

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Credit risk - continued

The Master Remediation Trust Fund Agreement permits the following investments in the Master Environmental Trust Fund:

1. "Permitted investments" as outlined in the Authority's bond resolution:
 - a. Bank savings accounts, time certificates of deposit or open account certificates of deposit;
 - b. Direct obligations of or guaranteed by the United States Government or issued by the following agencies:
 - 1) Banks or Cooperatives, the Export-Import Bank of the United States, Federal Intermediate Credit Banks, Federal Home Loan Banks, Federal Land Banks, Fannie Mae or Ginnie Mae;
 - 2) Repurchase agreements collateralized solely by federal securities;
 - 3) Guaranteed investment contracts structured in a collateralized repurchase agreement format and involving only federal securities;
 - 4) Money market mutual funds holding only federal securities;
 - 5) Full faith and credit direct and general obligations of the State or political subdivisions which are rated in the two highest rating categories by two nationally recognized bond rating agencies and are legal investments for fiduciaries in the State of Arizona;
 - 6) Bank savings accounts, time certificates of deposit or open certificates of deposit.
2. Such other prudent investments as are consistent with investment policies adopted by the Authority's Board of Directors:
 - a. Certificates of deposit issued by state and national banks doing business in Arizona that:
 - 1) Are guaranteed by the FDIC or its successor;
 - 2) Are collateralized at 102% by obligations of the United States Government or its agencies and instrumentalities; and
 - 3) Do not exceed 6 months to maturity from date of issuance;
 - b. Obligations of the United States, its agencies and instrumentalities;
 - c. The United States Government or its agencies and instrumentalities, collateralized at 102%, executed through primary government securities dealers and with collateral held by third-party custodians;
 - d. Bankers' acceptances with a maximum maturity of 270 days, eligible as collateral for borrowing from a Federal Reserve Bank and from a United States bank with short-term ratings not less than A1/P1 or an equivalent;
 - e. Fully collateralized guaranteed investment contracts executed with a primary securities dealer as defined by the Federal Reserve;
 - f. Securities and Exchange Commission (SEC) registered money market funds provided the fund conforms to all bond resolutions;
 - g. Bonds or notes issued by any state or municipality, with ratings not less than AA, or an equivalent.
3. Money market funds registered under the Federal Investment Company Act of 1940, whose shares are registered under the Federal Securities Act of 1933.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Concentration of credit risk

In order to provide for diversification and reduce market and credit risk exposures, the following diversification parameters have been established in the Authority's investment policies:

	<u>Maximum % of portfolio</u>
Certificates of deposit	20%
U.S. Treasuries, agencies and instrumentalities	100%
Repurchase agreements	50%
Bankers' acceptances	10%
Guaranteed investment contracts	10%
Money market mutual funds	50%
State/municipality bonds or notes	20%

At September 30, 2013 and 2012, the Authority had the following investments:

	<u>Fair Value</u>				<u>Ratings</u>
	<u>2013</u>		<u>2012</u>		
	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>	
Pooled investment fund:					
U.S. Agency securities:					
Federal Farm Credit Bank	\$ 27,398,970	22%	\$ 36,024,000	31%	AAA
Federal Home Loan Bank	72,345,660	59%	36,039,683	31%	AAA
Federal Home Loan Mortgage Corp.	-	0%	20,040,248	17%	AAA
Federal National Mortgage Association	2,010,560	2%	9,031,600	9%	AAA
U.S. Treasury Bills	20,189,520	17%	14,300,140	12%	AAA
	<u>\$ 121,944,710</u>	100%	<u>\$ 115,435,671</u>	100%	

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Concentration of credit risk - continued

Cash, cash equivalents and investments are classified on the Statements of Net Position at September 30, 2013 and 2012 as follows:

	Cash and cash equivalents		Investments	
	2013	2012	2013	2012
Unrestricted	\$ 19,547,240	\$ 20,912,827	\$ 92,968,777	\$ 87,083,967
Airport Subordinate Lien Revenue				
Bonds, Series 2001	98,683	119,657	855,514	834,456
Airport Revenue Bonds, Refunding				
Series 2003	-	197,963	-	1,380,538
Airport Subordinate Lien Revenue				
Bonds, Series 2006	156,050	186,098	1,352,851	1,297,796
Passenger Facility Charge Fund	2,390,061	2,699,704	20,649,892	18,856,082
Land Acquisition Fund	188,007	230,643	1,623,726	1,610,425
Construction Fund	252,097	303,795	2,182,365	2,117,522
Debt Service Reserve Fund	266,640	323,340	2,311,585	2,254,885
Environmental Remediation Trust	2,051,033	3,503,222	-	-
	<u>\$ 24,949,811</u>	<u>\$ 28,477,249</u>	<u>\$ 121,944,710</u>	<u>\$ 115,435,671</u>

Cash and cash equivalents are comprised of the following at September 30, 2013 and 2012:

	2013	2012	Ratings
Deposits at financial institutions	\$ 8,772,572	\$ 8,432,631	N/A
JP Morgan Money Market Treasury Fund	3,047,328	4,499,519	AAA
Goldman Sachs Financial Square Treasury Obligations	12,120,011	15,533,476	AAA
Cash on hand	9,900	11,623	N/A
Total cash and cash equivalents	<u>\$ 24,949,811</u>	<u>\$ 28,477,249</u>	

At September 30, 2013, the Authority's investments are scheduled to mature as follows:

	Investment maturities (in months)				
	Fair value	Less than 12	12-24	24-36	36-60
Pooled investment fund:					
U.S. Treasury and					
Agency securities	<u>\$ 121,944,710</u>	<u>\$ 14,054,054</u>	<u>\$ 24,153,054</u>	<u>\$ 20,940,862</u>	<u>\$ 62,796,740</u>

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 4 – INVENTORIES

Inventories at September 30, 2013 and 2012 follow:

	<u>2013</u>	<u>2012</u>
Flightline merchandise, including fuel, for resale	\$ 166,916	\$ 205,702
Operating and maintenance supplies	<u>353,873</u>	<u>357,552</u>
	<u>\$ 520,789</u>	<u>\$ 563,254</u>

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2013 follows:

	<u>Beginning balance</u>	<u>Transfers</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Business type activities:					
Capital assets not being depreciated:					
Land \$ 82,228,059	\$ -	\$ -	\$ -	\$ 82,228,059	\$ -
Artwork	424,337	27,000	1,669	-	453,006
Construction in progress	<u>6,203,507</u>	<u>(2,428,786)</u>	<u>19,528,543</u>	-	<u>23,303,264</u>
Total assets not being depreciated	88,855,903	(2,401,786)	19,530,212	-	105,984,329
Capital assets being depreciated:					
Utilities	5,951,108	-	-	-	5,951,108
Land improvements	138,164,666	241,390	666,376	-	139,072,432
Buildings and improvements	213,721,560	263,093	145,222	(33,261)	214,096,614
Computer software	5,578,465	-	22,300	-	5,600,765
Furniture, fixtures, machinery and equipment	<u>36,536,719</u>	<u>1,897,303</u>	<u>488,764</u>	<u>(226,189)</u>	<u>38,696,597</u>
Total assets being depreciated	399,952,518	2,401,786	1,322,662	(259,450)	403,417,516
Less accumulated depreciation for:					
Utilities	5,688,642	-	46,315	-	5,734,956
Land improvements	76,480,618	-	6,262,506	-	82,743,124
Buildings and improvements	106,402,748	-	7,809,893	(1,109)	114,211,532
Computer software	4,865,168	-	131,041	-	4,996,209
Furniture, fixtures, machinery and equipment	<u>20,336,290</u>	<u>-</u>	<u>2,089,166</u>	<u>(180,640)</u>	<u>22,244,816</u>
	<u>213,773,466</u>	<u>-</u>	<u>16,338,921</u>	<u>(181,748)</u>	<u>229,930,637</u>
Net capital assets being depreciated	<u>186,179,052</u>	<u>2,401,786</u>	<u>(15,016,259)</u>	<u>(71,702)</u>	<u>173,486,879</u>
Net capital assets	<u>\$ 275,034,955</u>	<u>\$ -</u>	<u>\$ 5,778,862</u>	<u>\$ -</u>	<u>\$ 279,471,207</u>

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 5 – CAPITAL ASSETS (continued)

Capital asset activity for the year ended September 30, 2012 follows:

	Beginning balance	Transfers	Increases	Decreases	Ending balance
Business type activities:					
Capital assets not being depreciated:					
Land	\$ 78,893,131	\$ 1,981,063	\$ 1,353,865	\$ -	\$ 82,228,059
Artwork	424,337	-	-	-	424,337
Construction in progress	12,029,264	(10,020,644)	4,194,887	-	6,203,507
Total assets not being depreciated	91,346,732	(8,039,581)	5,548,752	-	88,855,903
Capital assets being depreciated:					
Utilities	5,951,108	-	-	-	5,951,108
Land improvements	119,042,798	7,402,966	11,718,902	-	138,164,666
Buildings and improvements	213,698,663	17,103	5,794	-	213,721,560
Computer software	4,865,168	541,734	171,563	-	5,578,465
Furniture, fixtures, machinery and equipment	35,806,678	77,778	889,431	(237,168)	36,536,719
Total assets being depreciated	379,364,415	8,039,581	12,785,690	(237,168)	399,952,518
Less accumulated depreciation for:					
Utilities	5,606,442	-	82,200	-	5,688,642
Land improvements	71,363,140	-	5,117,478	-	76,480,618
Buildings and improvements	98,485,374	-	7,917,374	-	106,402,748
Computer software	4,865,168	-	-	-	4,865,168
Furniture, fixtures, machinery and equipment	18,486,054	-	2,087,404	(237,168)	20,336,290
	198,806,178	-	15,204,456	(237,168)	213,773,466
Net capital assets being depreciated	180,558,237	8,039,581	(2,418,766)	-	186,179,052
Net capital assets	\$ 271,904,969	\$ -	\$ 3,129,986	\$ -	\$ 275,034,955

Depreciation expense was \$16,337,812 and \$15,204,456 and for the years ended September 30, 2013 and 2012, respectively.

Net investment in capital assets as of September 30 is as follows:

	2013	2012
Capital assets	\$ 509,401,845	\$ 488,808,421
Less accumulated depreciation	(229,930,637)	(213,773,466)
Less outstanding debt	(59,258,524)	(66,239,463)
Net investment in capital assets	\$ 220,212,684	\$ 208,795,492

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 6 – UNEARNED REVENUES

The Authority has been awarded certain amounts by the Pima County Superior Court in connection with assets seized by Authority law enforcement officers (forfeiture funds) in narcotics investigations. Such amounts have been recorded as unearned revenues pending approval for expenditure by the Pima County Attorney's Office. The Authority's Board of Directors has approved the use of 25% of these funds for the Pima County Anti-Drug/Anti-Gang Program and the remainder for drug enforcement and prevention by the Authority's Police Department.

