

**CITY OF HACKENSACK  
COUNTY OF BERGEN, NEW JERSEY**

**REPORT OF AUDIT  
FOR THE YEAR ENDED DECEMBER 31, 2020**

CITY OF HACKENSACK

Part I

Report on Audit of Financial Statements and Supplementary Schedules

CITY OF HACKENSACK  
 REPORT OF AUDIT  
 YEAR ENDED DECEMBER 31, 2019  
 TABLE OF CONTENTS

<u>Ref.</u>		<u>Page</u>
<u>Part I - Report on Audit of Financial Statements and Supplementary Schedules</u>		
	Independent Auditors' Report.....	1
Financial Statements:		
A	Current Fund--Comparative Balance Sheet (Regulatory Basis).....	4
A-1	Current Fund--Comparative Statement of Operations and Changes in Fund Balance (Regulatory Basis).....	6
A-2	Current Fund--Statement of Revenues (Regulatory Basis).....	7
A-3	Current Fund--Statement of Expenditures (Regulatory Basis).....	9
B	Trust Fund--Comparative Balance Sheet (Regulatory Basis).....	18
C	General Capital Fund--Comparative Balance Sheet (Regulatory Basis).....	20
C-1	General Capital Fund--Comparative Statement of Changes in Fund Balance (Regulatory Basis).....	21
D	Public Parking Utility Fund--Comparative Balance Sheet (Regulatory Basis).....	22
D-1	Public Parking Utility Operating Fund--Comparative Statement of Operations and Changes in Fund Balance (Regulatory Basis)	23
D-2	Public Parking Utility Capital Fund--Comparative Statement of Changes in Fund Balance (Regulatory Basis)	24
D-3	Public Parking Utility Operating Fund--Statement of Revenues (Regulatory Basis).....	25
D-4	Public Parking Utility Operating Fund--Statement of Expenditures (Regulatory Basis).....	26
E	General Fixed Asset Account Group--Comparative Balance Sheet (Regulatory Basis).....	27
E-1	General Fixed Asset Account Group--Comparative Statement of Changes in Fund Balance (Regulatory Basis).....	28
Notes to Financial Statements:		
	Note 1 - Reporting Entity, Organization and Function.....	30
	Note 2 - Summary of Significant Accounting Policies.....	31
	Note 3 - Cash and Cash Equivalents.....	40
	Note 4 - Investments.....	41
	Note 5 - Fixed Assets.....	42
	Note 6 - Municipal Debt.....	43
	Note 7 - Risk Management.....	56
	Note 8 - Interfunds.....	57
	Note 9 - Deferred Charges to be Raised in Succeeding Budgets.....	58
	Note 10 - Retirement Plans.....	59
	Note 11 - Other Post Employment Benefits.....	75
	Note 12 - Contingencies.....	78
	Note 13 - Fund Balances Appropriated.....	79
	Note 14 - Economic Dependency.....	80
	Note 15 - Subsequent Events.....	81

CITY OF HACKENSACK  
 REPORT OF AUDIT  
 YEAR ENDED DECEMBER 31, 2019  
 TABLE OF CONTENTS

<u>Ref.</u>		<u>Page</u>
<u>Part I - Report on Audit of Financial Statements and Supplementary Schedules (Continued)</u>		
Supplementary Schedules:		
<u>Current Fund</u>		
A-5	Statement of Change Funds.....	84
A-6	Statement of Delinquent Taxes Receivable.....	85
A-7	Statement of Property Acquired for Taxes - Assessed Valuation.....	86
A-8	Statement of Deferred Charges.....	87
A-10	Statement of Grants Receivable.....	88
A-12	Statement of Appropriated Reserves.....	89
A-13	Statement of Unappropriated Reserves.....	90
<u>Trust Fund</u>		
B-1	Statement of Animal Control Trust Fund Reserve.....	92
B-2	Statement of Municipal Open Space Trust Fund Reserve.....	93
B-3	Statement of Community Development Trust Fund Reserve.....	94
B-4	Statement of Other Trust Fund Reserves.....	95
<u>General Capital Fund</u>		
C-2	Statement of Cash - Treasurer (General Capital Account).....	
C-3	Analysis of Cash.....	
C-4	Statement of Grants Receivable.....	97
C-5	Statement of Deferred Charges to Future Taxation - Funded.....	98
C-6	Statement of Deferred Charges to Future Taxation - Unfunded.....	99
C-7	Statement of Serial Bonds Payable.....	100
C-8		
C-9	Statement of Loans Payable.....	101
C-10	Statement of Bond Anticipation Notes Payable.....	102
C-11	Statement of Improvement Authorizations.....	103
C-12	Statement of Capital Improvement Fund.....	104
C-13	Statement of Reserve for Preliminary Plan Expenses.....	105
C-14	Statement of Reserve for Debt Service.....	106
C-15	Statement of Bonds and Notes Authorized but not Issued.....	107

