	7%	718.04

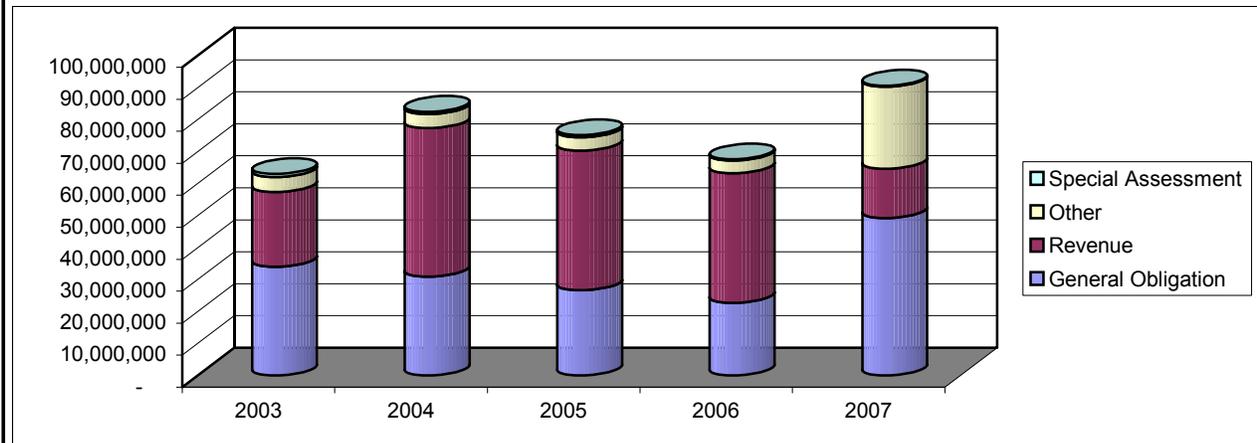
(1) Arizona Department of Economic Security projected population increases except 2000, which are official census figures.

(2) From County Assessors Office.

** Census estimates exceeded actual 2000 census results.
 FY2000 adjusted to reflect population per U.S. Census official results