At September 30, 2013 and 2012, the Authority had received rent from certain tenants and certain other payments applicable to the subsequent year. Such amounts have been classified as unearned revenue. A detail of unearned revenues at September 30, 2013 and 2012 follows:

	2013	2012
Forfeiture funds	\$ 95,087	\$ 77,622
Tenant rent payments	187,565	87,709
Rental car company advances	-	54,789
Total unearned revenues	<u>\$ 282,652</u>	<u>\$ 220,120</u>

NOTE 7 – LONG-TERM DEBT

Long-term debt at September 30, 2013 and 2012 follows:

	Beginning balance	Increases	Decreases	Ending balance
2013 activity:				
Business-type activities:				
Authority bonds:				
2001 subordinate lien	\$ 33,825,000	\$ -	\$ (1,095,000)	\$ 32,730,000
2003 refunding series senior lien	4,510,000	-	(4,510,000)	-
2006 subordinate lien airport revenue bonds	<u>26,905,000</u>	-	<u>(1,250,000)</u>	<u>25,655,000</u>
Total debt	65,240,000	-	(6,855,000)	58,385,000
Less current portion	<u>(6,855,000)</u>	-	<u>4,400,000</u>	<u>(2,455,000)</u>
Noncurrent debt	<u>\$ 58,385,000</u>	<u>\$ -</u>	<u>\$ (2,455,000)</u>	<u>\$ 55,930,000</u>

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 7 – LONG-TERM DEBT (continued)

	Beginning balance	Increases	Decreases	Ending balance
2012 activity:				
Business-type activities:				
Authority bonds:				
2001 subordinate lien	\$ 34,865,000	\$ -	\$ (1,040,000)	\$ 33,825,000
2003 refunding series				
senior lien	8,810,000	-	(4,300,000)	4,510,000
2006 subordinate lien				
airport revenue bonds	<u>28,095,000</u>	-	(1,190,000)	<u>26,905,000</u>
Total debt	<u>71,770,000</u>	-	(6,530,000)	<u>65,240,000</u>
Less current portion	<u>(6,530,000)</u>	-	(325,000)	<u>(6,855,000)</u>
Noncurrent debt	<u>\$ 65,240,000</u>	<u>\$ -</u>	<u>\$ (6,855,000)</u>	<u>\$ 58,385,000</u>

	2011	2010
\$41,580,000 Subordinate Lien Revenue Bonds, Series 2001. Bonds due in annual amounts, ranging from \$715,000 to \$2,720,000, June 1, 2004 through June 1, 2031; interest payable semiannually at 4.30% to 5.35%.	\$ 32,730,000	\$ 33,825,000
\$37,830,000 Refunding Revenue Senior Lien Bonds, Series 2003. Bonds due in annual amounts ranging from \$3,165,000 to \$4,510,000, June 1, 2004 through June 1, 2013; interest payable semiannually at 4.00% to 5.00%.	-	4,510,000
\$32,110,000 Subordinate Lien Airport Revenue Bonds, Series 2006. Bonds due in annual amounts, ranging from \$750,000 to \$2,470,000, December 1, 2007 through December 1, 2026; interest payable semiannually at 4.25% to 5.00%.	<u>25,655,000</u>	<u>26,905,000</u>
	<u>\$ 58,385,000</u>	<u>\$ 65,240,000</u>

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 7 – LONG-TERM DEBT (continued)

In March 1993, the Authority issued Airport Revenue Bonds Refunding Series 1993 (1993 Bonds). The net proceeds from the issuance of the 1993 Bonds were used to purchase government securities, and those securities were deposited in an irrevocable trust with an escrow agent until June 1993, when the trust paid in full the General Revenue Bonds, Series 1977 and 1983. As a result of the 1993 refunding, the Authority originally recognized a deferred loss of \$3,844,848 in 1993. In June 2003, the Authority issued Airport Revenue Bonds Refunding series 2003 (2003 Bonds). The proceeds from the issuance of the 2003 Bonds were used to pay in full the 1993 Bonds. As a result of the 2003 refunding, the Authority recognized a deferred loss of \$1,855,855 (inclusive of the remaining unamortized deferred loss of \$1,120,455 from the 1993 Bonds), all of which had been amortized at September 30, 2013. Amortization of the deferred loss on bond refunding totaled \$25,355 and \$62,208 for the years ended September 30, 2013 and 2012.

A summary of long-term debt service requirements to maturity as of September 30, 2013, including required annual principal installments to the bond fund of \$58,358,000 and interest payments of \$27,561,958 totaling \$85,946,958 follows:

	Airport Subordinate Lien Revenue Bonds, Series 2006		Airport Subordinate Lien Revenue Bonds, Series 2001	
	Principal	Interest	Principal	Interest
Year ending September 30,				
2014	\$ 1,305,000	\$ 1,209,850	2014 \$ 1,150,000	\$ 1,693,423
2015	1,375,000	1,141,683	2015 1,210,000	1,634,923
2016	1,440,000	1,070,225	2016 1,270,000	1,573,423
2017	1,520,000	994,892	2017 1,330,000	1,508,923
2018	1,590,000	915,975	2018 1,400,000	1,441,257
2019-2023	9,230,000	3,251,042	2019-2023 8,120,000	6,055,595
2024-2028	9,195,000	735,462	2024-2028 10,500,000	3,629,708
	<u>\$ 25,655,000</u>	<u>\$ 9,319,129</u>	2029-2031 7,750,000	705,487
			<u>\$ 32,730,000</u>	<u>\$ 18,242,739</u>

The Authority's bond resolutions require periodic transfers from gross operating income to bond funds restricted for the payment of principal and interest. Other transfers to certain accounts are required by the bond resolutions after payment of operating and maintenance expenses. At September 30, 2013 and 2012, the Authority was in compliance with these and other bond resolution covenants.

Under U.S. Treasury regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditure on the bonds, must be remitted to the Federal government on every fifth anniversary of each bond issue. The Authority's practice is to engage an independent consultant to evaluate outstanding tax-exempt debt for arbitrage liability and the Authority is of the opinion that no liability has been incurred as of September 30, 2013.

The debt is secured by a lien on net revenues of the airport system.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 8 – ARIZONA STATE RETIREMENT SYSTEM

Substantially all full-time employees of the Authority (excluding fire and police personnel) participate in the Arizona State Retirement Plan (ASRP), a cost-sharing multiple-employer defined benefit pension plan. The plan is authorized under Title 38 of the Arizona Revised Statutes. The State of Arizona designates the management of the system, establishes the contribution rate, and has budgetary control. Arizona State Retirement System (ASRS) administers the ASRP and prepares the comprehensive annual financial report, which can be obtained by writing to ASRS, 3300 North Central Avenue, Suite 1300, Phoenix, Arizona 85012. The following information is based upon the most recent Comprehensive Annual Financial report of the ASRS for the year ended June 30, 2012.

The Plan provides for retirement, disability, health insurance premium benefits, and death and survivor benefits. Participants in the plan begin vesting after five years of total credited service and are fully vested after ten years of credited service. Participants hired before July 1, 2012 and attaining the earlier of ages 65 or 62 with 10 or more years of service or any combination of years of service and age which totals 80 are entitled to full retirement benefits. Participants hired after June 30, 2012 are entitled to full retirement benefits upon reaching age 60 and 25 years of service or age 55 and 30 years of service.

The monthly benefit is the product of the participant's highest 36-month average compensation (highest 60-month compensation for participants hired after June 30, 2012) in the last 120 months of service, multiplied by his or her years of total credited service, multiplied by the respective benefit multiplier as defined in the plan. The plan permits early retirement at the age of 50 after the completion of at least 5 years of service, but at a reduced retirement benefit. In addition, active employees who become disabled receive up to two-thirds of their salary reduced by any public disability benefits to which the member is entitled, payable commencing 6 months after date of disability.

Disability benefits are paid until the employee returns to work, ceases to be under a physician's care, or reaches normal retirement age. The minimum disability benefit is \$50 per month. If an active employee dies, his or her designated beneficiary receives 2 times the amount of contributions made to the retirement plan plus any amounts transferred from other systems, together with interest at the valuation rate up until the month of death. The beneficiary receives a benefit, which may be paid in a single sum or, in some cases, in the form of a monthly annuity payment as defined in the plan.

If a member's employment is terminated before the member is eligible for any other benefits under the ASRP, the member may receive a refund of all employee contributions made to his or her retirement account, plus interest at the determined rate, or the member may leave his or her contributions in the ASRP subject to normal retirement requirements.

Funding policy

Arizona Revised Statutes provide statutory authority for determining employees' and employers' contribution amounts. Employers are required to contribute at the same rate as employees. The contribution rate for the current plan year ending June 30, 2014 for employees and the Authority is 11.30% for retirement and 0.24% for disability. The contribution rate for the plan years ended June 30, 2013 and June 30, 2012 for employees and the Authority was 10.90% and 10.50% for retirement and 0.24% and 0.25% for disability, respectively. The actuarially determined rates effective July 1, 2014 are 11.48% for retirement and 0.12% for disability for employees and the Authority. Although the Statutes prescribe the basis of making the actuarial calculation, the Arizona legislature is authorized to set a contribution rate other than the actuarially determined rate.

Annual pension cost/actuarial information

The Authority's annual pension cost for the years ended September 30, 2013, 2012 and 2011 was \$1,208,028, \$1,194,689 and \$1,079,502, respectively, and was equal to the required and actual contributions. The contribution rates were actuarially determined using the Projected Unit Credit (PUC) funding method. The contribution rate consists of a factor to cover normal costs using the same actuarial assumptions used to compute the pension benefit obligation and a factor to amortize the under-funded past service liability. The actuarial assumptions used include (a) a rate of return on investments of 8.0% per year, compounded annually; (b) projected salary increases of 4.0% to 9.0% per year; and (c) wage inflation rate of 3.25% per year.

The cost to the Authority for the long-term disability portion of the plan for the years ended September 30, 2013, 2012 and 2011 was \$27,118, \$27,592 and \$28,031, respectively.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 9 – ARIZONA PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM

Plan description

Employees of the Authority who are employed in either police or firefighting capacities and work at least 40 hours a week for more than 6 months a year participate in the Arizona Public Safety Personnel Retirement System (APSPRS), an agent multiple-employer defined benefit pension plan. The plan provides retirement and disability benefits to members and death benefits to beneficiaries.

Based on Arizona Revised Statutes, normal retirement benefits commence after 20 years of service or following a participant's 62nd birthday and completion of 15 years of service.

The amount of monthly normal pension is based on credited service and average monthly compensation as follows:

- For retirement with 25 or more years of credited service, 50% of average monthly compensation for the first 20 years of credited service, plus 2-1/2% of average monthly compensation for each year of credited service above 20 years.
- For retirement with 20 years of credited service but less than 25 years of credited service, 50% of average monthly compensation for the first 20 years of credited service, plus 2% of average monthly compensation for each year of credited service between 20 and 25 years.
- For retirement with less than 20 years of credited service, the percent of average monthly compensation is reduced at a rate of 4% for each year less than 20 years of credited service.

The maximum amount payable as a normal retirement pension is 80% of the average monthly compensation.

A post-employment health insurance subsidy up to specified fixed amounts is payable on behalf of retired members and survivors who elect coverage provided by the state or participating employer. This portion of the APSPRS plan is considered an other post-employment benefit for purposes of GASB reporting requirements.

The APSPRS issues a publicly available financial report, which may be obtained by contacting the APSPRS in Phoenix, Arizona.

Funding policy

APSPRS members currently are required to contribute 10.35% of covered compensation, increasing to 11.05% on July 1, 2014. The Authority currently contributes at rates of 47.84% and 41.88% of fire and police employees' covered compensation, respectively. Based on the June 30, 2013 valuation, these rates will change to 50.12% and 47.32%, respectively, effective July 1, 2014. These rates include the portions attributable to the health insurance subsidy, which currently are 1.42% and 1.31% of fire and police employees' covered compensation, respectively. Based on the June 30, 2013 valuation, these rates will change to 1.52% and 1.49%, respectively, effective July 1, 2014. Contribution requirements are established and can be amended by the APSPRS Board of Trustees.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 9 – ARIZONA PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM (continued)

Annual pension cost

The Authority's 2013 expense for fire and police employees was \$493,792 and \$645,646, respectively. The Authority's 2012 expense for fire and police employees was \$396,227 and \$507,309, respectively.

