



STATISTICAL SECTION

The statistical section includes certain financial and nonfinancial data to provide context for interpreting information in the financial statements, note disclosures, and required supplementary information. The additional information is provided to present the economic, financial, and social framework in which the county operates, and to assist the financial statement users to better understand the overall operations and financial health of *Pierce County*.

Financial Trends – Schedules 1 through 4 present trend information to provide historical context for county financial performance and financial health.

Revenue Capacity – Schedules 5 through 8 present information on key factors that affect the county's ability to generate property and sales taxes.

Debt Capacity – Schedules 9 through 12 present information to help the reader assess affordability of current levels of outstanding debt and assess ability of the county to issue additional debt in the future.

Demographic and Economic Information – Schedules 13 and 14 present demographic and economic indicators to help the reader understand the environment in which the county financial activities take place, and to provide a history of county operations and comparisons with other governments.

Operating Information – Schedules 15 and 16 present information about county operations and resources to help the reader understand how county financial information relates to services the county provides and to the activities the county performs.



SCHEDULE 1

**Net Assets By Component
Last Five Fiscal Years**
(Accrual Basis of Accounting)

	FISCAL YEARS (In Thousands)				
	2002	2003	2004	2005	2006
Governmental Activities:					
Invested in capital assets, net of related debt	\$ 513,292	\$ 572,715	\$ 617,878	\$ 632,997	\$ 634,239
Restricted	107,320	111,355	128,817	135,781	173,790
Unrestricted	70,511	78,290	88,578	90,296	92,329
Total Net Assets - Governmental Activities	691,123	762,360	835,273	859,074	900,358
Business-Type Activities:					
Invested in capital assets, net of related debt	332,823	348,531	357,376	371,875	391,180
Restricted	60,590	44,037	39,905	43,327	45,124
Unrestricted	22,584	25,238	31,635	26,120	26,374
Total Net Assets - Business-Type Activities	415,997	417,806	428,916	441,322	462,678
Total Primary Government:					
Invested in capital assets, net of related debt	846,115	921,246	975,254	1,004,872	1,025,419
Restricted	167,910	155,392	168,722	179,108	218,914
Unrestricted	93,095	103,528	120,213	116,416	118,703
Total Net Assets - Primary Government	\$ 1,107,120	\$ 1,180,166	\$ 1,264,189	\$ 1,300,396	\$ 1,363,036

Note: The county adopted full accrual accounting for both governmental and business-type activities in 2002 with the implementation of GASB Statement No. 34.



SCHEDULE 2

**CHANGES IN NET ASSETS
Last Five Fiscal Years**

(Accrual Basis of Accounting)
Page 1 of 2

	FISCAL YEARS (In Thousands)				
	2002 (Restated)	2003 (Restated)	2004 (Restated)	2005 (Restated)	2006
EXPENSES					
Governmental Activities:					
General Government	\$ 26,430	\$ 29,878	\$ 28,876	\$ 38,424	\$ 39,872
Public Safety	102,676	110,194	114,093	118,726	122,964
Physical Environment	12,031	9,495	10,789	16,067	22,367
Transportation	39,751	39,622	43,747	64,561	62,054
Legal And Judicial	54,775	55,218	58,402	61,355	64,736
Economic Environment	28,181	28,849	29,029	33,614	35,196
Health And Human Services	100,330	98,065	100,518	85,742	83,413
Culture And Recreation	2,703	8,740	8,738	10,241	10,346
Interest On Long-Term Debt	3,290	2,898	2,791	1,489	3,786
Total Expenses - Governmental Activities	370,167	382,959	396,983	430,219	444,734
Business-Type Activities:					
Sewer Utility	25,596	26,113	27,441	30,259	32,099
Solid Waste Landfill Reserve	61	114	-	40	10
Solid Waste Management	2,929	2,881	3,194	4,204	3,372
Airport	432	528	476	539	528
Ferry Services	2,495	2,074	2,687	2,457	3,010
Golf Course	1,088	1,014	1,038	1,766	1,874
Water Utility	77	18	6	92	48
Total Expenses - Business-Type Activities	32,678	32,742	34,842	39,357	40,941
Total Expenses - Primary Government	402,845	415,701	431,825	469,576	485,675
PROGRAM REVENUES					
Governmental Activities:					
Charges For Services:					
General Government	12,854	13,402	13,850	14,234	17,896
Physical Environment	12,819	13,373	12,774	14,246	15,287
Legal And Judicial	8,073	8,977	8,549	11,836	12,337
Economic Environment	8,066	8,474	8,535	11,506	16,305
Other Activities	4,594	5,894	8,240	8,820	8,004
Operating Grants And Contributions	170,156	172,344	180,761	156,042	154,182
Capital Grants And Contributions	19,531	17,793	11,057	6,295	9,331
Total Program Revenues - Governmental Activities	236,093	240,257	243,766	222,979	233,342
Business-Type Activities:					
Charges For Services:					
Sewer Utility	22,043	22,791	25,023	28,479	29,235
Other Activities	5,633	5,292	7,039	6,658	7,969
Operating Grants And Contributions	1,253	550	1,280	642	2,782
Capital Grants And Contributions	10,338	7,286	10,702	15,321	18,183
Total Program Revenues - Business-Type Activities	39,267	35,919	44,044	51,100	58,169
Total Program Revenues - Primary Government	275,360	276,176	287,810	274,079	291,511
NET REVENUE (EXPENSE)					
Governmental Activities	(134,074)	(142,702)	(153,217)	(207,240)	(211,392)
Business-Type Activities	6,589	3,177	9,202	11,743	17,228
TOTAL NET EXPENSE - Primary Government	\$ (127,485)	\$ (139,525)	\$ (144,015)	\$ (195,497)	\$ (194,164)



