

TABLE 1

GENERAL GOVERNMENT REVENUES BY SOURCE
LAST TEN FISCAL YEARS

FISCAL YEAR	TAXES	LICENSES AND PERMITS	INTER-GOVERNMENTAL REVENUES	CHARGES FOR SERVICES	FINES AND FORFEITURES	MISCELLANEOUS REVENUES (INCLUDING INTEREST)	TOTALS
1991	\$ 83,628,170	\$ 2,921,626	\$ 58,576,846	\$ 14,908,800	\$ 3,475,988	\$ 7,533,125	\$ 171,044,555
1992	95,596,744	3,700,851	64,841,706	23,047,975	3,928,985	6,911,282	198,027,543
1993	101,638,948	3,790,340	77,621,034	26,375,856	4,047,365	7,657,311	221,130,854
1994	114,749,036	4,466,613	97,517,664	27,238,145	4,304,762	9,878,293	258,154,513
1995	119,615,517	4,181,740	104,604,466	27,887,311	4,690,778	12,672,761	273,652,573
1996	117,562,696	3,766,067	124,370,685	31,545,606	4,036,584	11,807,240	293,088,878
1997	127,974,018	4,050,215	145,412,725	28,844,843	3,850,044	12,200,905	322,332,750
1998	136,088,896	4,821,282	145,059,992	36,539,460	4,250,604	11,560,156	338,320,390
1999	145,918,537	5,309,735	149,925,771	39,009,433	3,984,003	13,276,042	357,423,521
2000	157,784,539	5,186,538	152,770,473	42,409,379	4,615,293	2,846,917	365,613,139

Includes general, special revenue, debt service and capital project funds.

TABLE 2

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS**

<u>FISCAL YEAR ENDED DECEMBER 31</u>	<u>GENERAL GOVERNMENTAL SERVICES</u>	<u>PUBLIC SAFETY</u>	<u>PHYSICAL ENVIRONMENT</u>	<u>LEGAL AND JUDICIAL</u>
1991	\$ 18,583,174	\$ 44,832,057	\$ 12,049,967	\$ 23,412,268
1992	19,615,483	49,825,076	13,342,631	25,762,266
1993	20,350,159	50,840,759	12,638,204	27,855,650
1994	23,222,432	58,971,398	16,574,705	29,974,417
1995	24,157,613	64,418,832	21,800,941	33,010,762
1996	25,049,898	69,584,425	23,979,985	38,792,962
1997	26,284,880	74,154,471	21,724,491	42,705,456
1998	28,084,174	78,684,938	22,114,652	44,294,460
1999	28,178,759	83,867,506	22,669,938	45,784,181
2000	29,344,635	89,300,179	23,569,266	47,811,507

<u>FISCAL YEAR ENDED DECEMBER 31</u>	<u>TRANSPORTATION</u>	<u>ECONOMIC ENVIRONMENT</u>	<u>MENTAL AND PHYSICAL HEALTH</u>	<u>CULTURE AND RECREATION</u>
1991	\$ 24,106,933	\$ 10,938,977	\$ 19,940,837	\$ 4,509,380
1992	26,487,231	11,581,925	21,899,324	5,434,045
1993	26,203,269	15,976,133	29,807,513	5,300,391
1994	28,409,082	17,517,189	40,409,725	5,586,373
1995	29,850,076	18,162,127	44,276,719	6,169,160
1996	34,231,584	23,081,828	48,047,461	6,280,240
1997	34,058,849	14,536,328	66,843,944	6,466,161
1998	34,434,312	11,997,952	69,166,859	6,416,664
1999	33,186,095	13,581,889	73,317,876	6,594,279
2000	32,895,084	15,542,406	90,673,596	6,814,102

<u>FISCAL YEAR ENDED DECEMBER 31</u>	<u>CAPITAL PROJECT</u>	<u>DEBT SERVICE</u>	<u>TOTAL</u>
1991	\$ 7,612,416	\$ 2,377,632	\$ 168,363,641
1992	19,257,682	1,734,887	194,940,550
1993	19,402,093	2,078,231	210,452,402
1994	33,026,510	2,316,287	256,008,118
1995	33,296,861	3,890,021	279,033,112
1996	31,696,085	3,478,763	304,223,231
1997	28,545,875	3,354,035	318,674,490
1998	23,925,015	3,475,139	322,594,165
1999	28,185,260	3,554,324	338,920,107
2000	27,462,117	3,868,545	367,281,437

Includes general, special revenue, debt service, and capital project funds.