CITY OF HACKENSACK  
REPORT OF AUDIT  
YEAR ENDED DECEMBER 31, 2019  
TABLE OF CONTENTS

---

<u>Ref.</u>		<u>Page</u>
	<u>Part I - Report on Audit of Financial Statements and Supplementary Schedules (Continued)</u>	
	Supplementary Schedules (Continued):	
	<u>Public Parking Utility Fund</u>	
D-5	Public Parking Utility Operating Fund--Statement of Cash--Treasurer.....	109
D-6	Public Parking Utility Capital Fund--Statement of Cash--Change Fund.....	110
D-7	Public Parking Utility Capital Fund--Analysis of Cash.....	111
D-8	Public Parking Utility Operating Fund--Statement of Appropriation Reserves (2018).....	112
D-9	Public Parking Utility Operating Fund--Statement of Accrued Interest on Bonds.....	113
D-10	Public Parking Utility Capital Fund--Statement of Fixed Capital.....	114
D-11	Public Parking Utility Capital Fund--Statement of Fixed Capital Authorized and Uncompleted.....	115
D-12	Public Parking Utility Capital Fund--Statement of Bond Anticipation Notes Payable.....	116
D-13	Public Parking Utility Capital Fund--Statement of Reserve for Amortization.....	117
D-14	Public Parking Utility Capital Fund--Statement of Capital Improvement Fund.....	118
D-15	Public Parking Utility Capital Fund--Statement of Improvement Authorizations.....	119
D-16	Public Parking Utility Capital Fund--Statement of Bonds and Notes Authorized but not Issued.....	120

CITY OF HACKENSACK  
REPORT OF AUDIT  
YEAR ENDED DECEMBER 31, 2019  
TABLE OF CONTENTS

---

<u>Ref.</u>	<u>Page</u>
<u>Part II - Government Auditing Standards</u>	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards -	
Independent Auditors' Report.....	122
Schedule of Expenditures of Federal Awards.....	124
Schedule of Expenditures of State Financial Assistance.....	125
Notes to Schedules of Federal Awards and State Financial Assistance.....	126
Schedule of Findings and Questioned Costs.....	129
Summary Schedule of Prior Audit Findings.....	134
<u>Part III - Supplementary Data and Letter of Comments and Recommendations</u>	
Tax Requirement and Rate Data.....	136
Tax Levy and Collection Data.....	137
Fund Balance Summaries.....	138
Roster of Officials.....	139
Cash Cycle.....	140
Revenues/Receipts Cycle.....	141
Expenditures/Disbursements Cycle.....	142
Fixed Assets.....	143
Payroll Cycle.....	144
Public Parking Utility.....	145
Other Significant Matters.....	146
Recommendations.....	147
Status of Prior Years' Recommendations.....	148

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the Board of Commissioners  
City of Hackensack, County of Bergen, New Jersey

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds and account group of the City of Hackensack, as of December 31, 2020 and 2019, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statements of revenues - regulatory basis and statements of expenditures - regulatory basis of the various funds for the year ended December 31, 2020, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial accounting and reporting provisions and practices that demonstrate compliance with the regulatory basis of accounting and budget laws prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Independent Auditors' Report (Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared and presented by the City of Hackensack on the basis of the financial accounting and reporting provisions and practices that demonstrate compliance with the regulatory basis of accounting and budget laws prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the financial reporting requirements of the State of New Jersey for municipal government entities.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed above in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the City of Hackensack as of December 31, 2020 and 2019, or changes in financial position, or, where applicable, cash flows for the years then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

The notes to the City of Hackensack's financial statements do not disclose the other post employment benefit obligations related to post-retirement medical benefits provided to its eligible retirees and their dependents as required by Government Accounting Standards Board Statement Number 75 Accounting and Financial Reporting for Postemployment Benefits Other than Pensions and the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In our opinion, disclosure of that information is required to conform with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the omission of the note disclosure regarding the other post-employment benefit obligations, as described in the "Basis for Qualified Opinion on Regulatory Basis of Accounting" paragraph above, the financial statements - regulatory basis referred to above present fairly, in all material respects, the financial position - regulatory basis of the various funds and account group of the City of Hackensack as of December 31, 2020 and 2019, and the results of operations and changes in fund balance - regulatory basis of such funds for the years then ended and the respective revenues - regulatory basis and expenditures - regulatory basis of the various funds for the year ended December 31, 2020 in accordance with the financial accounting and reporting provisions and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.



Independent Auditors' Report (Continued)

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of the City of Hackensack as a whole. The supplementary schedules listed in the table of contents, schedule of expenditures of federal awards, schedule of expenditures of state financial assistance and the supplementary data and letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the financial statements of the City of Hackensack.