The following is a summary of actuarial methods and assumptions used in the June 30, 2013 actuarial valuation for both the fire and police plans:

Actuarial cost method	Entry Age Normal
Amortization method for unfunded actuarial accrued liability	Level percent-of-pay closed
Remaining amortization period	23 years for underfunded
Asset valuation method	7-year smoothed market
Actuarial assumptions:	
Inflation rate	4.5%
Investment rate of return	7.85%
Projected salary increases	4.5% - 8.5%
Payroll growth	4.5%
Cost-of-living adjustment	None
Healthcare subsidy increase	None
Healthcare cost trend rate	Not applicable

Due to the fixed nature of the health insurance subsidy amounts, no assumption regarding healthcare cost trend is applicable. Actuarial valuations for the healthcare subsidy involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Health care subsidy actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing costs between the employer and plan member to that point. Actuarially determined amounts for the health care subsidy are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 9 – ARIZONA PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM (continued)

The schedules of annual pension cost and net pension obligation are presented below:

<u>Year ended</u>	<u>Annual pension cost</u>	<u>Percent contributed</u>	<u>Net pension obligation</u>
Fire:			
June 30, 2004	\$ 108,108	100%	\$ -
June 30, 2005	112,407	100%	-
June 30, 2006	117,667	100%	-
June 30, 2007	152,088	100%	-
June 30, 2008	221,252	100%	-
June 30, 2009	298,654	100%	-
June 30, 2010	247,487	100%	-
June 30, 2011	303,114	100%	-
June 30, 2012	329,303	100%	-
June 30, 2013	426,532	100%	-
Police:			
June 30, 2004	\$ 211,544	100%	\$ -
June 30, 2005	190,448	100%	-
June 30, 2006	272,451	100%	-
June 30, 2007	260,268	100%	-
June 30, 2008	294,057	100%	-
June 30, 2009	404,424	100%	-
June 30, 2010	319,600	100%	-
June 30, 2011	432,749	100%	-
June 30, 2012	447,164	100%	-
June 30, 2013	534,040	100%	-

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 9 – ARIZONA PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM (continued)

The funding progress for pension (excluding health insurance subsidy beginning June 30, 2008) is shown below:

Actuarial valuation date	Actuarial value of assets (a)	Actuarial liability (AAL) - entry age (b)	Unfunded AAL (UAAL) (b - a)	Funded ratio (a / b)	Covered payroll (c)	UAAL as a percentage of covered payroll ((b - a) / c)
Fire:						
6/30/2004	\$ 5,891,494	\$ 6,256,501	\$ 365,007	94.2%	\$ 1,025,121	35.6%
6/30/2005	6,183,976	7,740,724	1,556,748	79.9%	954,433	163.1%
6/30/2006	6,307,344	9,528,264	3,220,920	66.2%	985,417	326.9%
6/30/2007	5,881,801	9,627,457	3,745,656	61.1%	788,663	474.9%
6/30/2008	6,087,926	9,456,407	3,368,481	64.4%	911,739	369.5%
6/30/2009	6,440,035	9,966,452	3,526,417	64.6%	892,311	395.2%
6/30/2010	5,977,197	10,075,072	4,097,875	59.3%	824,821	496.8%
6/30/2011	5,503,991	10,776,375	5,272,384	51.1%	919,603	573.3%
6/30/2012	5,026,584	11,451,157	6,424,573	43.9%	1,003,678	640.1%
6/30/2013	5,044,376	12,104,647	7,060,271	41.7%	1,107,139	637.7%
Police:						
6/30/2004	\$ 4,425,430	\$ 6,288,486	\$ 1,863,056	70.4%	\$ 1,217,106	153.1%
6/30/2005	4,303,343	7,400,691	3,097,348	58.1%	1,365,703	226.8%
6/30/2006	4,580,672	8,463,600	3,882,928	54.1%	1,475,964	263.1%
6/30/2007	4,510,430	9,071,003	4,560,573	49.7%	1,236,111	368.9%
6/30/2008	4,438,396	9,026,118	4,587,722	49.2%	1,537,319	298.4%
6/30/2009	4,757,324	9,737,336	4,980,012	48.9%	1,360,169	366.1%
6/30/2010	4,777,835	10,119,183	5,341,348	47.2%	1,220,399	437.7%
6/30/2011	4,468,359	10,968,644	6,500,285	40.7%	1,109,967	585.6%
6/30/2012	4,233,091	12,009,632	7,776,541	35.2%	1,430,042	543.8%
6/30/2013	4,450,383	12,578,918	8,128,535	35.4%	1,373,259	591.9%

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 9 – ARIZONA PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM (continued)

Funding progress for the health insurance subsidy is shown below:

Actuarial valuation date	Actuarial value of assets (a)	Actuarial liability (AAL) - entry age (b)	Unfunded AAL (UAAL) (b - a)	Funded ratio (a / b)	Covered payroll (c)	UAAL as a percentage of covered payroll ((b - a) / c)
Fire:						
6/30/2006	\$ -	\$ 255,757	\$ 255,757	0.0%	\$ 985,417	26.0%
6/30/2007	-	290,078	290,078	0.0%	788,663	36.8%
6/30/2008	-	244,313	244,313	0.0%	911,739	26.8%
6/30/2009	-	216,799	216,799	0.0%	892,311	24.3%
6/30/2010	-	228,854	228,854	0.0%	824,321	27.7%
6/30/2011	-	228,507	228,507	0.0%	919,603	24.9%
6/30/2012	-	211,815	211,815	0.0%	1,003,678	21.1%
6/30/2013	-	233,122	233,122	0.0%	1,107,139	21.1%
Police:						
6/30/2006	\$ -	\$ 223,046	\$ 223,046	0.0%	\$ 1,475,964	15.1%
6/30/2007	-	216,890	216,890	0.0%	1,236,111	17.5%
6/30/2008	-	201,895	201,895	0.0%	1,537,319	13.1%
6/30/2009	-	209,813	209,813	0.0%	1,360,169	15.4%
6/30/2010	-	216,207	216,207	0.0%	1,220,399	17.7%
6/30/2011	-	248,093	248,093	0.0%	1,109,967	22.4%
6/30/2012	-	263,643	263,643	0.0%	1,430,042	18.4%
6/30/2013	-	270,355	270,355	0.0%	1,373,259	19.7%

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 9 – ARIZONA PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM (continued)

The annual required contributions for the health insurance subsidy are as follows:

Valuation date	Year Ended	Normal Cost (a)	Accrued Liability (b)	Total (a + b)	Dollar Amount	Percent Contributed	Net OPEB Obligation
Fire:							
6/30/2006	6/30/2008	0.50%	1.20%	1.72%	\$ 15,500	100%	\$ -
6/30/2007	6/30/2009	0.62%	1.74%	2.36%	21,517	100%	-
6/30/2008	6/30/2010	0.50%	1.29%	1.79%	16,320	100%	-
6/30/2009	6/30/2011	0.61%	1.18%	1.79%	17,778	100%	-
6/30/2010	6/30/2012	0.60%	1.40%	2.00%	18,361	100%	-
6/30/2011	6/30/2013	0.34%	1.32%	1.66%	16,830	100%	-
6/30/2012	6/30/2014	0.31%	1.11%	1.42%	15,713	100%	-
6/30/2013	6/30/2015	0.32%	1.20%	1.52%	18,377	100%	-
Police:							
6/30/2006	6/30/2008	0.48%	0.70%	1.18%	\$ 18,140	100%	\$ -
6/30/2007	6/30/2009	0.72%	0.83%	1.55%	23,828	100%	-
6/30/2008	6/30/2010	0.52%	0.64%	1.16%	17,833	100%	-
6/30/2009	6/30/2011	0.61%	0.76%	1.37%	20,740	100%	-
6/30/2010	6/30/2012	0.65%	0.90%	1.55%	21,054	100%	-
6/30/2011	6/30/2013	0.44%	1.20%	1.64%	20,069	100%	-
6/30/2012	6/30/2014	0.34%	0.97%	1.31%	20,654	100%	-
6/30/2013	6/30/2015	0.36%	1.13%	1.49%	22,345	100%	-

Health insurance subsidy payments reported for the plan years ended June 30, 2013 and June 30, 2012 were \$12,660 and \$10,840 for fire and \$12,515 and \$11,475 for police, respectively.

NOTE 10 – OPERATING LEASES WITH LESSEES

The Authority is the lessor of various land, facilities and equipment within the Airport System. Lease contracts are generally written with noncancelable terms of up to 30 years. Costs and related accumulated depreciation of property under leases are not practically determinable as the majority of the leases relate only to portions of buildings.

A summary of minimum noncancelable rentals under operating leases at September 30, 2013 follows:

Year ending September 30,	2014	\$	14,561,543
	2015		13,038,362
	2016		11,671,593
	2017		3,552,812
	2018		1,782,606
	Thereafter		17,202,575
		\$	<u>61,809,751</u>

Several lease agreements have provisions for contingent rentals calculated on the tenant's gross revenue if greater than contractual minimum annual guarantees. The amount of contingent rental revenue under these leases totaled \$273,000 and \$293,000 for the years ended September 30, 2013 and 2012, respectively, and is included in concession revenues.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 11 – CONCENTRATION OF OPERATING REVENUES

Concession fees from the airport rental car operations amounted to approximately 13.8% and 16.5% of total operating revenues for the years ended September 30, 2013 and 2012. Net revenues from the airport parking lot operations amounted to approximately 13.8% and 13.2% of total operating revenues in the years ended September 30, 2013 and 2012, respectively.

NOTE 12 – PASSENGER FACILITY CHARGES

Passenger Facility Charges (PFCs) are collected in accordance with FAA regulations allowing airports to impose a charge on enplaning passengers. As described in the summary of significant accounting policies, the Authority was granted permission to begin collection of such charges in February 1998. The total amount of PFCs to be collected under this FAA approved application was based on the estimated costs of approved PFC projects. The FAA approval letter provided total aggregate collection authority of \$101,234,420.

In April 2006, the FAA approved an amendment to the approved PFC application. The amendment approved an increase in the collection level from \$3 to \$4.50 for the following projects of the Authority: terminal expansion, land acquisition for airport expansion and land acquisition for noise mitigation. In June 2006, the FAA approved an additional application to include the concourse renovation project. The total effect of approved applications and amendments results in total aggregate collection authority of \$144,656,372. The increase in rate was effective October 1, 2006. During the years ended September 30, 2013 and 2012, the Authority earned PFCs of \$6,193,285 and \$6,884,959, respectively.

In accordance with FAA regulations, based on the approval date and continuing through September 30, 2013, the Authority's share of entitlement grants was reduced 50% while at the \$3.00 collection level and 75% while at the \$4.50 collection level. As of October 1, 2012, the FAA changed the hub status of TAA from medium to small. Consequently there is no entitlement grant reduction beginning with the year ending September 30, 2013. Entitlement grants totaled \$4,934,504 and \$1,349,455 for the years ended September 30, 2013 and 2012, respectively, and are estimated to be approximately \$5,000,000 for the year ended September 30, 2014.

NOTE 13 – RISK MANAGEMENT

The Authority is exposed to various risks or losses related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Authority's risk management activities include purchase of commercial insurance with standard deductibles for all significant insurable risks. There have been no significant reductions in insurance coverage in the last year. The amounts of settlements have not exceeded insurance coverage for the past four years. Other than for certain environmental remediation liabilities as discussed in Note 15, the financial statements do not include any liability for uninsured claims at September 30, 2013 and 2012.

Losses arising from claims and judgments are expensed when 1) it is probable that an asset has been impaired or a liability has been incurred at the date of the financial statements; and 2) the amount of the loss can be reasonably estimated.

NOTE 14 – COMMITMENTS

Commitments for contractual services for federally funded and other construction projects at September 30, 2013 totaled approximately \$4,079,625. These commitments will be funded in whole or in part by federal and state grants of \$1,144,918 and the Authority's previously issued revenue bonds and Authority funds, as necessary, of \$2,934,707.

In connection with their law enforcement responsibilities, the Authority's police department confiscates cash from suspected felons. Assets held by the Authority totaled \$56 and \$15,817 at September 30, 2013 and 2012, respectively. The Authority has established a bank account to maintain these funds. At September 30, 2013 and 2012, the Authority has recorded an offsetting liability for those assets held in trust and has included this liability in unearned revenue on the accompanying Statements of Net position.

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 15 – ENVIRONMENTAL MATTERS, LITIGATION AND CONTINGENCIES

Groundwater Remediation (“TARP Consent Decree”) and Soils/Vadose Zone Remediation (“Soils Consent Decree”)

In 1991, the Authority and other obligated parties entered into the Tucson Airport Remediation Project (TARP) Consent Decree with the Environmental Protection Agency (EPA). The TARP Consent Decree requires performance of and funding for certain groundwater remediation activities.

In 1999, the Authority and other obligated parties entered into another Consent Decree (the “Soils Consent Decree”) with the EPA. The Soils Consent Decree requires performance of and funding for certain soil and shallow groundwater remediation activities on Authority property.

In 1999, the Authority and several other parties entered into a settlement pursuant to which other parties paid certain amounts to TAA, there was an allocation of responsibility for obligations under both of the above-referenced Consent Decrees, and the Authority funded a trust for the purpose of providing primary funding for the Authority’s financial responsibilities under the Consent Decrees. The Trust is referred to as the “Environmental Remediation Trust.”

As a result of the 1999 settlement, the Authority is obligated to pay 100% of the costs associated with the TARP Consent Decree and 80% of the costs of the work required under the Soils Consent Decree. Two other parties are each obligated to pay 10% of the costs of the work required under the Soils Consent Decree, for a combined obligation of 20%. It is assumed that in the future these two parties will continue to meet their payment obligations for purposes of calculating the Authority’s environmental liability.