SCHEDULE 2

CHANGES IN NET ASSETS
Last Five Fiscal Years
 (Accrual Basis of Accounting)
 Page 2 of 2

	FISCAL YEARS (In Thousands)				
	2002 (Restated)	2003 (Restated)	2004 (Restated)	2005 (Restated)	2006
GENERAL REVENUES AND OTHER					
CHANGES IN NET ASSETS					
Governmental Activities:					
Taxes:					
Property Taxes	\$ 124,731	\$ 135,279	\$ 136,354	\$ 139,159	\$ 145,008
Sales Taxes	44,319	47,446	49,967	55,303	60,762
Other Taxes	15,913	17,806	21,602	26,878	27,829
Investment Earnings	9,535	5,869	7,559	8,499	16,649
Miscellaneous	(2,603)	4,691	1,675	1,033	5,411
Transfers	(897)	(289)	(1,513)	177	(2,983)
Total Governmental Activities	190,998	210,802	215,644	231,049	252,676
Business-Type Activities:					
Investment Earnings	3,383	830	213	557	852
Miscellaneous	(1,720)	(2,487)	181	286	293
Transfers	897	289	1,513	(177)	2,983
Total Business-Type Activities	2,560	(1,368)	1,907	666	4,128
Total Primary Government	193,558	209,434	217,551	231,715	256,804
CHANGE IN NET ASSETS					
Governmental Activities	56,924	68,100	62,427	23,809	41,284
Business-Type Activities	9,149	1,809	11,109	12,409	21,356
TOTAL CHANGE IN NET ASSETS					
OF PRIMARY GOVERNMENT	\$ 66,073	\$ 69,909	\$ 73,536	\$ 36,218	\$ 62,640

Notes:

- The full accrual basis of accounting has been used for both governmental and business-type activities since 2002 when *Pierce County* implemented GASB Statement No. 34.
- Certain restatements were made to prior years to enhance comparability with the current year.



SCHEDULE 3

**Fund Balances, Governmental Funds
Last Ten Fiscal Years**
(Modified Accrual Basis of Accounting)

	FISCAL YEAR (In Thousands)									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General Fund:										
Reserved										
Advances To Other Funds	\$ 288	\$ 228	\$ 135	\$ 403	\$ 466	\$ 61	\$ 3,042	\$ 2,991	\$ 3,150	\$ 390
Inventory	186	158	281	388	245	264	168	177	179	166
Prepaid Insurance	-	-	7	-	250	-	-	-	-	-
Other Purposes	-	-	-	376	490	364	442	267	348	3,202
Unreserved	12,590	16,220	21,840	25,619	26,608	25,749	25,533	25,081	24,752	28,381
Total General Fund	\$ 13,064	\$ 16,606	\$ 22,263	\$ 26,786	\$ 28,059	\$ 26,438	\$ 29,185	\$ 28,516	\$ 28,429	\$ 32,139
All Other Governmental funds										
Reserved										
Advances To Other Funds	\$ 45	\$ 9	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Program Use	174	-	-	273	-	-	-	-	-	-
Inventory	73	-	-	53	92	98	78	102	98	63
Property Purchases	-	-	-	-	1,787	1,301	-	-	-	-
Potential Refund	-	-	-	-	331	331	603	-	-	-
Debt Service Funds	381	407	825	2,047	1,060	857	770	607	1,130	1,370
Unreserved Reported in:										
Special Revenue Funds	37,730	47,083	55,071	55,369	46,490	63,751	76,662	85,676	90,215	103,364
Capital Project Funds	2,060	8,572	17,855	62,456	54,314	43,047	37,801	43,529	49,056	71,229
Total All Other Governmental Funds	\$ 40,463	\$ 56,071	\$ 73,751	\$ 120,198	\$ 104,074	\$ 109,385	\$ 115,914	\$ 129,914	\$ 140,499	\$ 176,026