TABLE 3

**PROPERTY TAX LEVIES AND COLLECTIONS
PIERCE COUNTY OPERATING FUNDS**

LAST TEN FISCAL YEARS

FISCAL YEAR	ORIGINAL TAX LEVY	NET ADJUSTMENTS TO TAX LEVIES (1)	CURRENT TAX COLLECTIONS	PERCENT OF LEVY COLLECTED	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	TOTAL COLLECTIONS AS A PERCENT OF CURRENT LEVY	OUTSTANDING DELINQUENT TAXES	OUTSTANDING DELINQUENT TAXES AS A PERCENT OF CURRENT LEVY
1991	\$ 51,075,758	\$ (5,282)	\$ 48,325,050	94.61%	\$ 2,402,352	\$ 50,727,402	99.32 %	\$ 4,276,796	8.37%
1992	58,085,188	143,858	55,493,039	95.54	2,601,935	58,094,974	100.02	4,410,868	7.59
1993	64,399,995	(90,032)	61,487,062	95.48	2,736,099	64,223,161	99.73	4,497,670	6.98
1994	71,566,270	(105,109)	68,612,670	95.87	2,868,236	71,480,906	99.88	4,477,925	6.26
1995	76,903,300	(38,545)	73,537,603	95.62	2,736,866	76,274,469	99.18	5,068,211	6.59
1996	74,759,646	48,152	71,590,625	95.76	3,382,857	74,973,482	100.29	4,902,527	6.56
1997	82,051,214	28,197	78,854,942	96.10	3,033,538	81,888,480	99.80	5,093,458	6.21
1998	87,015,153	17,703	83,350,324	95.79	3,373,834	86,724,158	99.67	5,402,156	6.21
1999	93,897,771	(120,131)	89,992,180	95.84	3,380,686	93,372,866	99.44	5,806,930	6.18
2000	102,382,041	223,390	98,342,765	96.05	3,876,200	102,218,965	99.84	6,193,396	6.05

(1) Net adjustments to tax levies include abatements, supplements, strike-offs, and petition refunds.

TABLE 4

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

(1) LEVY YEAR	REAL PROPERTY			PERSONAL PROPERTY			TOTAL		(2) RATIO OF ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE	PERCENTAGE CHANGE IN TOTAL ASSESSED VALUE FROM PRIOR YEAR
	ASSESSED VALUE	(2) R.P. RATIO	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	(2) P.P. RATIO	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
1991	\$ 17,109,610,144	92.6%	\$ 18,476,900,803	\$ 1,325,627,178	86.2 %	\$ 1,537,850,555	\$ 18,435,237,322	\$ 20,014,751,358	92.1%	8.82 %
1992	19,908,782,914	87.9	22,649,354,851	1,450,056,063	92.2	1,572,728,919	21,358,838,977	24,222,083,770	88.2	15.86
1993	22,945,311,935	89.3	25,691,638,225	1,548,246,795	99.5	1,556,026,930	24,493,558,730	27,250,665,155	89.9	14.68
1994	24,544,790,551	86.9	28,244,868,298	1,594,239,258	95.7	1,665,871,743	26,139,029,809	29,910,740,041	87.4	6.72
1995	26,420,440,530	87.0	30,368,322,448	1,692,362,502	98.4	1,719,880,591	28,112,803,032	32,088,203,039	87.6	7.55
1996	27,916,471,071	86.0	32,461,012,873	1,841,852,245	100.0	1,841,852,245	29,758,323,316	34,302,865,118	86.8	5.85
1997	29,714,021,932	90.2	32,942,374,647	1,982,006,619	94.4	2,099,583,283	31,696,028,551	35,041,957,930	90.5	6.51
1998	31,690,062,868	92.3	34,333,762,587	2,053,630,674	99.5	2,063,950,426	33,743,693,542	36,397,713,013	92.7	6.46
1999	33,236,280,976	91.4	36,363,545,926	2,007,216,432	99.9	2,009,225,658	35,243,497,408	38,372,771,583	91.8	4.44
2000	35,741,729,190	92.3	38,723,433,575	2,190,652,786	100.0	2,190,652,786	37,932,381,976	40,914,086,361	92.7	7.63

(1) Property taxes are levied in the current year
(2) Ratios provided by Assessor-Treasurer's office.