The liability for remediation obligations is calculated using the expected cash flow technique, which measures the liability as the sum of probability-weighted amounts in a range of possible expected amounts – the estimated mean or average. This technique uses all expectations about possible cash flows. Estimated future cash outlays are based on existing technologies currently in use to perform the required remediation, stated at current value. These outlays include all operation and maintenance costs, remediation monitoring costs (including post-remediation monitoring), regulatory oversight costs, and facility construction costs. These costs are subject to potentially significant future price increases or decreases for materials, utilities and labor.

Changes in the estimated environmental remediation liability for the years ended September 30, 2013 and 2012 follow:

	2013	2012
Environmental remediation liability, beginning of year	\$ 28,725,177	\$ 31,248,319
Current year expense	1,469,875	1,420,602
Investment earnings on Environmental Remediation Trust assets	-	20
Current year payments	(1,452,189)	(3,943,764)
Environmental remediation liability, end of year	<u>\$ 28,742,863</u>	<u>\$ 28,725,177</u>
Environmental remediation liability:		
Current - payable from restricted assets	\$ 2,051,033	\$ 3,503,223
Current - payable from unrestricted assets	2,215,422	119,036
Long-term - payable from unrestricted assets	24,476,408	25,102,918
	<u>\$ 28,742,863</u>	<u>\$ 28,725,177</u>
Trust assets available, end of year	<u>\$ 2,051,033</u>	<u>\$ 3,503,223</u>

Notes to Financial Statements (continued)

September 30, 2013 and 2012

NOTE 15 – ENVIRONMENTAL MATTERS, LITIGATION AND CONTINGENCIES (continued)

1,4 Dioxane Remedial Investigation and Feasibility Study

In a letter dated July 17, 2008, the U.S. EPA requested that the Authority, the City of Tucson, the U.S. Air Force, Boeing Corporation and Raytheon Corporation conduct a Remedial Investigation and Feasibility Study regarding 1,4 Dioxane in the regional groundwater aquifer near Tucson International Airport. This contaminant is not addressed in or covered by the TARP Consent Decree. The Authority has taken the position that it is not responsible for this contamination and another party has agreed to perform a substantial portion of the work demanded. The Authority is currently unable to determine the probability of an unfavorable outcome, if any, related to this matter.

Landfill Investigation

On April 18, 2007, the Arizona Department of Environmental Quality (“ADEQ”) sent the Authority a request for information in connection with ADEQ’s investigation of groundwater contamination near the Broadway North Landfill (“BNL”) in Tucson, which is part of the Broadway-Pantano Water Quality Assurance Fund Registry Site (“Site”). Similar requests were also sent to many other entities. The request related to waste purportedly generated by the Authority and its tenants at Tucson International Airport and Ryan Airfield between 1961 and 1972 and that ADEQ alleged may have been transported to BNL. On May 15, 2007, ADEQ sent a letter to the Authority and many other entities notifying each entity that it may be a responsible party for the Site and that a remedial investigation and feasibility study designed to identify a remedy were being conducted. The Authority is unable to determine the probability of an unfavorable outcome, if any, related to this matter.

Federal and State Grants

All federal and state grants are subject to audit by the granting agencies for compliance with applicable grant requirements. The Authority anticipates that the amount, if any, of disallowed grant expenditures in the event of granting agency audits would be immaterial.

Other Contingencies

The Authority is involved in other claims in the ordinary course of business. In the opinion of management, based on consultations with legal counsel, these matters are considered immaterial to the Authority or will be covered by insurance.

The Authority has significant contracts and leases that include contingent amounts due to the Authority based upon revenues of the lessees and concessionaires. The Authority monitors such agreements and includes adjustments in the revenues earned under the contracts when such amounts are collected or a negotiated settlement has been reached with the respective lessee/concessionaire.

NOTE 16 – OPERATING LEASE

The Authority leases office equipment under a noncancelable operating lease expiring in September 2014. In addition to monthly rental payments, additional charges for certain usage may apply. Future minimum lease payments required under the operating lease are as follows:

	<u>Minimum Payments</u>
Fiscal year ending September 30, 2014	\$ <u>56,000</u>
	\$ <u>56,000</u>

Rental expenses for the years ended September 30, 2013 and 2012 were \$56,000 and \$56,000, respectively.

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STATISTICAL SECTION

IT'S THE WAY TO GO.

Statistical Section

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<p style="margin-left: 40px;">These schedules contain trend information to help the reader understand how the Authority's financial performance and well-being have changed over time.</p>	
Revenue Capacity.....	72-75
<p style="margin-left: 40px;">These schedules contain information to help the reader assess the factors affecting the Authority's ability to generate its airline and non-airline revenues.</p>	
Debt Capacity.....	76-79
<p style="margin-left: 40px;">These schedules present information to help the reader assess the affordability of the Authority's current levels of outstanding debt and its ability to issue additional debt in the future.</p>	
Demographic and Economic Information.....	80-83
<p style="margin-left: 40px;">These schedules offer demographic and economic indicators to help the reader understand the environment within which the Authority's financial activities take place and to help make comparisons over time with other airports.</p>	
Operating Information.....	84-96
<p style="margin-left: 40px;">These schedules contain information about the Authority's operations and resources to help the reader understand how its financial information relates to the services the Authority provides and the activities it performs.</p>	

Net Position and Changes in Net Position

Fiscal Years Ended September 30

	2004	2005	2006	2007
Operating revenues				
Landing fees	\$ 2,942,919	\$ 3,236,284	\$ 3,271,027	\$ 4,091,446
Space rentals	10,992,258	12,357,922	13,284,485	13,677,431
Land rent	2,400,905	2,414,854	2,407,852	2,410,087
Concession revenue	12,619,269	13,751,539	15,048,512	17,706,891
Product sales	4,479,776	4,511,370	4,762,575	5,079,304
Airport services	3,404,943	3,306,136	3,433,166	3,257,465
Other operating revenues	4,636,337	4,950,461	5,197,505	5,044,216
Total operating revenues	41,476,407	44,528,566	47,405,122	51,266,840
Nonoperating revenues				
Interest income	751,770	1,129,347	2,830,181	4,303,866
Passenger facility charges	5,039,403	5,351,062	5,510,943	8,837,539
Other non-operating revenues	57,554	18,478	153,626	6,289
Total non-operating revenues	5,848,727	6,498,887	8,494,750	13,147,694
Total revenues	47,325,134	51,027,453	55,899,872	64,414,534
Operating expenses				
Personnel expenses	15,574,112	16,414,949	17,869,467	18,726,957
Contractual services	6,104,801	5,885,644	5,858,967	5,981,561
Materials and supplies	1,245,899	1,432,318	1,432,059	1,448,754
Cost of product sales	2,966,217	3,099,020	3,403,189	3,800,984
Other operating expenses	1,633,337	2,054,827	1,573,256	1,629,556
Depreciation and amortization	9,235,438	10,761,153	11,522,975	11,530,943
Total operating expenses	36,759,804	39,647,911	41,659,913	43,118,755
Non-operating expenses				
Interest expense and fiscal charges	2,534,983	4,221,701	4,505,016	4,173,111
Environmental remediation expenses (1)	552,983	-	1,120,745	1,960,058
Other nonoperating expenses	86,004	4,190	-	14,008
Total non-operating expenses	3,173,970	4,225,891	5,625,761	6,147,177
Total expenses	39,933,774	43,873,802	47,285,674	49,265,932
Capital contributions	7,059,210	10,201,190	13,483,783	15,197,348
Special item - Loss on asset impairment	-	(175,997)	(3,071,953)	(17,208)
Increase in net position	\$ 14,450,570	\$ 17,178,844	\$ 19,026,028	\$ 30,328,742
Net position at year-end (1)				
Net investment in capital assets	\$ 124,599,573	\$ 138,869,887	\$ 152,760,570	\$ 158,023,312
Restricted	12,744,246	7,981,267	9,919,281	17,902,932
Unrestricted	48,135,738	55,807,247	59,004,578	76,086,927
Total net position	\$ 185,479,557	\$ 202,658,401	\$ 221,684,429	\$ 252,013,171

(1) Beginning with the year ending September 30, 2008 environmental remediation expenses are reported in accordance with GASB Statement No. 49, Accounting and Reporting for Pollution Remediation Obligations. See Note 15 for additional details. Beginning net position for the year ending September 30, 2008 has been restated to reflect this change.

Source: Authority audited financial statements.

	2008	2009	2010	2011	2012	2013
\$ 4,514,982	\$ 3,955,954	\$ 3,716,258	\$ 3,218,611	\$ 3,065,212	\$ 2,727,682	
14,982,283	14,642,735	14,271,708	14,464,321	14,404,808	14,541,598	
2,358,601	2,485,048	2,632,103	2,694,612	2,639,679	2,684,589	
18,082,017	15,914,805	16,451,297	16,978,230	16,717,118	14,234,828	
5,434,965	2,959,860	3,111,248	3,386,663	2,624,936	1,000,111	
3,567,743	3,244,457	3,997,120	4,016,841	3,626,002	3,069,561	
6,120,531	4,308,162	4,577,805	4,634,781	4,764,771	4,336,606	
55,061,122	47,511,021	48,757,539	49,394,059	47,842,526	42,594,975	
3,758,394	1,947,288	1,104,984	850,527	757,378	733,777	
8,564,157	7,221,319	7,418,447	7,064,714	6,884,959	6,193,285	
(128,747)	590,487	(263,931)	97,930	7,813	(466,024)	
12,193,804	9,759,094	8,259,500	8,013,171	7,650,150	6,461,038	
67,254,926	57,270,115	57,017,039	57,407,230	55,492,676	49,056,013	
19,436,788	19,289,037	18,338,923	18,565,829	18,813,878	18,855,823	
6,700,706	6,268,927	6,064,411	6,301,918	5,759,286	6,321,777	
1,604,514	1,197,635	1,264,250	1,390,653	1,405,494	1,348,952	
4,320,579	2,108,804	2,260,029	2,612,723	2,063,364	851,930	
1,671,420	1,346,920	1,090,153	1,274,401	1,244,705	1,177,404	
13,470,556	16,530,294	16,783,060	15,298,186	15,386,500	16,472,711	
47,204,563	46,741,617	45,800,826	45,443,710	44,673,227	45,028,597	
3,714,983	4,872,368	4,591,809	4,252,272	3,373,283	3,048,133	
599,092	6,128,082	4,707,923	834,444	1,420,602	1,469,875	
14,491	26,950	-	1,896	13,216	15,714	
4,328,566	11,027,400	9,299,732	5,088,612	4,807,101	4,533,722	
51,533,129	57,769,017	55,100,558	50,532,322	49,480,328	49,562,319	
8,765,633	9,196,017	15,868,166	8,606,611	12,633,202	13,542,280	
(34,460)	(14,063)	(1,891,123)	(403,565)	-	-	
\$ 24,452,970	\$ 8,683,052	\$ 15,893,524	\$ 15,077,954	\$ 18,645,550	\$ 13,035,974	
\$ 168,169,113	\$ 176,927,712	\$ 188,439,666	\$ 198,997,844	\$ 208,795,492	\$ 220,212,684	
21,705,586	26,738,088	29,259,452	31,135,480	33,221,914	32,995,119	
76,554,134	71,446,085	73,306,291	75,950,039	82,711,507	84,557,084	
\$ 266,428,833	\$ 275,111,885	\$ 291,005,409	\$ 306,083,363	\$ 324,728,913	\$ 337,764,887	

Principal Revenue Sources

Fiscal Years Ended September 30

	2004	2005	2006	2007
Passenger airline rates and charges				
Landing fees	\$ 2,708,774	\$ 2,938,477	\$ 2,895,754	\$ 3,652,290
Terminal rentals	6,491,412	7,504,797	8,154,409	8,374,134
Security fees	1,336,818	1,300,663	1,048,764	869,004
Terminal use fees	475,440	31,590	33,477	32,017
Custodial, equipment and parking	545,118	561,406	613,293	447,692
Total passenger airline rates and charges	11,557,562	12,336,933	12,745,697	13,375,137
Concession revenues				
Parking lots	6,111,597	6,666,905	7,045,309	7,802,071
Rental cars	4,755,957	5,227,812	5,949,881	7,249,854
News and gift	799,003	830,464	816,263	785,138
Food and beverage	501,566	582,156	675,307	1,117,886
Other	451,146	444,202	561,752	751,942
Total concession revenues	12,619,269	13,751,539	15,048,512	17,706,891
Other operating revenues				
Space rental	3,621,800	4,113,652	4,290,870	4,665,758
Land rent	2,400,905	2,414,854	2,407,852	2,410,087
Tenant finishes	661,297	351,192	470,053	330,270
Cargo airline landing fees	234,145	297,807	306,016	309,500
Air cargo space rentals	293,424	480,797	369,153	307,269
Fuel flowage	1,820,596	2,524,563	2,645,255	2,648,461
TSA reimbursements	305,002	307,495	329,951	473,784
Rental car customer facility charges	927,213	1,009,145	1,096,273	1,043,219
General aviation product sales	4,479,776	4,511,370	4,762,575	5,079,304
Other	2,555,418	2,429,219	2,932,915	2,917,160
Total other operating revenues	17,299,576	18,440,094	19,610,913	20,184,812
Total operating revenues	41,476,407	44,528,566	47,405,122	51,266,840
Non-operating revenues				
Interest income	751,770	1,129,347	2,830,181	4,303,866
Passenger facility charges	5,039,403	5,351,062	5,510,943	8,837,539
Other non-operating revenues	57,554	18,478	153,626	6,289
Total non-operating revenues	5,848,727	6,498,887	8,494,750	13,147,694
Total revenues	\$ 47,325,134	\$ 51,027,453	\$ 55,899,872	\$ 64,414,534

Source: Authority audited financial statements and records.