SCHEDULE 4

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

Page 1 of 2

	FISCAL YEAR (In Thousands)									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Revenues										
Taxes	\$ 127,974	\$ 136,089	\$ 145,919	\$ 157,784	\$ 169,772	\$ 184,014	\$ 200,652	\$ 206,639	\$ 222,199	\$ 234,326
Licenses And Permits	4,050	4,821	5,310	5,187	5,531	6,010	6,662	7,191	9,148	8,654
Intergovernmental Revenue	145,413	145,060	149,926	152,770	175,911	182,752	175,970	179,872	150,681	160,484
Charges For Services	28,845	36,540	39,009	42,410	45,532	47,531	51,536	50,937	55,058	56,103
Fines And Forfeits	3,850	4,251	3,984	4,615	4,756	5,754	5,252	5,297	6,293	5,895
Interest And Penalties	8,519	8,376	9,523	14,498	13,357	9,358	5,846	7,356	8,216	16,504
Miscellaneous	3,681	3,184	3,753	2,860	2,632	3,426	4,042	4,534	5,023	6,364
Total Revenue	322,332	338,321	357,424	380,124	417,491	438,845	449,960	461,826	456,618	488,330
Expenditures										
General Government	26,285	28,084	28,179	29,345	31,548	33,809	33,735	36,634	38,027	38,254
Public Safety	74,155	78,685	83,867	89,300	96,556	102,254	111,060	115,676	115,431	121,121
Physical Environment	21,724	22,115	22,670	23,569	32,373	27,447	38,317	28,077	33,323	47,269
Legal And Judicial	42,705	44,294	45,784	47,811	51,699	54,512	54,974	57,992	61,161	64,719
Transportation	34,059	34,434	33,186	32,895	35,977	37,296	37,535	40,045	40,990	42,161
Economic Environment	14,536	11,998	13,582	15,542	16,459	16,337	16,326	16,018	18,586	35,647
Health And Human Services	66,844	69,167	73,318	90,674	110,455	100,351	98,142	100,582	86,387	84,000
Culture And Recreation	6,466	6,417	6,594	6,814	7,285	8,821	9,240	10,406	9,389	9,976
Capital Projects	28,546	23,735	28,185	27,462	43,497	49,266	37,479	37,692	48,224	52,591
Debt Service:										
Principal	2,020	2,090	1,990	2,215	2,305	2,939	3,889	2,959	3,216	3,417
Interest And Fiscal Charges	1,334	1,575	1,564	1,654	2,858	3,240	2,959	2,751	2,252	3,769
Total Expenditures	318,674	322,594	338,919	367,281	431,012	436,272	443,656	448,832	456,986	502,924
Excess (Deficiency) Of Revenues Over (Under) Expenditures	\$ 3,658	\$ 15,727	\$ 18,505	\$ 12,843	\$ (13,521)	\$ 2,573	\$ 6,304	\$ 12,994	\$ (368)	\$ (14,594)



SCHEDULE 4

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years**

(Modified Accrual Basis of Accounting)

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	FISCAL YEAR (In Thousands)									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Other Financing Sources (Uses):										
Sale Of Capital Assets	\$ 1,312	\$ 1,206	\$ 3,566	\$ 3,366	\$ 512	\$ 1,659	\$ 2,002	\$ 1,774	\$ 592	\$ 394
General Obligation Bonds Issued	7,620	3,423	5,187	36,885	–	–	8,319	–	42,279	60,119
Premium On Bonds Sold	–	–	–	–	–	–	–	–	2,438	1,142
Discount On Bonds Sold	–	–	–	–	–	–	–	–	–	(278)
Payments For Refunded Bond	(5,391)	–	(2,735)	–	–	–	(8,256)	–	(35,004)	–
Redemption Of Bond Anticipation Note	–	–	–	(1,070)	–	–	–	–	–	(10,094)
General Long-Term Debt - Contracts	–	–	–	–	–	–	–	–	1,324	1,471
Transfers In	21,047	18,946	28,124	36,693	31,227	30,353	28,437	40,605	41,871	36,453
Transfers Out	(21,324)	(20,124)	(29,438)	(37,900)	(33,216)	(37,155)	(31,655)	(42,072)	(42,635)	(39,770)
Total Other Financing Sources (Uses)	3,264	3,451	4,704	37,974	(1,477)	(5,143)	(1,153)	307	10,865	49,437
Change In Reserves	(52)	(27)	129	154	144	(245)	(116)	33	(2)	(48)
Extraordinary And Special Items	–	–	–	–	–	–	4,241	–	–	4,450
Net Change In Fund Balances	\$ 6,870	\$ 19,151	\$ 23,338	\$ 50,971	\$ (14,854)	\$ (2,815)	\$ 9,276	\$ 13,334	\$ 10,495	\$ 39,245
Debt Service As A Percentage Of Noncapital Expenditures	N/A	N/A	N/A	N/A	N/A	1.61%	1.73%	1.39%	1.27%	1.50%

Note: Data to calculate debt service as a percentage of noncapital expenditures is not available until the county implemented GASB 34 in fiscal year 2002.