TABLE 5

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)

LAST TEN FISCAL YEARS

LEVY YEAR	COUNTY											TOTALS
	TOTAL	GENERAL FUND	SPECIAL REVENUE FUNDS	STATE	PORT OF TACOMA	RURAL LIBRARY	CITIES AND TOWNS	FIRE PROTECTION DISTRICTS	PARK DISTRICTS	SCHOOLS	MISC. DISTRICTS	
1991	\$ 2.7690	\$ 1.5123	\$ 1.2567	\$ 3.5415	\$ 0.3471	\$ 0.4902	\$ 1.9130	\$ 1.1732	\$ 0.4497	\$ 5.7682	\$ -	\$ 16.4519
1992	2.7246	1.4451	1.2795	3.4655	0.2996	0.4355	1.8118	1.0272	0.4066	5.7912	-	15.9620
1993	2.6239	1.3930	1.2309	3.4275	0.2527	0.4269	1.7080	1.1021	0.3641	6.1346	-	16.0398
1994	2.7370	1.4443	1.2927	3.6012	0.2333	0.4434	1.7225	0.9512	0.3566	6.0312	0.0001	16.0765
1995	2.7819	1.4677	1.3142	3.6743	0.2173	0.4283	1.7676	1.0576	0.3354	5.8649	0.0005	16.1278
1996	2.7362	1.5117	1.2245	3.5537	0.1984	0.4211	1.7431	0.9793	0.3374	5.7530	0.0001	15.7223
1997	2.5926	1.5538	1.0388	3.5893	0.1842	0.3436	1.9077	1.0401	0.3001	5.7832	-	15.7408
1998	2.5958	1.5423	1.0535	3.4511	0.1873	0.3547	1.8604	1.0336	0.2872	5.9155	-	15.6856
1999	2.6658	1.6145	1.0513	3.3195	0.1859	0.3557	1.8400	1.0578	0.2601	5.4356	0.0013	15.1217
2000	2.7113	1.6468	1.0645	3.1806	0.1873	0.3518	1.8486	1.0635	0.3001	5.9655	-	15.6087

The tax rates for each type of district are an average of the levies for each individual district based on the county-wide assessed valuation.

TABLE 6A

**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
UTILITY IMPROVEMENT DISTRICTS
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>ASSESSMENT BILLINGS</u>	<u>ASSESSMENTS COLLECTED</u>	<u>RATIO OF COLLECTIONS TO BILLINGS</u>	<u>TOTAL OUTSTANDING ASSESSMENTS</u>
1991	\$ 1,550,477	\$ 3,924,204	253.10%	\$ 29,689,485
1992	2,626,720	4,386,185	166.98	26,301,243
1993	3,153,996	3,497,767	110.90	22,970,088
1994	1,174,564	2,916,820	248.33	20,164,626
1995	1,132,416	2,393,241	211.34	17,756,116
1996	1,175,572	2,975,445	253.11	14,699,636
1997	1,510,414	3,904,024	258.47	13,481,729
1998	1,243,392	4,932,693	396.71	9,869,899
1999	1,181,101	1,777,841	150.52	8,092,058
2000	1,024,913	1,724,588	168.27	6,367,471

TABLE 6B

**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
ROAD IMPROVEMENT DISTRICTS
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>ASSESSMENT BILLINGS</u>	<u>ASSESSMENTS COLLECTED</u>	<u>RATIO OF COLLECTIONS TO BILLINGS</u>	<u>TOTAL OUTSTANDING ASSESSMENTS</u>
1991	\$ 72,207	\$ 80,313	111.23%	\$ 560,853
1992	73,519	88,480	120.35	675,372
1993	104,245	159,438	152.95	646,395
1994	75,914	458,114	603.46	542,816
1995	61,378	158,484	258.21	384,332
1996	55,485	100,003	180.23	284,331
1997	49,466	114,628	231.73	202,131
1998	46,520	93,094	200.12	130,744
1999	20,316	45,138	222.18	85,605
2000	16,790	22,327	132.98	63,278