	2008	2009	2010	2011	2012	2013
\$	4,065,168	\$ 3,530,022	\$ 3,319,897	\$ 2,919,614	\$ 2,787,533	\$ 2,442,338
	8,601,069	8,408,438	8,183,398	8,444,687	8,604,629	8,718,422
	968,220	1,152,120	1,780,152	1,757,292	1,673,772	1,620,612
	50,262	26,379	18,579	-	-	-
	475,761	360,384	348,516	353,069	295,335	281,127
	14,160,480	13,477,343	13,650,542	13,474,662	13,361,269	13,062,499
	8,276,347	6,355,839	6,142,297	6,305,069	6,299,860	5,889,802
	6,930,285	7,100,966	7,701,287	8,157,476	7,941,530	5,883,762
	869,755	742,644	755,931	707,181	677,861	675,724
	1,228,100	1,015,971	1,079,669	1,117,322	1,118,681	1,111,483
	777,530	699,386	772,112	691,181	679,186	674,057
	18,082,017	15,914,806	16,451,296	16,978,229	16,717,118	14,234,828
	5,704,270	5,617,955	5,597,873	5,541,202	5,315,138	5,305,856
	2,358,601	2,485,048	2,632,103	2,694,612	2,639,679	2,684,589
	330,270	330,270	224,621	249,221	226,888	224,858
	345,236	298,302	232,481	200,488	203,776	208,659
	288,308	286,072	265,816	229,211	258,153	292,462
	2,780,578	1,989,537	2,173,138	2,033,772	1,949,201	2,042,185
	503,811	534,701	506,675	476,118	527,436	413,479
	1,421,868	1,105,380	1,100,777	1,148,769	1,168,421	1,106,892
	5,434,965	2,959,860	3,111,248	3,386,663	2,624,936	1,000,111
	3,650,718	2,511,747	2,810,969	2,981,112	2,850,511	2,018,557
	22,818,625	18,118,872	18,655,701	18,941,168	17,764,139	15,297,648
	55,061,122	47,511,021	48,757,539	49,394,059	47,842,526	42,594,975
	3,758,394	1,947,288	1,104,984	850,527	757,378	733,777
	8,564,157	7,221,319	7,418,447	7,064,714	6,884,959	6,193,285
	(128,747)	590,487	(263,931)	97,930	7,813	(466,024)
	12,193,804	9,759,094	8,259,500	8,013,171	7,650,150	6,461,038
\$	67,254,926	\$ 57,270,115	\$ 57,017,039	\$ 57,407,230	\$ 55,492,676	\$ 49,056,013

Principal Revenue Source Ratios

Fiscal Years Ended September 30

	2004	2005	2006	2007
Passenger airline rates and charges as a percentage of total operating revenues	27.9%	27.7%	26.9%	26.1%
Concession revenues as a percentage of total operating revenues	30.4%	30.9%	31.7%	34.5%
Non-passenger airline revenues as a percentage of total operating revenues	72.1%	72.3%	73.1%	73.9%
Enplaned passengers	1,841,791	2,023,785	2,120,996	2,195,493
Airline cost per enplaned passenger	\$ 6.28	\$ 6.10	\$ 6.01	\$ 6.09
Concession revenues per enplaned passenger	\$ 6.85	\$ 6.79	\$ 7.10	\$ 8.07
Operating revenues per enplaned passenger	\$ 22.52	\$ 22.00	\$ 22.35	\$ 23.35
Total revenues per enplaned passenger	\$ 25.70	\$ 25.21	\$ 26.36	\$ 29.34

Source: Enplaned passengers as reported by airlines.

Rates and Charges

Fiscal Years Ended September 30

	2004	2005	2006	2007
Signatory airlines				
Landing fee (per 1,000 lbs.)	\$ 1.20	\$ 1.20	\$ 1.18	\$ 1.40
Ticketing space (per sq. ft. per year)	\$ 61.88	\$ 63.87	\$ 63.87	\$ 67.44
Baggage claim (per sq. ft. per year)	\$ 58.68	\$ 60.57	\$ 60.57	\$ 63.95
Baggage makeup (per sq. ft. per year)	\$ 37.12	\$ 38.32	\$ 38.32	\$ 40.46
Baggage claim office (per sq. ft. per year)	\$ 61.88	\$ 63.87	\$ 63.87	\$ 67.44
Operations space (per sq. ft. per year)	\$ 52.58	\$ 54.27	\$ 54.27	\$ 57.30
Hold room (per sq. ft. per year)	\$ 52.58	\$ 54.27	\$ 54.27	N.A.
Hold room (per gate per year)	N.A.	N.A.	N.A.	\$ 98,333.04
Aircraft parking position (per gate per year)	\$ 6,480.48	\$ 6,689.28	\$ 6,689.28	\$ 7,055.18
Parking				
Hourly lot (per hour)	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
Daily lot (per day)	\$ 8.00	\$ 8.00	\$ 8.00	\$ 9.00
Garage (per day Oct - Mar)	N.A.	N.A.	N.A.	N.A.
Garage (per day Apr - Sep)	N.A.	N.A.	N.A.	\$ 13.00
Economy uncovered (per day)	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00
Economy covered (per day Oct. - Mar.)	N.A.	N.A.	\$ 6.00	\$ 6.00
Economy covered (per day Apr. - Sep.)	N.A.	N.A.	\$ 8.00	\$ 8.00
Rental car privilege fee (% of gross receipts)				
On-airport operators	10.0%	10.0%	10.0%	10.0%
Off-airport operators	7.5%	7.5%	7.5%	10.0%

N.A.: Not applicable.

Source: Authority records.

	2008	2009	2010	2011	2012	2013
	25.7%	28.4%	28.0%	27.3%	27.9%	30.7%
	32.8%	33.5%	33.7%	34.4%	34.9%	33.4%
	74.3%	71.6%	72.0%	72.7%	72.1%	69.3%
	2,202,373	1,837,175	1,855,615	1,841,834	1,826,046	1,655,617
\$	6.43	\$ 7.34	\$ 7.36	\$ 7.32	\$ 7.32	\$ 7.89
\$	8.21	\$ 8.66	\$ 8.87	\$ 9.22	\$ 9.15	\$ 8.60
\$	25.00	\$ 25.86	\$ 26.28	\$ 26.82	\$ 26.20	\$ 25.73
\$	30.54	\$ 31.17	\$ 30.73	\$ 31.17	\$ 30.39	\$ 29.63

	2008	2009	2010	2011	2012	2013
\$	1.51	\$ 1.65	\$ 1.55	\$ 1.35	\$ 1.32	\$ 1.31
\$	67.44	\$ 71.44	\$ 71.44	\$ 73.86	\$ 73.86	\$ 76.30
\$	63.95	\$ 67.74	\$ 67.74	\$ 70.04	\$ 70.04	\$ 72.36
\$	40.46	\$ 42.86	\$ 23.80	\$ 24.61	\$ 24.61	\$ 25.42
\$	67.44	\$ 71.44	\$ 71.44	\$ 73.86	\$ 73.86	\$ 76.30
\$	57.30	\$ 60.70	\$ 60.70	\$ 62.76	\$ 62.76	\$ 64.84
	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
\$	98,333.04	\$ 104,163.41	\$ 105,152.00	\$ 107,700.75	\$ 107,700.75	\$ 111,263.62
\$	7,055.18	\$ 7,473.50	\$ 7,473.50	\$ 7,726.84	\$ 7,726.84	\$ 7,982.45
\$	2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
\$	9.00	\$ 9.00	\$ 9.00	\$ 9.00	\$ 9.00	\$ 9.00
\$	9.00	\$ 9.00	\$ 9.00	\$ 9.00	\$ 9.00	\$ 9.00
\$	13.00	\$ 11.00	\$ 9.00	\$ 9.00	\$ 9.00	\$ 9.00
\$	4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00
\$	6.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00
\$	8.00	\$ 6.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00
	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%

Ratios of Outstanding Debt, Debt Service and Debt Limits

Fiscal Years Ended September 30

	2004	2005	2006	2007
Outstanding Debt Ratios				
Outstanding debt by type				
Senior lien revenue bonds	\$ 48,520,000	\$ 44,680,000	\$ 40,670,000	\$ 36,500,000
Subordinate lien revenue bonds	40,865,000	40,115,000	39,335,000	70,630,000
Junior subordinate lien revenue bonds	6,815,000	6,815,000	6,815,000	6,815,000
Notes payable	213,927	175,067	133,962	90,482
Total outstanding debt	\$ 96,413,927	\$ 91,785,067	\$ 86,953,962	\$ 114,035,482
Enplaned passengers	1,841,791	2,023,785	2,120,996	2,195,493
Outstanding debt per enplaned passenger	\$ 52.35	\$ 45.35	\$ 41.00	\$ 51.94
Operating revenues	\$ 41,476,407	\$ 44,528,566	\$ 47,405,122	\$ 51,266,840
Ratio of outstanding debt to operating revenues	2.32	2.06	1.83	2.22
Total revenues	\$ 47,325,134	\$ 51,027,453	\$ 55,899,872	\$ 64,414,534
Ratio of outstanding debt to total revenues	2.04	1.80	1.56	1.77
Debt Service Ratios				
Debt service				
Principal (1)	\$ 4,512,193	\$ 4,628,860	\$ 4,896,105	\$ 5,028,480
Interest	4,529,233	4,512,155	4,385,872	4,991,062
Total debt service	\$ 9,041,426	\$ 9,141,015	\$ 9,281,977	\$ 10,019,542
Debt service per enplaned passenger	\$ 4.91	\$ 4.52	\$ 4.38	\$ 4.56
Total expenses	\$ 39,933,774	\$ 43,873,802	\$ 47,285,674	\$ 49,265,932
Ratio of debt service to total expenses	0.23	0.21	0.20	0.20
Debt Limit (2)	N.A.	N.A.	N.A.	N.A.

(1) Excludes amounts paid for early retirement of debt.

(2) The Authority has no statutory debt limit. Senior lien revenue bond limits would be calculated through an additional bonds test (ABT) established in the Authority's senior lien bond resolution.

Source: Authority audited financial statements.