SCHEDULE 5

TAXABLE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
 (Amounts In Thousands)

(1) LEVY YEAR	REAL PROPERTY		PERSONAL PROPERTY		TOTAL PROPERTY		(2) RATIO OF ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE	(3) TOTAL DIRECT TAX RATE
	TAXABLE VALUE	ESTIMATED ACTUAL VALUE	TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
1997	\$ 29,714,022	\$ 32,942,375	\$ 1,982,007	\$ 2,099,583	\$ 31,696,029	\$ 35,041,958	90.5 %	\$ 3.87330
1998	31,690,063	34,333,763	2,053,631	2,063,950	33,743,694	36,397,713	92.7	3.89790
1999	33,236,281	36,363,546	2,007,216	2,009,226	35,243,497	38,372,772	91.8	3.96550
2000	35,741,729	38,723,434	2,190,653	2,190,653	37,932,382	40,914,086	92.7	4.00910
2001	39,188,940	42,093,384	2,275,314	2,317,021	41,464,255	44,410,405	93.4	3.98630
2002	42,631,871	45,989,074	2,387,334	2,443,535	45,019,205	48,432,609	93.0	3.83490
2003	44,036,073	49,312,512	2,503,759	2,672,101	46,539,832	51,984,613	89.5	2.59730
2004	46,849,118	54,730,278	2,522,225	2,683,218	49,371,343	57,413,496	86.0	3.77720
2005	50,650,223	52,870,796	2,542,008	2,931,959	53,192,231	55,802,755	95.3	3.66610
2006	61,380,683	70,229,614	2,575,165	2,690,872	63,955,847	72,920,486	87.7	3.19610

- (1) Property taxes are levied in the current year on the prior year assessed valuations.
- (2) Ratios provided by Assessor-Treasurer's office.
- (3) Detail information about major components of real and personal property is not available.



SCHEDULE 6

**Property Tax Rates - Direct And Overlapping Governments
Last Ten Fiscal Years**
(Per \$1,000 Of Assessed Valuation)

LEVY YEAR	COUNTY				STATE	PORT OF TACOMA	RURAL LIBRARIES	CITIES AND TOWNS	FIRE PROTECTION DISTRICTS	PARK DISTRICTS	SCHOOLS	OTHER DISTRICTS	TOTAL AND OVERLAPPING RATES
	TOTAL	GENERAL	CONSERVATION FUTURES	ROAD LEVY									
1997	\$ 3.8733	\$ 1.5943	\$ 0.0625	\$ 2.2165	\$ 3.5893	\$ 0.1842	\$ 0.5456	\$ 3.3018	\$ 1.7790	\$ 1.0740	\$ 5.7832	\$ -	\$ 15.7408
1998	3.8979	1.5854	0.0625	2.2500	3.4511	0.1873	0.5664	3.2147	1.7696	1.0531	5.9155	-	15.6856
1999	3.9655	1.6530	0.0625	2.2500	3.3195	0.1859	0.5623	3.1843	1.7958	0.8826	5.4356	2.3970	15.1216
2000	4.0091	1.6966	0.0625	2.2500	3.1806	0.1873	0.5524	3.2035	1.8052	1.1161	5.9695	-	15.6087
2001	3.9863	1.6859	0.0625	2.2379	2.9987	0.1788	0.5096	3.2011	1.8326	0.8682	5.7974	-	15.1766
2002	3.8349	1.6173	0.0600	2.1576	2.9160	0.1859	0.4959	3.0777	1.9210	0.9775	5.6816	-	14.8815
2003	2.5973	1.6119	0.0609	2.1368	2.9380	0.1840	0.4816	3.2258	1.9984	0.9627	5.6903	1.2446	14.9983
2004	3.7772	1.5545	0.0592	2.1635	3.0259	0.1863	0.4756	3.1620	2.0383	0.9715	5.5506	0.2380	14.9302
2005	3.6661	1.5283	0.0572	2.0806	2.9118	0.1863	0.4585	3.0575	2.0398	0.8497	5.5826	0.2134	14.6812
2006	3.1961	1.3335	0.0499	1.8127	2.6385	0.1857	0.4019	2.6024	1.9217	0.7373	4.9990	0.1686	13.1658

Source: Pierce County Assessor-Treasurer

State law limits the total "regular" property tax levy to a maximum of \$10 per \$1,000 of assessed valuation. The aggregate levies of junior and senior taxing districts, other than the state, may not exceed \$5.90 per \$1,000 of assessed valuation. Within this limit the county can levy up to \$1.80 for general government services and \$2.25 for road construction and maintenance. However, state law also dictates that unless a higher rate is approved by a majority of voters through an election, the annual increase in property taxes is limited to the lesser of the implicit price deflator, or 1% of the amount of regular property taxes lawfully levied in the highest of the three most recent years in which such taxes were levied plus an amount applicable to new construction.

Overlapping rates are those of local and county governments that apply to property owners within the county. Not all overlapping rates apply to all county property owners; for example, although the county property tax rates apply to all City property owners, the Fire Protection Districts rates apply only to the property owners whose property is located within that district's geographic boundaries.