TABLE 7

**RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA**

LAST TEN FISCAL YEARS

<u>FISCAL YEAR ENDED DECEMBER 31</u>	<u>POPULATION</u>	<u>ASSESSED VALUE (IN 000's)</u>	<u>GROSS BONDED DEBT</u>	<u>DEBT PAYABLE FROM PROPRIETARY FUNDS</u>	<u>AVAILABLE DEBT SERVICE MONIES</u>	<u>NET BONDED DEBT</u>	<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u>	<u>NET BONDED DEBT PER CAPITA</u>
1991	603,800	\$ 18,435,237	\$ 27,555,000	\$ 13,450,000	\$ 210	\$ 14,104,790	0.0008	\$ 23.36
1992	624,000	21,358,839	29,305,000	12,635,000	15,205	16,654,795	0.0008	26.69
1993	640,700	24,493,559	27,565,000	11,770,000	39,224	15,755,776	0.0006	24.59
1994	648,900	26,139,030	38,205,000	10,845,000	118,829	27,241,171	0.0010	41.98
1995	660,200	28,112,803	36,000,000	9,850,000	67,235	26,082,765	0.0009	39.51
1996	665,200	29,758,323	33,445,000	8,790,000	179	24,654,821	0.0008	37.06
1997	673,900	31,696,029	32,810,000	7,885,000	38,875	24,886,125	0.0008	36.93
1998	686,800	33,743,694	32,390,000	6,625,000	8,076	25,756,924	0.0008	37.50
1999	700,000	35,243,497	31,620,000	5,305,000	455,501	25,859,499	0.0007	36.94
2000	706,000	37,932,382	65,065,000	3,930,000	1,725,662	59,409,338	0.0016	84.15

TABLE 8

COMPUTATION OF LEGAL DEBT MARGIN

December 31, 2000

Under Washington State law, a county may issue general obligation debt for general county purposes in an amount not to exceed 2.5% of actual value of all taxable property. Unlimited tax debt requires an approving vote of the people; and any election to validate general obligation debt must have a voter turnout of at least 40% of those who voted in the last state general election and of those voting 60% must be in the affirmative. The County Council may, by ordinance, authorize the issuance of limited tax general obligation debt in an amount up to 1.5% of the actual valuation within the county without a vote of the people. No combination of limited or unlimited tax debt may exceed 2.5% of the actual valuation. The debt service on unlimited tax debt is secured by excess tax levies, whereas the debt service on limited tax debt is secured by taxes collected within the \$1.80 per \$1,000 of assessed value county operating levy.

Assessed Valuation (Property Value)		\$	37,932,381,976
A. Inside Levy (Issued without vote of the people)			
Legal Limit (1.5% of property value)			568,985,730
Amount of Debt Applicable to Debt Limit:			
Limited Tax General Obligation Bonds	\$	61,135,000	
Limited Tax General Obligation Proprietary Type		3,930,000	
Compensated Absences		11,056,100	
Installment Contract		<u>2,592,647</u>	
Total Limited Tax General Obligation Debt			78,713,747
Less:			
Assets Available For Payment of Principal in Debt Service Funds	\$	<u>1,725,662</u>	
Net Limited Tax General Obligation Debt			<u>76,988,085</u>
Limited Tax General Obligation Debt Margin	\$		<u><u>491,997,645</u></u>
B. Outside Levy (Issued with vote of the people)			
Legal Limit (2.5% of property value)	\$		948,309,549
Less:			
Amount of Debt Applicable to Debt Limit			-
Net Limited General Obligation Debt			<u>76,988,085</u>
Total General Obligation Debt Margin	\$		<u><u>871,321,464</u></u>

(1) SOURCE: Annual statement of 1999 assessment values of property taxes payable in 2000 prepared by Assessor-Treasurer.

TABLE 9

**COMPUTATION OF
DIRECT AND OVERLAPPING DEBT**

December 31, 2000

<u>JURISDICTION</u>	<u>NET DEBT OUTSTANDING</u>	<u>PERCENTAGE APPLICABLE TO PIERCE COUNTY</u>	<u>AMOUNT APPLICABLE TO PIERCE COUNTY</u>
Direct Debt:			
Pierce County	\$ 65,065,000	100%	\$ 65,065,000
Overlapping Debt:			
Cities And Towns	122,502,435	100%	122,502,435
Port Of Tacoma	50,920,000	100%	50,920,000
School Districts	516,256,035	100%	516,256,035
Fire Protection Districts	8,450,285	100%	8,450,285
Park Districts	10,993,693	100%	10,993,693
Rural Library District	710,000	100%	710,000
Pierce Transit	<u>4,215,000</u>	100%	<u>4,215,000</u>
Total Overlapping Debt	<u>714,047,448</u>		<u>714,047,448</u>
Total Direct And Overlapping Debt	<u>\$ 779,112,448</u>		<u>\$ 779,112,448</u>