	2008	2009	2010	2011	2012	2013
\$	32,155,000	\$ 27,630,000	\$ 22,950,000	\$ 8,810,000	\$ 4,510,000	\$ -
	69,030,000	67,095,000	65,075,000	62,960,000	60,730,000	58,385,000
	3,635,000	3,635,000	-	-	-	-
	44,490	-	-	-	-	-
\$	104,864,490	\$ 98,360,000	\$ 88,025,000	\$ 71,770,000	\$ 65,240,000	\$ 58,385,000
	2,202,373	1,837,175	1,855,615	1,841,834	1,826,046	1,655,617
\$	47.61	\$ 53.54	\$ 47.44	\$ 38.97	\$ 35.73	\$ 35.26
\$	55,061,122	\$ 47,511,021	\$ 48,757,539	\$ 49,394,059	\$ 47,842,526	\$ 42,594,975
	1.90	2.07	1.81	1.45	1.36	1.37
\$	67,254,926	\$ 57,270,115	\$ 57,017,039	\$ 57,407,230	\$ 55,492,676	\$ 49,056,013
	1.56	1.72	1.54	1.25	1.18	1.19
\$	5,990,992	\$ 6,504,490	\$ 6,700,000	\$ 6,950,000	\$ 6,530,000	\$ 6,855,000
	5,403,934	5,135,005	4,775,942	4,761,308	3,621,515	3,288,317
\$	11,394,926	\$ 11,639,495	\$ 11,475,942	\$ 11,711,308	\$ 10,151,515	\$ 10,143,317
\$	5.17	\$ 6.34	\$ 6.18	\$ 6.36	\$ 5.56	\$ 6.13
\$	51,533,129	\$ 57,769,017	\$ 55,100,558	\$ 50,532,322	\$ 49,480,328	\$ 49,562,319
	0.22	0.20	0.21	0.23	0.21	0.20
	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

Airport Revenue Bond Coverage Per Bond Resolutions

Fiscal Years Ended September 30

	2004	2005	2006	2007
Senior Lien Revenue Bond Debt Service Coverage				
Operating revenues	\$ 41,476,407	\$ 44,528,566	\$ 47,405,122	\$ 51,266,840
Interest income (1)	413,604	792,395	2,060,252	3,119,822
Transfer from airline reserve fund (2)	1,850,886	1,850,387	1,832,748	1,830,935
Total revenues	43,740,897	47,171,348	51,298,122	56,217,597
Operation and maintenance expenses	(27,524,366)	(28,886,758)	(30,136,938)	(31,587,812)
Net revenues	16,216,531	18,284,590	21,161,184	24,629,785
Senior lien debt service requirement				
Series 2001A,B,C	1,307,602	1,309,979	1,307,615	1,305,469
Series 2003 refunding	4,733,829	4,723,008	4,735,763	4,734,563
Total senior lien debt service	\$ 6,041,431	\$ 6,032,987	\$ 6,043,378	\$ 6,040,032
Senior lien revenue bond debt service coverage	2.68	3.03	3.50	4.08
Required minimum coverage	1.25	1.25	1.25	1.25
Subordinate Lien Revenue Bond Debt Service Coverage				
Net revenues	\$ 16,216,531	\$ 18,284,590	\$ 21,161,184	\$ 24,629,785
PFC revenues transferred for subordinate lien debt service	2,863,363	2,866,200	2,864,437	3,563,076
Subtotal	19,079,894	21,150,790	24,025,621	28,192,861
Senior lien debt service	(6,041,431)	(6,032,987)	(6,043,378)	(6,040,032)
Net revenues available for subordinate lien debt service	13,038,463	15,117,803	17,982,243	22,152,829
Subordinate lien debt service requirement				
Series 2001	2,863,363	2,866,200	2,864,437	2,865,410
Series 2006	-	-	-	697,666
Total subordinate lien debt service	\$ 2,863,363	\$ 2,866,200	\$ 2,864,437	\$ 3,563,076
Subordinate lien revenue bond debt service coverage	4.55	5.27	6.28	6.22
Required minimum coverage	1.10	1.10	1.10	1.10
Total Revenue Bond Debt Service Coverage				
Net revenues	\$ 16,216,531	\$ 18,284,590	\$ 21,161,184	\$ 24,629,785
PFC revenues transferred for subordinate lien debt service	2,863,363	2,866,200	2,864,437	3,563,076
Subtotal	19,079,894	21,150,790	24,025,621	28,192,861
Total revenue bond debt service requirement	6,041,431	6,032,987	6,043,378	6,040,032
Senior lien bonds	2,863,363	2,866,200	2,864,437	3,563,076
Subordinate lien bonds	86,721	191,917	324,251	366,522
Junior subordinate lien bonds				
Total revenue bond debt service	\$ 8,991,515	\$ 9,091,104	\$ 9,232,066	\$ 9,969,630
Total revenue bond debt service coverage	2.12	2.33	2.60	2.83
Required minimum coverage	1.00	1.00	1.00	1.00

(1) Net revenues per the Authority's bond resolutions excludes interest income on restricted funds and certain unrestricted insurance proceeds.

(2) This amount is calculated in accordance with the airport use agreement. See the introduction letter for a description of the Authority's airport use agreement.

	2008	2009	2010	2011	2012	2013
\$	55,061,122	\$ 47,511,021	\$ 48,757,539	\$ 49,394,059	\$ 47,842,526	\$ 42,594,975
	2,684,419	1,290,242	675,665	483,890	423,027	408,225
	2,354,525	2,078,826	4,471,531	2,217,351	1,867,127	1,828,523
	60,100,066	50,880,089	53,904,735	52,095,300	50,132,680	44,831,723
	(33,734,007)	(30,211,323)	(29,017,766)	(30,145,524)	(29,286,727)	(28,555,886)
	26,366,059	20,668,766	24,886,969	21,949,776	20,845,953	16,275,837
	1,305,996	1,307,268	1,309,878	1,307,078	-	-
	4,737,362	4,739,196	4,737,575	4,736,833	4,738,833	3,157,000
\$	6,043,358	\$ 6,046,464	\$ 6,047,453	\$ 6,043,911	\$ 4,738,833	\$ 3,157,000
	4.36	3.42	4.12	3.63	4.40	5.16
	1.25	1.25	1.25	1.25	1.25	1.25
\$	26,366,059	\$ 20,668,766	\$ 24,886,969	\$ 21,949,776	\$ 20,845,953	\$ 16,275,837
	4,659,322	4,875,789	4,876,327	4,878,142	4,897,807	4,836,868
	31,025,381	25,544,555	29,763,296	26,827,918	25,743,760	21,112,705
	(6,043,358)	(6,046,464)	(6,047,453)	(6,043,911)	(4,738,833)	(3,157,000)
	24,982,023	19,498,091	23,715,843	20,784,007	21,004,927	17,955,705
	2,865,365	2,864,257	2,864,665	2,863,990	2,882,873	2,826,757
	2,294,062	2,572,292	2,572,458	2,575,642	2,576,642	2,570,475
\$	5,159,427	\$ 5,436,549	\$ 5,437,123	\$ 5,439,632	\$ 5,459,515	\$ 5,397,232
	4.84	3.59	4.36	3.82	3.85	3.33
	1.10	1.10	1.10	1.10	1.10	1.10
\$	26,366,059	\$ 20,668,766	\$ 24,886,969	\$ 21,949,776	\$ 20,845,953	\$ 16,275,837
	4,659,322	4,875,789	4,876,327	4,878,142	4,897,807	4,836,868
	31,025,381	25,544,555	29,763,296	26,827,918	25,743,760	21,112,705
	6,043,358	6,046,464	6,047,453	6,043,911	4,738,833	3,157,000
	5,159,427	5,436,549	5,437,123	5,439,632	5,459,515	5,397,232
	142,229	49,594	10,785	-	-	-
\$	11,345,014	\$ 11,532,607	\$ 11,495,361	\$ 11,483,543	\$ 10,198,348	\$ 8,554,232
	2.73	2.21	2.59	2.34	2.52	2.47
	1.00	1.00	1.00	1.00	1.00	1.00

Source: Authority audited financial statements and bond resolutions.

Population in the Air Service Area

As of July 1 (April 1 for U.S. Census Data)

	2004	2005	2006	2007
Primary service area				
Pima County, Arizona	914,011	940,004	959,474	977,258
Annual % change	1.8%	2.8%	2.1%	1.9%
Secondary service area				
Cochise County, Arizona	124,805	126,459	128,623	129,522
Graham County, Arizona	34,703	34,186	34,823	35,485
Greenlee County, Arizona	8,299	8,220	8,202	8,278
Pinal County, Arizona	219,048	250,195	304,889	333,977
Santa Cruz County, Arizona	42,038	43,809	44,929	46,519
Total secondary service area	428,893	462,869	521,466	553,781
Annual % change	5.1%	7.9%	12.7%	6.2%
Total primary and secondary service areas	1,342,904	1,402,873	1,480,940	1,531,039
Annual % change	2.8%	4.5%	5.6%	3.4%
State of Arizona	5,725,610	5,924,476	6,116,409	6,274,981
Annual % change	3.1%	3.5%	3.2%	2.6%
United States	292,892,127	295,560,549	298,362,973	301,290,332
Annual % change	0.9%	0.9%	1.0%	1.0%

Source: Arizona Department of Administration, Office of Employment and Population Statistics, The State Demographer's Office; except for 2010, which is based on census data from the U.S. Census Bureau.

Unemployment Rates in the Air Service Area

Annual Average

	2004	2005	2006	2007
Primary Service Area				
Pima County, Arizona	4.6%	4.5%	3.9%	3.6%
Secondary service area				
Cochise County, Arizona	4.9%	4.8%	4.4%	4.0%
Graham County, Arizona	6.6%	6.0%	5.0%	4.2%
Greenlee County, Arizona	5.1%	4.9%	3.7%	3.2%
Pinal County, Arizona	6.0%	5.6%	4.9%	4.5%
Santa Cruz County, Arizona	9.4%	8.6%	7.4%	7.3%
Total secondary service area	6.0%	5.6%	4.9%	4.5%
Total primary and secondary service areas	5.0%	4.8%	4.2%	3.9%
State of Arizona	5.0%	4.7%	4.1%	3.7%
United States	5.5%	5.1%	4.6%	4.6%

Source: Arizona Department of Administration, Office of Employment and Population Statistics, in cooperation with the U.S. Dept of Labor, Bureau of Labor Statistics. Local Area Unemployment Statistics (LAUS) data.

2008	2009	2010	2011	2012	2013
984,032	984,274	980,263	986,081	990,380	996,046
0.7%	0.0%	-0.4%	0.6%	0.4%	0.6%
130,567	130,296	131,346	130,537	130,752	130,906
36,453	37,281	37,220	37,710	37,314	37,872
8,808	8,533	8,437	8,380	8,599	10,913
358,190	364,995	375,770	384,231	389,192	393,813
47,016	47,384	47,420	48,088	48,724	49,218
581,034	588,489	600,193	608,946	614,581	622,722
4.9%	1.3%	2.0%	1.5%	0.9%	1.3%
1,565,066	1,572,763	1,580,456	1,595,027	1,604,961	1,618,768
2.2%	0.5%	0.5%	0.9%	0.6%	0.9%
6,368,649	6,389,081	6,392,017	6,438,178	6,498,569	6,581,054
1.5%	0.3%	0.1%	0.7%	0.9%	1.3%
304,059,724	307,006,550	308,745,538	311,582,564	313,873,685	316,128,839
0.9%	1.0%	0.6%	0.9%	0.7%	0.7%

2008	2009	2010	2011	2012	2013
5.6%	8.8%	9.4%	8.3%	7.3%	6.9%
5.6%	7.8%	8.8%	8.8%	8.2%	8.5%
6.8%	14.7%	14.2%	10.4%	8.9%	8.1%
5.1%	18.5%	11.4%	8.2%	6.0%	6.7%
7.1%	12.0%	11.6%	10.3%	8.9%	8.4%
10.6%	15.4%	17.1%	17.0%	17.2%	18.0%
6.9%	11.4%	11.5%	10.4%	9.3%	9.1%
6.0%	9.7%	10.1%	9.0%	7.9%	7.7%
6.0%	9.9%	10.5%	9.5%	8.3%	8.0%
5.8%	9.3%	9.6%	8.9%	8.1%	7.4%