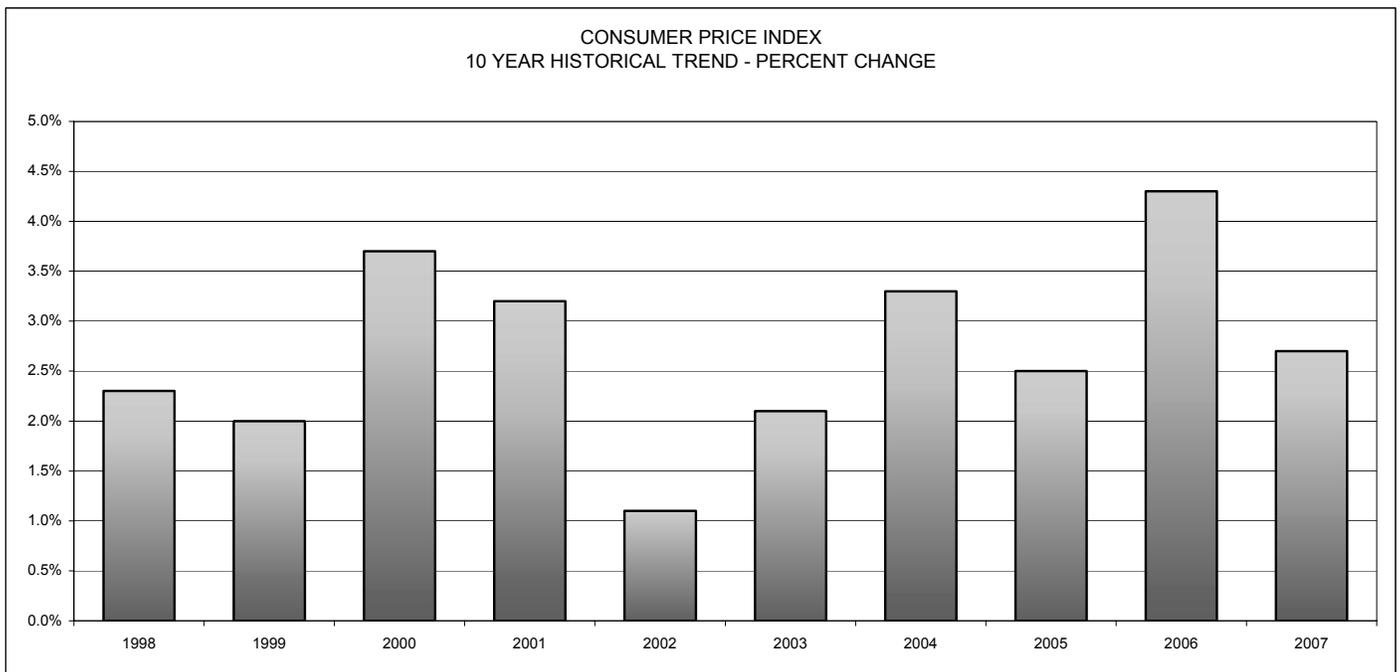
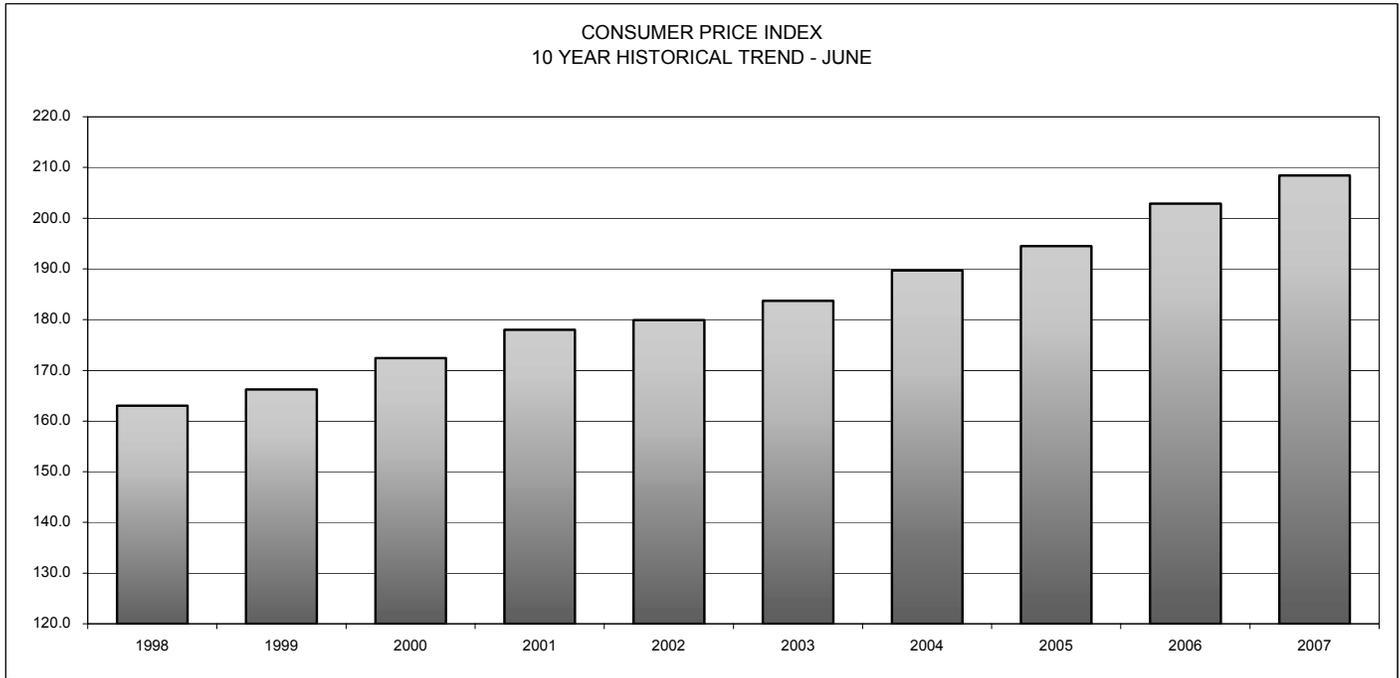
City of Flagstaff, Arizona
Total Bonds Payable
Last Five Fiscal Years

	2003	2004	2005	2006	2007
General Obligation	34,012,849	30,937,849	26,580,000	22,665,000	49,169,726
Revenue	23,295,760	46,327,329	43,660,440	40,579,792	15,435,075
Other	4,700,000	4,445,000	4,180,000	3,905,000	25,610,000
Special Assessment	944,000	685,000	685,000	415,000	340,000
Total Bonds Payable	62,952,609	82,395,178	75,105,440	67,564,792	90,554,801



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

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
June	163.0	166.2	172.4	178.0	179.9	183.7	189.7	194.5	202.9	208.4
Percent Change	2.3%	2.0%	3.7%	3.2%	1.1%	2.1%	3.3%	2.5%	4.3%	2.7%



Source: Tax, Licensing, and Revenue Division