TABLE 10

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES**

LAST TEN FISCAL YEARS

FISCAL YEAR ENDED DECEMBER 31	PRINCIPAL	INTEREST AND FISCAL CHARGES	TOTAL DEBT SERVICE	TOTAL GENERAL EXPENDITURES	RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES
1991	\$ 1,205,000	\$ 1,015,109	\$ 2,220,109	\$ 168,276,310	1.32%
1992	7,825,000	926,452	8,751,452	194,940,550	4.49
1993	875,000	1,135,547	2,010,547	210,489,499	0.96
1994	935,000	980,427	1,915,427	256,075,796	0.75
1995	1,210,000	1,955,574	3,165,574	279,614,698	1.13
1996	1,495,000	1,526,543	3,021,543	304,223,231	0.99
1997	1,765,000	1,289,667	3,054,667	318,674,490	0.96
1998	1,860,000	1,348,556	3,208,556	322,594,165	0.99
1999	1,980,000	1,356,456	3,336,456	338,920,107	0.98
2000	2,180,000	1,409,828	3,589,828	367,281,437	0.98

TABLE 11

REVENUE BOND COVERAGE FOR SEWER REVENUE BONDS

LAST TEN FISCAL YEARS

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Operating Revenues	\$ 14,479,525	\$ 14,854,498	\$ 16,082,100	\$ 16,273,988	\$ 16,986,405	\$ 17,621,750	\$ 18,113,682	\$ 18,794,410	\$ 19,378,300	\$ 20,384,490
Connection Charges	2,817,229	3,031,052	2,946,847	4,575,836	5,700,068	4,303,900	5,895,480	5,191,625	5,777,440	5,555,700
Unrestricted Investment Income	3,696,209	2,424,956	617,840	770,486	1,368,900	1,687,214	2,076,035	2,473,184	2,420,502	3,107,936
Miscellaneous Adjustments	2,715	(372,899)	440,860	(52,144)	(1,064,867)	(92,790)	97,486	211,684	440,854	(236,135)
Total Revenue	20,995,678	19,937,607	20,087,647	21,568,166	22,990,506	23,520,074	26,182,683	26,670,903	28,017,096	28,811,991
Less: Operating And Maintenance Expense (1)	7,421,750	8,246,631	9,170,098	10,245,779	10,535,562	10,715,715	11,826,942	12,686,774	13,583,893	13,402,792
Net Revenue Available	13,573,928	11,690,976	\$ 10,917,549	\$ 11,322,387	\$ 12,454,944	\$ 12,804,359	\$ 14,355,741	\$ 13,984,129	\$ 14,433,203	\$ 15,409,199
Assessment Collections And Withdrawals (3)	6,394,583	6,696,783	—	3,742,862	4,297,041	4,134,704	4,027,320	3,985,945	3,826,496	3,664,786
Net Revenue And Assessment Collections Available	\$ 19,968,511	\$ 18,387,759	\$ 10,917,549	\$ 15,065,249	\$ 16,751,985	\$ 16,939,063	\$ 18,383,061	\$ 17,970,074	\$ 18,259,699	\$ 19,073,985
Required Annual Debt Service:										
Assessment Bonds	\$ 7,473,378	\$ 7,614,946	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Revenue Bonds (2)	685,194	650,588	—	3,742,862	4,297,041	4,134,704	4,027,320	3,985,945	3,826,496	3,664,786
Reserve Account Deposit (4)	—	—	3,210,522	—	—	—	—	—	—	—
G.O./Revenue Bonds	1,385,058	1,383,674	1,378,545	1,384,035	1,384,328	1,378,948	1,386,564	1,349,541	1,352,311	1,344,474
Total	\$ 9,543,630	\$ 9,649,208	\$ 4,589,067	\$ 5,126,897	\$ 5,681,369	\$ 5,513,652	\$ 5,413,884	\$ 5,335,486	\$ 5,178,807	\$ 5,009,260
Debt Service Coverage:										
Assessment and/or Revenue Bonds	2.45%	2.22%	—	4.03%	3.90%	4.10%	4.56%	4.51%	4.77%	5.20%
All Bonds	2.09%	1.91%	2.38%	2.94%	2.95%	3.07%	3.40%	3.37%	3.53%	3.81%

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

(2) In 1985, all outstanding sewer revenue and assessment bonds were refunded. The refunding bond covenants required that the bonds be allocated into sewer revenue and assessment bonds in relation to the respective amounts of each type of bonds outstanding at the time of issuance of the new bonds. All future parity bonds issued in excess of the pledged assessment rolls are deemed to be sewer revenue bonds.

(3) In 1993, all outstanding sewer revenue and assessment bonds were refunded. The new bonds and future parity bonds are now revenue bonds.

(4) The required Reserve Account deposit is a result of the 1993 refunding of the then outstanding revenue bonds.