Major Employers in the Air Service Area

Full-time Equivalent Employees

Employer	Industry Sector	2004	2005	2006	2007
University of Arizona	Education	10,078	10,348	10,282	10,354
Raytheon Missile Systems	Manufacturing	10,171	10,300	10,756	11,184
Davis-Monthan Air Force Base	Military	7,692	8,727	8,233	8,233
State of Arizona	State Government	9,753	9,750	9,742	9,927
Wal-Mart Stores, Inc.	Retail	4,420	4,595	4,980	5,625
Tucson Unified School District No. 1	Education	7,690	7,684	7,623	7,419
U.S. Customs and Border Protection	Federal Government	2,189	2,300	2,500	2,763
The University of Arizona Health Network	Health Services	2,700	2,918	2,969	3,094
Pima County	Local Government	6,987	6,767	6,765	7,290
Freeport-McMoRan Copper & Gold Inc.	Mining	3,400	3,702	4,123	4,900
U.S. Army Intelligence Center, Fort Huachuca	Military	11,939	12,250	13,098	9,119
City of Tucson	Local Government	5,495	5,200	5,306	5,848
Tohono O'Odham Nation	Local Government	3,515	3,665	3,665	3,825
Carondelet Health Network	Health Services	2,689	3,746	3,751	4,319
TMC HealthCare	Health Services	2,562	3,135	3,276	3,474
Fry's Food and Drug Stores	Retail	1,855	2,034	2,063	1,806
Pima Community College	Education	2,204	2,226	2,248	2,211
Corrections Corporation of America	Government Services	446	424	443	1,441
Asarco LLC	Mining	1,500	1,714	1,689	1,950
Afni, Inc.	Call Center	1,134	1,243	1,437	1,471
Southern Arizona V.A. Health Care System	Health Services	1,605	1,648	1,665	1,730
Sunnyside Unified School District	Education	2,173	2,223	2,126	2,690
Citi	Call Center	(1)	(1)	1,201	2,000
Pinal County	Local Government	1,699	1,718	1,830	2,134
Amphitheater Unified School District	Education	2,255	2,014	2,174	2,187
Bashas' Inc.	Retail	2,175	1,963	2,021	1,938
APAC Customer Services Inc.	Call Center	(1)	(1)	(1)	(1)
Northwest Medical Center	Health Services	1,890	2,038	1,900	1,808
Safeway Inc.	Retail	2,054	1,841	1,600	1,620
Marana Unified School District	Education	1,551	1,562	1,663	1,776
Target Corp.	Retail	600	800	1,200	1,200
U.S. Postal Service	Federal Government	1,230	800	1,121	1,837
Vail School District	Education	(1)	(1)	(1)	(1)
Walgreen Co.	Retail	1,440	1,487	1,351	1,381
International Business Machines Corp.	Manufacturing	1,701	1,701	1,801	1,750
Sol Casinos	Entertainment	(1)	(1)	(1)	(1)
University Physicians Healthcare	Health Services	1,029	1,460	1,731	1,904

Source: Arizona Daily Star, Star 200 survey. Participation in the survey is voluntary. Includes employers in the Authority's primary and secondary service areas.

(1) Prior year data not provided and/or not a major employer.

(2) University Physicians merged with the University Medical Center in 2011.

2008	2009	2010	2011	2012	2013	Percentage of Total Employment
10,535	10,575	10,363	10,481	10,681	10,846	1.8%
12,515	11,539	12,140	10,500	10,500	10,300	1.7%
7,701	7,509	7,755	8,462	8,566	9,100	1.5%
10,754	9,329	8,708	8,866	9,061	8,807	1.4%
5,805	6,715	7,192	7,308	7,300	7,450	1.2%
8,018	7,227	7,012	6,709	6,674	6,790	1.1%
2,975	3,468	3,530	3,669	6,000	6,500	1.1%
3,304	3,552	3,542	5,982	5,594	6,099	1.0%
6,954	6,235	6,511	6,403	6,170	6,076	1.0%
5,840	5,987	3,997	4,803	5,068	5,463	0.9%
6,701	6,463	6,236	6,225	6,198	5,096	0.8%
5,848	5,635	5,399	4,930	4,541	4,585	0.7%
2,725	4,553	4,353	4,353	4,350	4,350	0.7%
4,766	4,570	4,566	4,690	4,635	3,668	0.6%
3,038	3,184	3,050	2,966	2,904	2,977	0.5%
2,268	2,668	3,109	3,100	3,100	2,700	0.4%
2,325	2,299	2,309	2,336	2,386	2,384	0.4%
1,778	2,468	2,512	2,487	2,482	2,314	0.4%
2,185	2,575	2,125	2,262	2,348	2,297	0.4%
1,409	1,628	1,893	2,100	2,198	2,199	0.4%
1,729	2,026	2,117	2,208	2,151	2,182	0.4%
2,685	2,358	2,120	2,145	2,125	2,083	0.3%
1,900	2,400	2,500	2,000	2,000	2,000	0.3%
2,321	2,450	2,455	2,340	1,952	1,993	0.3%
2,096	2,096	1,965	1,924	1,920	1,833	0.3%
1,938	1,938	1,900	1,800	1,800	1,800	0.3%
(1)	(1)	1,475	1,570	1,650	1,777	0.3%
2,124	1,671	1,658	1,758	1,532	1,757	0.3%
1,489	1,715	1,685	1,685	1,685	1,685	0.3%
1,866	1,836	1,755	1,606	1,600	1,657	0.3%
1,623	1,800	1,900	1,773	1,639	1,640	0.3%
1,800	1,930	1,810	1,899	1,562	1,558	0.3%
(1)	(1)	1,444	1,362	1,442	1,469	0.2%
1,303	1,443	1,511	1,726	1,399	1,420	0.2%
1,457	1,432	1,400	1,350	1,350	1,375	0.2%
(1)	(1)	(1)	(1)	(1)	1,300	0.2%
1,856	2,039	2,219	(2)	(2)	(2)	0.0%

Authority Employees

Authorized Full-Time Equivalent Positions as of September 30

	2006	2007	2008	2009	2010
Management	3.00	4.25	4.25	4.25	4.00
Legal	2.50	2.50	2.50	2.50	4.00
Public Information/Government Affairs	4.00	4.00	4.00	4.00	4.00
Administration/Properties	9.00	9.00	9.00	9.00	9.00
Information Technology and Telecommunications	11.00	11.00	11.00	11.00	11.00
Human Relations	5.50	6.00	6.00	6.00	5.00
Administrative Services	11.75	9.50	9.50	9.50	9.00
Business Development	-	-	-	-	-
Finance	9.75	9.75	9.75	9.75	10.00
Planning and Development	30.75	31.75	31.75	31.75	31.00
Operations Management	4.00	3.00	3.00	3.00	7.00
Operations	-	5.00	5.00	5.00	-
Police	53.50	53.50	52.50	53.50	53.50
Fire	18.00	19.00	19.00	19.00	18.00
Communications/Dispatch	14.00	13.00	13.00	13.00	13.00
Custodial	55.00	54.00	54.00	54.00	53.00
Flight Line Services	33.00	31.50	31.50	29.50	29.00
Maintenance	41.00	41.00	41.00	41.00	43.00
Ryan Airfield	3.00	2.50	2.50	2.50	-
Total	308.75	310.25	309.25	308.25	303.50

Source: Authority records.

Information in this format was not available for periods prior to fiscal year 2006.

2011	2012	2013
4.00	4.00	4.00
4.00	3.00	3.00
-	-	-
7.00	7.00	7.00
11.00	9.00	9.00
5.00	5.00	5.00
9.00	9.00	8.00
7.00	5.00	4.00
10.00	9.00	9.00
25.00	22.00	21.00
7.00	7.00	9.00
-	-	-
51.00	48.50	47.50
17.00	16.50	17.00
12.00	12.00	12.00
53.00	44.00	43.00
25.00	23.00	16.00
42.00	40.00	40.00
-	-	-
289.00	264.00	254.50

Airport Information

Tucson International Airport

As of September 30

Airport code: TUS
 FAA category: Commercial service, small hub (2)
 Location: 8 miles south of downtown Tucson, Arizona
 Elevation: 2,641 feet above sea level
 International: 24/7 U.S. Customs Federal Inspection Station
 Tower: FAA-staffed 24/7

		2006	2007	2008	2009
Land area (acres):		8,244	8,244	8,343	8,343
Runways:	11L-29R (main)	10,996 x 150 ft.	10,996 x 150 ft.	10,996 x 150 ft.	10,996 x 150 ft.
	3-21 (crosswind)	7,000 x 150 ft.	7,000 x 150 ft.	7,000 x 150 ft.	7,000 x 150 ft.
	11R-29L (GA & commuter)	8,408 x 75 ft.	8,408 x 75 ft.	8,408 x 75 ft.	8,408 x 75 ft.
Main terminal:	Airlines (sq. ft.)	201,851	201,851	202,451	202,451
	Concessions	33,555	33,555	35,067	35,067
	TSA & security checkpoints	10,401	10,401	10,401	10,401
	Public/common	116,273	116,273	115,300	115,300
	Authority use	13,338	13,338	12,076	12,076
	Mechanical	76,607	76,607	76,730	76,730
	Total (sq. ft.)	452,025	452,025	452,025	452,025
	Number of gate positions	19	19	19	19
	Number of active gates	15	18	18	18
	Apron (sq. ft.)	1,474,485	1,474,485	1,474,485	1,474,485
Consolidated	Number of companies	7	7	7	7
rental car facility:	Quick turnaround facilities	7	7	7	7
	Customer service building (sq. ft.)	18,000	18,000	18,000	18,000
	3-level parking structure (spaces)				
	Rental car use	1,347	697	697	697
	Airport employee use	661	661	661	661
	Public parking	-	605	605	605
Public parking lots	Hourly	469	469	469	469
(surface spaces):	Daily	908	908	908	908
	Covered economy	308	308	308	308
	Uncovered economy	5,337	5,337	5,337	5,337
	Total	7,022	7,022	7,022	7,022
Air cargo:	Number of buildings	3	3	3	3
	Total sq. ft.	35,000	35,000	35,000	35,000
	Apron (sq. ft.)	819,000	819,000	819,000	819,000
General aviation:	Number of FBOs (1)	5	5	5	5
	Apron (sq. ft.)	1,301,767	1,301,767	1,301,767	1,301,767

(1) Includes a limited service FBO (fueling, tie-downs and pilot facilities) owned and operated by the Authority. Effective November 2012 the Authority discontinued its FBO operations at TIA.

(2) Effective 10/01/2012 TAA's FAA category changed to, commercial services, small hub.

Source: Authority records.

Information in this format was not available for periods prior to fiscal year 2006.

2010	2011	2012	2013
8,343	8,343	8,343	8,343
10,996 x 150 ft.	10,996 x 150 ft.	10,996 x 150 ft.	10,996 x 150 ft.
7,000 x 150 ft.	7,000 x 150 ft.	7,000 x 150 ft.	7,000 x 150 ft.
8,408 x 75 ft.	8,408 x 75 ft.	8,408 x 75 ft.	8,408 x 75 ft.
202,451	202,451	202,451	202,451
35,067	35,067	35,067	35,067
10,401	10,401	10,401	10,401
115,300	115,300	115,300	115,300
12,076	12,076	12,076	12,076
76,730	76,730	76,730	76,730
452,025	452,025	452,025	452,025
19	19	19	19
18	18	18	18
1,941,985	1,941,985	1,941,985	1,941,985
7	7	7	7
7	7	7	7
18,000	18,000	18,000	18,000
697	697	697	697
661	661	661	661
605	605	605	605
469	469	469	469
908	908	908	908
308	308	308	308
5,337	5,337	5,337	5,337
7,022	7,022	7,022	7,022
3	3	3	3
35,000	35,000	35,000	35,000
819,000	819,000	819,000	819,000
5	5	5	4
1,301,767	1,301,767	1,301,767	1,301,767

Airport Information

Ryan Airfield

As of September 30

Airport code: RYN
 FAA category: General aviation
 Location: 12 miles southwest of downtown Tucson, Arizona
 Elevation: 2,417 feet above sea level
 International: No international facilities
 Tower: Contract - staffed 6:00 A.M. - 8:00 P.M. daily

		2006	2007	2008	2009
Land area (acres):		1,804	1,804	1,804	1,804
Runways:	6R-24L	5,500 x 75 ft.	5,500 x 75 ft.	5,500 x 75 ft.	5,500 x 75 ft.
	6L-24R	4,900 x 75 ft.	4,900 x 75 ft.	4,900 x 75 ft.	4,900 x 75 ft.
	15-33 (crosswind)	4,000 x 75 ft.	4,000 x 75 ft.	4,000 x 75 ft.	4,000 x 75 ft.
Terminal:		None	None	None	None
FBO services:	Number of FBOs (1)	1	1	1	1
	Apron (sq. ft.)	465,000	465,000	465,000	465,000

(1) Includes a limited service FBO (fueling, tie-downs and pilot facilities) owned and operated by the Authority. Aircraft maintenance services are offered by various private businesses on the airport.

Source: Authority records.

Information in this format was not available for periods prior to fiscal year 2006.