SCHEDULE 7

**Principal Property Tax Payers
Comparison Of Assessed Valuations
For 2005 And 1996**
(In Thousands)

<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>2005 ASSESSED VALUATION (1)</u>	<u>PERCENT OF TOTAL ASSESSED VALUATION</u>	<u>1996 ASSESSED VALUATION (2)</u>	<u>PERCENT OF TOTAL ASSESSED VALUATION</u>
Puget Sound Energy	Electric and Natural Gas Utility	\$ 468,406	0.73 %	\$ 337,623	1.07 %
The Boeing Company	Airplane Manufacturer	418,390	0.65	552,693	1.74
Qwest/U.S. West Communications	Telecommunications	163,877	0.26	208,312	0.66
Tacoma Mall Partnership	Retail Shopping Mall	147,127	0.23	105,186	0.33
Frederickson Power	Electric Utility	142,430	0.22	—	—
Fred Meyer Stores	Retail Sales	138,520	0.22	103,620	0.33
Intel Corporation	Semiconductor Manufacturer	118,805	0.19	—	—
Costco Wholesale corp.	Retail Sales	109,905	0.17	—	—
Simpson Tacoma Kraft Company	Paper and Pulp Mill	104,052	0.16	176,945	0.56
Northwest Building LLC	Industrial Park	102,846	0.16	—	—
Rainy River Forest Products	Wood Products	—	—	118,578	0.37
Holly Homes/Holly Property Holdings Inc./Holly Residential Properties	Construction	—	—	118,379	0.37
Matsushita Semiconductor Corporation	Electronics Manufacturer	—	—	112,985	0.36
NWBC dba Lakewood Industrial Park	Industrial Park	—	—	85,246	0.27
Total Assessed Valuation of Principal Taxpayers		<u>\$ 1,914,358</u>	<u>2.99 %</u>	<u>\$ 1,919,567</u>	<u>6.06 %</u>
Total Assessed Valuation of Pierce County (3)		<u>\$ 63,955,847</u>		<u>\$ 31,696,029</u>	

- (1) 2005 taxable value is basis for 2006 property tax levies.
- (2) 1996 taxable value is basis for 1997 property tax levies.
- (3) Totals include valuation of real, personal and operating properties.



SCHEDULE 8

**Property Tax Levies And Collections
Pierce County Operating Funds
Last Ten Fiscal Years**
(In Thousands)

FISCAL YEAR	ORIGINAL TAX LEVY	NET ADJUSTMENTS TO TAX LEVIES	TOTAL ADJUSTED LEVY	COLLECTED WITHIN FISCAL YEAR OF LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
				CURRENT TAX COLLECTIONS	PERCENT OF ORIGINAL LEVY		TOTAL TAX COLLECTIONS	PERCENT OF ADJUSTED LEVY
1997	\$ 82,051	\$ 499	\$ 82,550	\$ 78,855	96.10 %	\$ 3,687	\$ 82,542	99.99 %
1998	87,015	671	87,686	83,350	95.79	4,331	87,681	99.99
1999	93,898	578	94,475	89,992	95.84	4,473	94,465	99.99
2000	102,382	365	102,747	98,343	96.05	4,384	102,727	99.98
2001	112,002	731	112,733	107,064	95.59	5,633	112,697	99.97
2002	116,920	614	117,534	112,049	95.83	5,428	117,477	99.95
2003	120,189	(1) (454)	119,735	115,324	95.95	4,327	119,651	99.93
2004	125,325	(1) 1,675	127,000	122,836	98.01	3,677	126,513	99.62
2005	132,140	(31)	132,108	128,222	97.04	2,804	131,026	99.18
2006	138,867	(114)	138,753	134,799	97.07	-	134,799	97.15

Source: Pierce County Assessor-Treasurer

(1) Resolution of disputed value



SCHEDULE 9

**Ratios Of Outstanding Debt By Type
Last Ten Fiscal Years**
(In Thousands Except Per Capita)

FISCAL YEAR	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES			TOTAL LONG-TERM DEBT	PERCENT OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY (1)	TOTAL LONG-TERM DEBT PER CAPITA (2)	PERCENT OF OF PERSONAL INCOME (2)
	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENT BONDS	INSTALLMENT CONTRACTS	GENERAL OBLIGATION BONDS	REVENUE BONDS	INSTALLMENT CONTRACTS				
1997	\$ 24,925	\$ 110	\$ 1,392	\$ 7,885	\$ 28,700	\$ -	\$ 63,012	0.18 %	\$ 93.50	0.392 %
1998	25,765	65	733	6,625	26,115	-	59,303	0.16	86.35	0.345
1999	26,315	55	-	5,305	23,575	2,408	57,658	0.15	82.37	0.319
2000	61,135	55	-	3,930	21,080	2,223	88,423	0.22	126.14	0.455
2001	58,845	-	-	2,490	32,995	2,068	96,398	0.22	135.12	0.466
2002	56,000	-	595	1,275	32,005	1,852	91,727	0.19	126.52	0.427
2003	53,532	-	-	-	31,015	1,667	86,214	0.17	117.51	0.408
2004	50,573	-	-	-	24,100	2,894	77,567	0.14	104.26	0.333
2005	57,396	-	1,324	26,235	14,835	4,473	104,263	0.19	137.93	N/A
2006	103,825	-	2,795	25,255	13,920	7,556	153,351	0.21	198.26	N/A

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

- (1) See Schedule 5 for estimated actual value of taxable property.
- (2) See Schedule 13 for population and personal income data.