TABLE 12

DEMOGRAPHIC STATISTICS

LAST TEN FISCAL YEARS

<u>FISCAL YEAR ENDED DECEMBER 31</u>	<u>POPULATION (1)</u>	<u>SCHOOL ENROLLMENT (2)</u>	<u>UNEMPLOYMENT RATE</u>
1991	603,800	116,034	6.2%
1992	624,000	119,652	7.5
1993	640,700	122,218	7.6
1994	648,900	124,664	6.5
1995	660,200	126,487	6.2
1996	665,200	129,116	5.6
1997	673,900	132,101	4.1
1998	686,800	134,212	4.2
1999	700,000	134,635	4.2
2000	706,000	135,476	4.6

Sources: (1) Washington State Office of Financial Management, Research Division
(2) Superintendent of Public Instruction

TABLE 13

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED DECEMBER 31	ASSESSSED — VALUATION — REAL AND PERSONAL PROPERTY	BUILDING PERMITS (1) NUMBER	AMOUNT	COMMERCIAL BANK DEPOSITS
1991	\$ 18,435,237,322	7,695	\$ 502,395,102	\$ 5,589,201,000 (2)
1992	21,358,838,977	8,544	584,243,378	5,175,186,000 (2)
1993	24,493,558,730	8,693	617,831,036	6,286,839,000 (2)
1994	26,139,029,809	8,358	626,812,382	5,805,524,000 (2)
1995	28,112,803,032	8,141	521,650,520	5,675,462,000 (2)
1996	29,758,323,316	9,065	589,157,067	5,499,943,000 (2)
1997	31,696,028,551	10,167	691,657,810	4,252,865,000 (3)
1998	33,743,693,542	11,066	766,255,496	4,380,750,000 (3)
1999	35,243,497,408	11,259	842,407,806	4,449,677,000 (3)
2000	37,932,381,976	10,155	863,040,316	4,808,000,000 (3)

Sources: (1) The City of Tacoma, City of Lakewood and Pierce County Building Departments
(2) Key Bank of Washington at December 31.
(3) FDIC at June 30.

TABLE 14

PRINCIPAL TAXPAYERS

December 31, 2000

TAXPAYER	TYPE OF BUSINESS	1999 ASSESSED VALUATION (1)	PERCENTAGE OF TOTAL ASSESSED VALUATION
Puget Sound Energy	Electric and Natural Gas Utility	\$ 401,264,596	1.06%
The Boeing Company	Airplane Manufacturer	354,989,599	0.94
U.S. West Communications, Inc.	Telecommunications	220,457,703	0.58
Fred Meyer Stores	Retail Sales	152,830,322	0.40
Leroy Miller/Tacoma Mall Corporation	Retail Shopping Mall	109,471,325	0.29
Intel Corporation	Semiconductor Manufacturer	106,890,181	0.28
Matsushita Semiconductor Corp	Electronics Manufacturer	106,333,800	0.28
NWBC dba Lakewood Industrial Park	Industrial Park	101,190,805	0.27
Simpson Tacoma Kraft Company	Paper and Pulp Mill	99,742,665	0.26
ERP Operating LP/Holly Property Holdings Inc. /Holly Residential Properties/Wellsford Developers	Construction	92,085,232	0.24
Rainy River Forest Products	Wood Products	85,682,876	0.23
Oscar Hokold	Rental Properties/Development	80,826,354	0.21
Weyerhaeuser Company /Weyerhaeuser Real Estate	Wood Products/Real Estate	76,424,545	0.20
Lone Star Northwest	Construction	75,587,361	0.20
Telephone Trans-Pacific Corp. I, II, & III	Telecommunications Services	75,499,700	0.20
South Hill Co./Cafaro Co.	Retail Shopping Mall	69,790,200	0.18
Telephone Utilities Of WA, Inc	Telecommunications Services	62,171,065	0.16
Pioneer Chlor Alkali Co.. Inc	Petroleum Refining	55,836,884	0.15
ATC Realty Sixteen Inc./Lakewood Mall	Shopping Mall	52,192,000	0.14
Toray Composites, Inc.	Composite Manufacturing	48,483,495	0.13
State Farm Mutual Automobile Insurance	Insurance Company	48,413,439	0.13
Western Washington Fair	State Fair	45,266,223	0.12
Peninsula Light Co.	Electric Utility	43,650,068	0.12
Dayton Hudson Corp. (Mervyns & Target)	Retail Sales	<u>39,635,531</u>	<u>0.10</u>
Total Assessed Valuation of Principal Taxpayers		<u>\$ 2,604,715,969</u>	<u>6.87%</u>
Total 1999 Taxable Value of Pierce County (2)		<u>\$ 37,932,381,976</u>	<u>100.00%</u>

(1) Totals include valuation of real, personal and operating properties.