2010	2011	2012	2013
1,804	1,804	1,804	1,804
5,500 x 75 ft.	5,500 x 75 ft.	5,500 x 75 ft.	5,500 x 75 ft.
4,900 x 75 ft.	4,900 x 75 ft.	4,900 x 75 ft.	4,900 x 75 ft.
4,000 x 75 ft.	4,000 x 75 ft.	4,000 x 75 ft.	4,000 x 75 ft.
None	None	None	None
1	1	1	1
465,000	465,000	465,000	465,000

Passenger, Cargo and Mail Summary

Tucson International Airport

Fiscal Years Ended September 30

	2004	2005	2006	2007
Passengers				
Enplaned	1,841,791	2,023,785	2,120,996	2,195,493
Deplaned	1,833,039	2,017,524	2,106,792	2,178,878
Total	3,674,830	4,041,309	4,227,788	4,374,371
Annual % change	4.2%	10.0%	4.6%	3.5%
Air Freight (pounds)				
All-cargo carriers				
Enplaned	20,712,428	24,831,348	31,723,581	30,376,299
Deplaned	38,302,743	48,553,371	49,210,617	47,832,536
Total	59,015,171	73,384,719	80,934,198	78,208,835
Annual % change	4.9%	24.3%	10.3%	-3.4%
Passenger carriers				
Enplaned	1,956,317	1,236,440	1,199,723	1,060,634
Deplaned	2,696,079	2,415,737	2,744,285	2,453,912
Total	4,652,396	3,652,177	3,944,008	3,514,546
Annual % change	3.5%	-21.5%	8.0%	-10.9%
Mail (pounds)				
Enplaned	1,530,979	1,379,690	744,882	189,674
Deplaned	1,757,025	2,911,882	2,258,600	608,901
Total	3,288,004	4,291,572	3,003,482	798,575
Annual % change	-28.6%	30.5%	-30.0%	-73.4%

Source: Authority records based on airline reporting.

2008	2009	2010	2011	2012	2013
2,202,373	1,837,175	1,855,615	1,841,834	1,826,046	1,655,617
2,192,832	1,832,749	1,853,563	1,835,060	1,823,737	1,653,003
4,395,205	3,669,924	3,709,178	3,676,894	3,649,783	3,308,620
0.5%	-16.5%	1.1%	-0.9%	-0.7%	-9.3%
29,434,704	26,312,873	27,826,292	25,242,128	26,487,591	29,923,629
43,990,112	33,482,706	38,460,356	33,726,997	42,433,770	36,390,827
73,424,816	59,795,579	66,286,648	58,969,125	68,921,361	66,314,456
-6.1%	-18.6%	10.9%	-11.0%	16.9%	-3.8%
851,369	714,317	938,253	840,931	915,005	671,255
2,661,911	2,312,730	2,146,039	1,798,178	1,595,464	1,374,109
3,513,280	3,027,047	3,084,292	2,639,109	2,510,469	2,045,364
0.0%	-13.8%	1.9%	-14.4%	-4.9%	-18.5%
1,871	243	189	1,681	5,391	5,291
10,614	8,852	9,324	11,313	6,991	9,301
12,485	9,095	9,513	12,994	12,382	14,592
-98.4%	-27.2%	4.6%	36.6%	-4.7%	17.8%

Aircraft Operations Summary

Fiscal Years Ended September 30

	2004	2005	2006	2007
Tucson International Airport				
Air carrier	37,991	43,319	44,767	42,666
Air taxi	17,464	27,676	29,239	28,158
Military	47,836	43,679	43,050	31,601
General aviation	141,591	158,425	164,337	154,215
Total	244,882	273,099	281,393	256,640
Annual % change	-6.8%	11.5%	3.0%	-8.8%
Ryan Airfield (1)				
Air carrier	-	-	-	-
Air taxi	2	6	2	4
Military	3,349	4,449	4,085	3,374
General aviation	150,200	164,626	177,556	216,745
Total	153,551	169,081	181,643	220,123
Annual % change	22.7%	10.1%	7.4%	21.2%

(1) Data collected during Ryan UNICOM regular hours of operation (6:00 a.m. - 8:00 p.m.).

Source: FAA "Air Traffic Activity" reports, Tucson International Airport air traffic control tower records, and Ryan air traffic control tower records.

Enplaned Passengers By Scheduled Carrier

Fiscal Years Ended September 30

Carrier	2004	% of Total	2005	2006	2007	2008
Southwest Airlines	504,781	27.4%	572,575	632,624	638,929	644,277
American Airlines	381,962	20.7%	444,067	481,945	442,813	419,600
US Airways	251,610	13.7%	282,190	309,694	289,967	268,939
Delta Air Lines	244,167	13.3%	263,792	240,856	236,613	252,517
United Airlines	245,503	13.3%	245,944	228,105	227,042	192,550
Continental Airlines	92,433	5.0%	113,808	122,590	155,990	150,343
Alaska Airlines	50,263	2.7%	46,383	52,371	53,175	56,856
Frontier Airline	29,240	1.6%	39,792	45,139	65,351	72,904
Sun Country Airlines	-	0.0%	-	-	-	5,772
Aerolitoral	4,416	0.2%	6,100	7,401	5,442	8,249
ExpressJet Airlines	-	0.0%	-	-	41,549	108,524
JetBlue Airways	-	0.0%	-	271	38,622	21,842
Aero California	9,047	0.5%	9,134	-	-	-
Horizon Air	28,369	1.5%	-	-	-	-
Total	1,841,791	100.0%	2,023,785	2,120,996	2,195,493	2,202,373

Note: Where available, information for regional affiliate carriers is included with the associated major carriers.

Predecessor airline information is included in the current carrier totals.

Source: Authority records based on airline reports.

2008	2009	2010	2011	2012	2013
43,078	35,551	35,143	35,911	34,423	30,593
30,481	21,953	23,388	21,959	20,309	20,417
28,437	29,412	30,687	27,569	24,887	25,133
129,965	94,470	79,265	72,893	65,545	62,120
231,961	181,386	168,483	158,332	145,164	138,263
-9.6%	-21.8%	-7.1%	-6.0%	-8.3%	-4.8%
2	2	-	-	-	-
4	9	4	20	-	2
3,210	5,287	4,190	3,446	9,744	14,914
197,832	121,881	117,518	108,541	107,531	106,658
201,048	127,179	121,712	112,007	117,275	121,574
-8.7%	-36.7%	-4.3%	-8.0%	4.7%	3.7%

2009	2010	2011	2012	% of Total	2013	% of Total
594,120	606,913	618,007	623,484	34.1%	592,375	35.8%
391,376	388,036	405,851	428,093	23.4%	409,400	24.7%
237,138	225,715	220,409	210,701	11.5%	195,861	11.8%
213,295	212,276	199,841	199,117	10.9%	181,950	11.0%
184,839	197,206	173,472	178,838	9.8%	191,296	11.6%
86,479	91,364	90,418	83,407	4.6%	31,189	1.9%
49,490	50,134	52,967	57,391	3.1%	53,546	3.2%
74,500	79,777	80,869	45,015	2.5%	-	0.0%
5,932	4,194	-	-	0.0%	-	0.0%
6	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
1,837,175	1,855,615	1,841,834	1,826,046	100.0%	1,655,617	100.0%

Scheduled Carrier Landed Weights (1,000 lbs. Units)

Fiscal Years Ended September 30

Carrier	2004	% of Total	2005	2006	2007	2008
Passenger carriers						
Southwest Airlines	578,854	26.7%	640,614	730,408	794,498	880,596
American Airlines	449,804	20.7%	507,643	516,683	471,519	446,023
US Airways	295,772	13.6%	341,089	374,502	346,905	319,098
Delta Air Lines	288,937	13.3%	313,627	274,575	271,156	273,467
United Airlines	315,370	14.5%	315,721	288,572	265,512	226,775
Continental Airlines	104,119	4.8%	126,191	125,982	179,483	168,350
Alaska Airlines	54,963	2.5%	47,637	55,651	51,019	61,490
Frontier Airlines	26,931	1.2%	43,086	58,127	92,775	103,673
Sun Country Airlines	-	0.0%	-	-	-	7,300
Aerolitoral	3,546	0.2%	6,382	10,346	10,036	10,559
ExpressJet Airlines	-	0.0%	-	-	71,278	167,190
JetBlue Airways	-	0.0%	-	486	55,899	35,862
Aero California	14,298	0.7%	13,726	-	-	-
Horizon Air	37,319	1.7%	-	-	-	-
Total	2,169,913	100.0%	2,355,716	2,435,331	2,610,080	2,700,383
Cargo carriers						
Federal Express	88,518	48.6%	114,159	149,739	140,682	136,694
Ameriflight	4,218	2.3%	6,119	956	3,075	4,347
UPS	63,358	34.8%	57,772	57,094	58,800	62,768
DHL	26,112	14.3%	27,846	51,570	31,204	29,171
Total	182,206	100.0%	205,896	259,359	233,761	232,980
Grand total	2,352,119		2,561,612	2,694,690	2,843,841	2,933,363

Note: Where available, information for regional affiliate carriers is included with the associated major carriers.

Predecessor airline information is included in the current carrier totals.

Source: Authority records based on airline reports.

2009	2010	2011	2012	% of Total	2013	% of Total
787,992	762,806	800,968	810,352	38.4%	708,544	38.0%
413,082	399,509	418,232	437,222	20.7%	429,201	23.0%
262,784	262,163	278,913	246,542	11.7%	239,262	12.8%
218,425	230,247	208,625	213,304	10.1%	191,419	10.3%
216,508	242,904	215,474	206,101	9.8%	209,558	11.2%
84,597	100,019	99,571	93,787	4.4%	32,877	1.8%
52,302	52,205	52,495	58,787	2.8%	53,504	2.9%
95,306	91,767	88,674	46,009	2.2%	-	0.0%
8,367	5,983	-	-	0.0%	-	0.0%
43	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
-	-	-	-	0.0%	-	0.0%
2,139,406	2,147,603	2,162,952	2,112,104	100.0%	1,864,365	100.0%
141,821	144,005	139,971	145,331	94.1%	149,664	94.0%
9,706	8,243	8,539	9,044	5.9%	9,617	6.0%
22,470	-	-	-	0.0%	-	0.0%
6,630	-	-	-	0.0%	-	0.0%
180,627	152,248	148,510	154,374	100.0%	159,281	100.0%
2,320,033	2,299,851	2,311,462	2,266,479		2,023,646	

Scheduled Air Service Information

Tucson International Airport

Month of September

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Number of daily nonstop destinations	15	15	17	24	18	15	15	15	14	14
Number of nonstop flights per day										
Albuquerque	2	2	2	2	2	2	2	2	2	-
Atlanta	2	3	2	2	2	2	2	2	2	2
Austin	-	-	-	2	-	-	-	-	-	-
Charlotte	-	-	-	-	1	-	-	-	-	-
Chicago Midway	-	1	1	2	2	1	1	1	2	2
Chicago O'Hare	3	3	3	3	2	2	2	2	2	1
Dallas/Fort Worth	10	8	8	8	7	7	7	7	7	7
Denver	6	5	6	6	6	7	8	7	4	4
El Paso	-	-	-	1	-	-	-	-	-	-
Hermosillo, Mexico	2	1	1	1	1	-	-	-	-	-
Houston Bush	4	4	4	4	4	4	4	4	4	4
Kansas City	-	-	-	1	-	-	-	-	-	-
Las Vegas	5	8	8	7	5	5	5	5	4	4
Los Angeles International	11	10	10	11	10	10	10	12	9	9
Minneapolis	1	1	1	1	1	1	1	1	-	-
Oakland	-	-	-	-	1	-	-	-	-	-
Ontario, CA	-	-	-	3	-	-	-	-	-	-
New York Kennedy	-	-	1	1	-	-	-	-	-	-
Newark	1	-	-	1	-	-	-	-	-	-
Phoenix	12	12	11	11	9	10	9	9	8	9
Sacramento	-	-	-	2	-	-	-	-	-	-
Salt Lake City	5	8	4	5	4	3	4	3	3	3
San Antonio	-	-	-	2	-	-	-	-	-	-
San Diego	3	3	3	3	4	4	3	3	3	3
San Francisco	-	-	1	1	1	1	1	2	1	1
Seattle	1	1	1	1	1	1	1	1	1	1
Total	68	70	67	81	63	60	60	61	52	50
Average scheduled seats per day	6,344	6,964	7,004	7,804	6,546	6,081	6,245	5,949	5,518	4,990

Source: Official Airline Guide.

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