SCHEDULE 10

**Ratios Of General Bonded Debt Outstanding
Last Ten Fiscal Years**

(In Thousands Except Per Capita)

FISCAL YEAR	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENT BONDS	PROPRIETARY GENERAL OBLIGATION BONDS	TOTAL GENERAL BONDED DEBT	PERCENT OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY (1)	TOTAL GENERAL BONDED DEBT PER CAPITA (2)
1997	\$ 24,925	\$ 110	\$ 7,885	\$ 32,920	0.09 %	\$ 48.85
1998	25,765	65	6,625	32,455	0.09	47.26
1999	26,315	55	5,305	31,675	0.08	45.25
2000	61,135	55	3,930	65,120	0.16	92.90
2001	58,845	—	2,490	61,335	0.14	85.98
2002	56,000	—	1,275	57,275	0.12	79.00
2003	53,532	—	—	53,532	0.10	72.96
2004	50,573	—	—	50,573	0.09	67.97
2005	57,396	—	26,235	83,631	0.15	110.64
2006	103,825	—	25,255	129,080	0.18	166.88

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

- (1) See Schedule 5 for estimated actual value of taxable property.
- (2) See Schedule 13 for population and personal income data.



SCHEDULE 11

Legal Debt Margin Information
Last Ten Fiscal Years
(In Thousands)

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Total Assessed Value	\$ 31,696,029	\$ 33,743,694	\$ 35,243,497	\$ 37,932,382	\$ 41,464,255	\$ 45,019,205	\$ 46,539,832	\$ 49,371,343	\$ 53,192,231	\$ 63,955,847
Limited Tax General Obligation Debt Not Requiring A Vote:										
Debt Limit - 1.5% of Total Assessed Value	\$ 475,440	\$ 506,155	\$ 528,652	\$ 568,986	\$ 621,964	\$ 675,288	\$ 698,097	\$ 740,570	\$ 797,883	\$ 959,338
Debt applicable to debt limit	44,230	45,645	45,326	78,714	76,191	75,096	69,290	69,026	106,953	158,315
Less: Amounts set aside to repay Limited Tax General Obligations	38	8	456	1,726	727	517	428	584	1,130	1,370
Total net debt applicable to debt limit	<u>44,192</u>	<u>45,637</u>	<u>44,870</u>	<u>76,988</u>	<u>75,464</u>	<u>74,579</u>	<u>68,862</u>	<u>68,442</u>	<u>105,823</u>	<u>156,945</u>
Remaining Debt Capacity Not Requiring Vote										
Total net debt applicable to debt limit as a percent of debt limit	<u>9.29%</u>	<u>9.02%</u>	<u>8.49%</u>	<u>13.53%</u>	<u>12.13%</u>	<u>11.04%</u>	<u>9.86%</u>	<u>9.24%</u>	<u>13.26%</u>	<u>16.36%</u>
Total General Obligation Debt Including Voted Debt:										
Debt Limit - 2.5% of Total Assessed Value	\$ 792,401	\$ 843,592	\$ 881,087	\$ 948,310	\$ 1,036,606	\$ 1,125,480	\$ 1,163,496	\$ 1,234,284	\$ 1,329,806	\$ 1,598,896
Debt applicable to debt limit	44,230	45,645	45,326	78,714	76,191	75,096	69,290	69,026	106,953	158,315
Less: Amounts set aside to repay Limited Tax General Obligations	38	8	456	1,726	727	517	428	584	1,130	1,370
Total net debt applicable to debt limit	<u>44,192</u>	<u>45,637</u>	<u>44,870</u>	<u>76,988</u>	<u>75,464</u>	<u>74,579</u>	<u>68,862</u>	<u>68,442</u>	<u>105,823</u>	<u>156,945</u>
Remaining Debt Capacity Including Voted Debt										
Total net debt applicable to debt limit as a percent of debt limit	<u>5.58%</u>	<u>5.41%</u>	<u>5.09%</u>	<u>8.12%</u>	<u>7.28%</u>	<u>6.63%</u>	<u>5.92%</u>	<u>5.55%</u>	<u>7.96%</u>	<u>9.82%</u>

Source: Annual Summary of Assessed Value of Property prepared by Pierce County Assessor-Treasurer

Note: Details regarding the county's outstanding debt can be found in Note 6 - Debt.