(2) 1999 taxable value is basis for 2000 property tax levies.

MISCELLANEOUS STATISTICS

December 31, 2000

Pierce County is located at the southern end of Puget Sound in Washington State and is bordered by King County to the north, Thurston and Lewis Counties to the south, Yakima County on the east, and Puget Sound on the west. The county is the second most populous county in Washington with an estimated 1999 population of 700,000. There are 22 incorporated cities and towns within the county. Tacoma, the county seat, is the state's third largest city.

The county covers 1,794 square miles (1676 of land and 118 of water). Altitudes in the county range from sea level on Puget Sound to the peak of Mount Rainier at 14,411 feet. *Pierce County* has approximately 235 miles of saltwater shoreline and an abundance of lakes and national forests for excellent recreational opportunities. The county's transportation system consists of 1,500 miles of roadway, 150 bridges, 60 traffic signals, and a ferry operation. Commencement Bay, the principal port area of *Pierce County* and one of the world's finest deep water harbors, is an arm of Puget Sound which opens to the Pacific Ocean.

Pierce County possesses a varied economy. The manufacturing sector produces lumber and wood products, metals, chemicals, food clothing, computer/semiconductor chips and parts, and airplane parts. Agricultural products include berries, lettuce, beans, cabbage, and daffodil bulbs. The county is the nation's number one producer of rhubarb.

Pierce County is an important rail center served by two transcontinental railroads: Union Pacific and Burlington Northern Santa Fe. Seattle-Tacoma International Airport, located about 20 miles north of Tacoma, is served by 30 major commercial airlines. Over 200 motor freight lines provide local and long-distance hauling services. Interstate Highway 5 (the major north-south route on the west coast) passes directly through Tacoma. Additionally, the local area is served by extensive ferry and transit systems, and by a well-developed network of highways and freeways. The toll free Narrows Bridge provides direct access to residential and recreational areas of the Olympic Peninsula.

MAJOR CORPORATE EMPLOYERS

Multicare Health Systems	5,000
Franciscan Health System	2,553
Fred Meyer Stores	1,919
Good Samaritan Hospital	1,800
Intel Corporation	1,600
The Boeing Company (Frederickson site)	1,450
State Farm Insurance Companies	1,021
Emerald Queen Casino	1,000
Frank Russell Co. - Investment Management.....	922
Milguard Manufacturing, Inc.....	900

EDUCATION

Educational needs within *Pierce County* are provided by 15 school districts. Four institutions of higher learning, Pacific Lutheran University, University of Puget Sound, Tacoma Community College, and Pierce College, have main campuses located in the county. Evergreen State College, City University, and the University of Washington each maintain a branch campus in Tacoma. In addition, Washington State University operates agricultural extension programs in the county.

LABOR FORCE AND EMPLOYMENT IN TACOMA-PIERCE COUNTY

The labor data on the following page is based on the resident labor force for the Tacoma Metropolitan Statistical Area (an area coterminous with *Pierce County*). The labor data presented is compiled by the State of Washington Employment Security Department and represents average monthly employment levels for each year.

TABLE 15

Page 2 of 2

YEAR	CIVILIAN LABOR FORCE	EMPLOYMENT	UNEMPLOYMENT
1991	274,300	257,500	16,800
1992	288,200	266,700	21,500
1993	297,400	275,000	22,400
1994	301,300	281,800	19,500
1995	312,900	293,500	19,400
1996	316,100	297,700	18,400
1997	327,200	313,700	13,500
1998	331,400	317,400	14,000
1999	335,200	320,100	15,100
2000	335,400	320,000	15,400

INDUSTRY

The principal industrial area of Tacoma, the Port of Tacoma Industrial District, is home of North America's sixth-largest port. Situated on Commencement Bay, the Port of Tacoma covers over 3,000 acres and can accommodate vessels of any draft. The Port of Tacoma revolutionized west-coast cargo transfer as the first port to build an on-dock intermodal rail yard. The port currently uses 2,400 acres of land for terminal activity and industrial development and has about 700 acres in reserve for future development. The Port recently expanded terminal space and upgraded equipment to accept post-panamax vessels, a class of cargo ship so huge it cannot squeeze through the Panama Canal.