SCHEDULE 12

PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(In Thousands)

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Operating Revenues	\$ 18,114	\$ 18,794	\$ 19,378	\$ 20,384	\$ 21,189	\$ 22,043	\$ 22,791	\$ 25,022	\$ 26,948	\$ 27,322
Connection Charges	5,895	5,192	5,777	5,556	4,581	4,510	8,592	6,228	7,886	6,303
Unrestricted Investment Income	2,076	2,473	2,421	3,108	2,584	1,279	432	384	819	1,481
Miscellaneous Adjustments	97	212	441	(236)	(654)	(1,407)	(308)	(259)	(261)	(356)
Total Revenue	26,182	26,671	28,017	28,812	27,700	26,425	31,507	31,375	35,392	34,751
Less: Operating And Maintenance Expense (1)	11,827	12,687	13,584	13,403	14,580	16,104	15,881	16,913	18,414	20,418
Net Revenue Available	14,355	13,984	14,433	15,409	13,120	10,321	15,626	14,462	16,978	14,333
Assessment Collections And Withdrawals	4,027	3,986	3,827	3,665	7,116	2,635	2,280	8,156	3,983	2,817
Net Revenue And Assessment Collections Available	\$ 18,382	\$ 17,970	\$ 18,260	\$ 19,074	\$ 20,236	\$ 12,956	\$ 17,906	\$ 22,618	\$ 20,961	\$ 17,150
Annual Revenue Debt Service	\$ 4,027	\$ 3,986	\$ 3,826	\$ 3,665	\$ 7,632	\$ 2,953	\$ 2,585	\$ 8,416	\$ 3,983	\$ 1,606
Annual LTGO/Revenue Debt Service	1,387	1,350	1,352	1,344	1,343	1,337	1,337	0	0	1,218
Total Debt Service	\$ 5,414	\$ 5,335	\$ 5,179	\$ 5,009	\$ 8,974	\$ 4,290	\$ 3,922	\$ 8,416	\$ 3,983	\$ 2,824
Revenue Bond Coverage Ratio	4.56	4.51	4.77	5.20	2.65	4.39	6.93	2.69	5.26	10.68
Total Bond Coverage Ratio	3.40	3.37	3.53	3.81	2.25	3.02	4.57	2.69	5.26	6.07

(1) Per bond covenants, maintenance and operating expenses exclude depreciation and amortization of utility plant.

**SCHEDULE 13****Demographic Statistics
Last Ten Fiscal Years**

FISCAL YEAR	POPULATION (1)	MEDIAN HOUSEHOLD INCOME (1)	PERSONAL INCOME (2) (In Thousands)	PER CAPITA PERSONAL INCOME	SCHOOL ENROLLMENT (3)	UNEMPLOYMENT RATE (4)
1997	673,900	\$ 42,577	\$ 16,055,812	\$ 23,825	132,101	4.2 %
1998	686,800	44,295	17,184,196	25,021	134,212	3.9
1999	700,000	45,204	18,058,638	25,798	134,635	4.3
2000	701,000	47,560	19,416,742	27,699	135,476	5.0
2001	713,400	49,985	20,702,070	29,019	137,334	6.5
2002	725,000	51,509	21,502,845	29,659	139,759	8.1
2003	733,700	49,963	21,131,368	28,801	142,050	8.2
2004	744,000	50,939	23,273,083	31,281	140,626	7.1
2005	755,900	54,094	N/A	N/A	139,032	5.9
2006	773,500	57,102	N/A	N/A	139,381	5.2

Sources: (1) Washington State Office of Financial Management, Research Division
(2) Federal Bureau of Economic Analysis
(3) Superintendent of Public Instruction
(4) Washington State Department of Employment Security



SCHEDULE 14

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

TAXPAYER	2006			1997		
	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT
Federal Government	54,380	1	14.47 %	36,000	1	10.76 %
Local Government	29,086	2	7.74	12,670	2	3.79
Franciscan Health System	3,896	3	1.04	2,272	4	0.68
MultiCare Health Systems	3,874	4	1.03	2,886	3	0.86
Fred Meyer Stores	1,689	5	0.45	1,581	6	0.47
Emerald Queen Casino	1,688	6	0.45	—	—	—
Safeway Stores	1,613	7	0.43	1,211	8	0.36
Wal-Mart	1,480	8	0.39	—	—	—
Good Samaritan Hospital	1,471	9	0.39	1,709	5	0.51
The Boeing Company (Frederickson site)	1,395	10	0.37	954	11	0.29
McDonald's Restaurants	1,290	11	0.34	990	10	0.30
Frank Russell Co. - Investment Management	1,035	12	0.28	1,105	9	0.33
Keybank	600	13	0.16	1,512	7	0.45
Total Principal Taxpayer Employment	<u>103,497</u>		<u>27.54 %</u>	<u>62,890</u>		<u>18.80 %</u>
Total Employment In Pierce County	<u>375,800</u>			<u>334,600</u>		

(1) Data prepared by Tacoma-Pierce County Economic Development Board



SCHEDULE 15

**Full-Time Equivalent County Government Employees
By Functional Activity
Last Ten Fiscal Years**

Function	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General Government	467	469	469	486	486	471	462	465	480	489
Public Safety	722	747	766	799	839	1,062	1,071	1,077	987	1,008
Physical Environment	265	273	272	288	288	188	190	202	214	230
Transportation	331	333	331	330	334	330	332	339	341	350
Legal And Judicial	706	724	719	735	747	552	550	549	570	581
Economic Environment	65	78	85	85	89	153	157	159	181	198
Health And Human Services	124	135	138	138	328	417	426	381	378	393
Culture And Recreation	74	64	64	64	66	66	68	69	63	62
Total	2,754	2,823	2,844	2,925	3,177	3,239	3,256	3,241	3,214	3,311

The full-time equivalent numbers presented were adopted for that year by the Pierce County Council.



SCHEDULE 16

OPERATING AND CAPITAL INDICATORS BY FUNCTION
Last Ten Fiscal Years

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Property Activity										
Number of Residential Building Permits	4,926	5,713	5,366	4,688	5,734	5,467	5,152	6,026	6,826	6,159
Value of Residential Permits	\$ 481,734	\$ 565,843	\$ 564,537	\$ 514,133	\$ 649,396	\$ 692,850	\$ 703,713	\$ 839,365	\$ 1,090,034	\$ 1,008,744
Number of Assessed Parcels	302,309	309,339	311,885	314,802	315,112	318,974	321,330	317,723	321,276	323,959
Number of Parcel Recordings	26,594	31,026	31,733	30,491	31,434	37,377	38,251	39,293	43,468	42,000
Public Safety										
Adult Detention										
Bookings	28,605	29,004	29,170	29,460	28,582	27,848	26,745	25,494	26,395	26,500
Average Daily Population	1,265	1,256	1,262	1,262	1,276	1,248	1,200	1,246	1,300	1,350
Juvenile Detention										
Admissions	4,567	4,598	4,598	4,949	4,168	4,001	4,147	3,809	4,150	3,853
Average Daily Population	159	155	170	165	143	135	124	91	83	85
Sheriff's Office										
Number of Employees	349	366	383	393	428	434	440	449	364	374
Number of Sheriff Vehicles in Fleet	334	339	351	362	386	390	396	347	350	355
Judicial System										
Felony Filings	5,208	5,520	5,855	6,158	6,575	6,003	6,098	6,015	6,385	6,100
Misdemeanor Filings	11,493	10,274	10,297	10,114	9,569	9,788	11,333	7,980	6,854	8,500
Parks and Land Use										
Acres of Parks	2,070	2,070	2,170	2,170	2,087	2,087	3,285	3,380	3,453	3,453
County Golf Courses	2	2	2	2	2	2	2	2	3	3
Public Works										
Miles of County Roads	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Bridges	150	150	150	150	150	150	150	150	150	150
Traffic Signals	60	60	60	60	60	60	60	60	60	60
Ferry Vessels	2	2	2	2	2	2	2	2	2	2
Sewer Utility										
Sewer Customers - Residential	57,865	59,830	62,856	65,745	68,247	70,395	72,756	74,841	77,692	79,997
Sewer Customers - Commercial	2,103	2,138	2,159	2,216	2,231	2,273	2,301	2,351	2,373	2,420
Wastewater Treated (Millions of gallons per day)	15.56	14.90	16.30	14.41	15.18	16.38	16.65	17.04	16.65	18.90
Sewer Rates:										
Single Family Residence	\$ 19.45	\$ 19.45	\$ 19.45	\$ 19.45	\$ 19.45	\$ 19.45	\$ 19.45	\$ 21.35	\$ 22.15	\$ 22.15
Multi-Family Residence	\$ 17.64	\$ 17.64	\$ 17.64	\$ 17.64	\$ 17.64	\$ 17.64	\$ 17.64	\$ 18.85	\$ 19.50	\$ 19.50
Commercial - Fixed Monthly Rate	\$ 7.50	\$ 7.50	\$ 7.50	\$ 7.50	\$ 7.50	\$ 7.50	\$ 7.50	\$ 6.10	\$ 6.50	\$ 6.50
Commercial CCF Usage charges	\$ 1.16-3.53	\$ 1.16-3.53	\$ 1.16-3.53	\$ 1.16-3.53	\$ 1.16-3.53	\$ 1.16-3.53	\$ 1.16-3.53	\$ 1.05-4.05	\$ 1.22-3.90	\$ 1.22-3.90
County Facilities										
Sq Footage of Facilities Maintained	N/A	N/A	N/A	N/A	1,264,625	1,264,625	1,391,263	1,473,127	1,504,975	1,530,975