Nearby are Fort Lewis, an 86,000-acre army base including Madigan General Hospital, and McChord Air Force Base, a major air force installation of 5,000 acres. Combined the military facilities employ about 33,000 people, including both military and civilian personnel.

NONAGRICULTURAL EMPLOYMENT IN TACOMA PMSA (PIERCE COUNTY) Annual Average Employment

INDUSTRY	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
TOTAL (1)	247,000	243,600	235,000	232,900	221,600	217,500	212,600	206,500	203,700	199,500
MANUFACTURING	22,500	23,600	25,600	27,400	24,000	22,500	21,900	20,500	23,300	23,500
Food & Kindred Products	1,700	2,100	2,400	3,100	2,800	2,900	2,800	2,700	2,700	2,700
Textiles & Apparel	1,000	1,100	1,500	1,400	1,400	1,300	1,300	1,000	4,200	4,000
Lumber & Wood Products	3,800	3,900	4,100	4,000	4,000	3,900	4,100	3,900	4,200	4,000
Paper & Allied Products	1,300	1,400	1,500	1,500	1,400	1,500	1,400	1,400	1,900	2,000
Printing, Publishing & Allied Products	2,300	2,200	2,400	2,700	2,400	2,400	2,200	1,900	1,300	1,300
Concrete Products, Etc.	1,500	2,700	1,400	1,300	1,400	1,400	1,400	1,400	1,300	1,300
Metals, Primary & Fabricated	2,400	2,000	2,100	1,900	1,900	1,900	1,600	1,600	1,600	2,100
Machinery/Computer/Electronics/ Electrical Equipment/ Instruments	2,500	2,700	3,300	4,600	2,500	1,600	1,400	1,300	1,300	1,500
Other Transportation Equipment	2,100	2,400	2,800	900	900	900	900	900	1,000	1,200
Aerospace, Vehicles & Parts	1,400	1,500	2,000	1,700	1,300	1,000	1,200	1,100	500	400
Other Manufacturing	2,500	1,600	2,100	4,300	4,000	3,700	3,600	3,200	3,200	3,000
MINING	200	200	200	200	200	200	200	200	200	200
CONSTRUCTION	16,600	13,700	13,300	12,200	12,300	12,100	12,100	11,300	11,000	11,300
TRANSPORTATION & PUBLIC UTILITIES	9,100	9,800	9,200	10,500	10,000	9,900	9,900	9,700	9,600	9,400
TRADE	60,800	61,300	58,400	59,300	54,800	56,000	53,700	52,000	51,000	48,600
FINANCE, INSURANCE & REAL ESTATE	12,900	13,300	12,500	11,300	11,400	11,000	11,200	11,400	10,400	10,200
SERVICES	73,100	71,200	67,400	64,100	62,300	59,200	57,800	56,400	54,100	52,700
GOVERNMENT	51,800	50,500	48,400	47,900	46,700	46,600	45,800	45,000	44,100	43,700

Source: Washington State Department of Employment Security

(1) Excludes proprietors, self-employed, members of armed services, workers in private households and agriculture.

Includes full-and part-time wage and salary workers receiving pay during the pay period including the 12th of the month.

SEWER UTILITY CUSTOMER STATISTICS

Wastewater Treated (in Millions of Gallons Per Day (MGPD))		Customers Connected at December 31	
Year	MGPD	Residential Units	Commercial Accounts
1993	12.14	49,072	1,862
1994	12.36	50,027	1,891
1995	13.38	54,344	2,012
1996	14.73	55,569	2,033
1997	15.56	57,865	2,103
1998	14.90	59,830	2,138
1999	16.30	62,856	2,159
2000	14.41	65,745	2,216

Customer Rate Structure

Customer Class	Rate Methodology	Rate
Single Family Residence	Fixed Monthly	\$ 19.45
Multi-Family Residence	Fixed Monthly	17.64
Commercial SIC Class #1	0-300 mg/1 BOD or SS Plus \$ /CCF Usage	7.50 1.76
Commercial SIC Class #2	301-500 mg/ 1 BOD or SS Plus \$/CCF Usage	7.50 2.35
Commercial SIC Class #3	501-700 mg/ 1 BOD or SS Plus \$/CCF Usage	7.50 2.54
Commercial SIC Class #4	701-900 mg/ 1 BOD or SS Plus \$/CCF Usage	7.50 3.53
Commercial SIC Class #5	Over 900 mg/ 1 BOD or SS Plus \$/CCF Usage Plus \$/LB for BOD Plus \$/LB for SS	7.50 1.16 0.1304 0.2886