The supplementary schedules listed in the table of contents, schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules listed in the table of contents, schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the financial statements as a whole on the basis of accounting described in Note 1 .

The supplementary data and letter of comments and recommendations section has not been subject to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 30, 2021 on our consideration of the City of Hackensack's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City of Hackensack's internal control over financial reporting and compliance.

DI MARIA & DI MARIA LLP

Accountants and Advisors

*Frank Di Maria*

Frank Di Maria

Registered Municipal Accountant

RMA No. CR00463

June 30, 2021

CITY OF HACKENSACK  
 CURRENT FUND  
 COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
 AS OF DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<u>Current Fund</u>		
<u>Assets</u>		
Cash - Current Account.....	\$ 33,835,892	\$ 24,201,227
Cash - Change Funds.....	450	450
	<u>33,836,342</u>	<u>24,201,677</u>
Receivables and Other Assets with Full Reserves:		
Delinquent Property Taxes Receivable.....	1,557	310
Property Acquired for Taxes - Assessed Valuation.....	1,311,800	1,311,800
Prepaid Local School Tax.....	6,274	-
	<u>1,319,631</u>	<u>1,312,110</u>
Deferred Charges:		
Special Emergency Authorizations.....	193,600	432,000
	<u>35,349,573</u>	<u>25,945,787</u>
<u>Grant Fund</u>		
<u>Assets</u>		
Interfund Receivable - Current Fund.....	534,960	369,742
Grants Receivable.....	836,421	250,297
	<u>1,371,381</u>	<u>620,039</u>
	<u>\$ 36,720,954</u>	<u>\$ 26,565,826</u>

CITY OF HACKENSACK  
 CURRENT FUND  
 COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
 AS OF DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<u>Current Fund</u>		
<u>Liabilities, Reserves and Fund Balance</u>		
Liabilities:		
Interfund Payable - Grant Fund.....	\$ 534,960	\$ 369,742
Accounts Payable.....	832,981	847,821
Due County for Added & Omitted Taxes.....	12,247	2,117
Due to State of New Jersey.....	14,069	29,747
Appropriation Reserves.....	6,316,726	3,267,984
Reserve for Encumbrances.....	1,178,306	1,482,971
Pre-Paid Taxes.....	1,101,345	1,629,185
Tax Overpayments.....	468,066	66,722
Reserve for Sale of Municipal Assets.....	3,397,300	-
Reserve for Re-Assessment Expenditures.....	-	14,000
Reserve for Tax Map Expenditures.....	49,110	156,135
Reserve for Tax Appeals.....	490,580	445,448
	<u>14,395,690</u>	<u>8,311,872</u>
Reserve for Receivables and Other Assets.....	1,319,631	1,312,110
Fund Balance.....	<u>19,634,252</u>	<u>16,321,805</u>
	<u>35,349,573</u>	<u>25,945,787</u>
	-	-

Grant Fund

Liabilities

Appropriated Reserves.....	1,325,241	570,427
Unappropriated Reserves.....	46,140	49,612
	<u>1,371,381</u>	<u>620,039</u>
	-	-
	<u>\$ 36,720,954</u>	<u>\$ 26,565,826</u>
	-	-

CITY OF HACKENSACK  
 CURRENT FUND  
 COMPARATIVE STATEMENT OF OPERATIONS AND  
 CHANGES IN FUND BALANCE (REGULATORY BASIS)  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
<i><u>Revenue and Other Income Realized</u></i>		
Fund Balance Utilized.....	\$ 4,000,000	\$ 4,000,000
Miscellaneous Revenue Anticipated.....	16,016,810	16,327,347
Receipts from Delinquent Taxes.....	35,974	8,616
Receipts from Current Taxes.....	186,131,045	183,428,226
Non-Budget Revenue.....	6,546,937	2,960,769
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves.....	2,205,625	2,158,548
Other Cancellations & Non-Cash Adjustments.....	-	-
Total Income.....	<u>214,936,391</u>	<u>208,883,506</u>
<i><u>Expenditures</u></i>		
Budget and Emergency Appropriations:		
Within "CAPS":		
Operations:		
Salaries and Wages.....	43,472,810	42,931,600
Other Expenses.....	33,394,493	32,062,230
Statutory Expenditures.....	10,764,056	11,006,032
Excluded From "CAPS":		
Operations:		
Salaries and Wages.....	-	-
Other Expenses.....	9,903,407	9,588,552
Capital Improvements.....	400,000	400,000
Debt Service.....	9,506,499	9,538,923
Deferred Charges and Statutory Expenditures.....	238,400	190,000
Local District School Tax.....	85,208,462	84,329,910
County Tax.....	13,362,794	13,274,661
County Open Space Tax.....	579,410	574,149
Added County Taxes.....	12,247	2,117
Municipal Open Space Tax.....	277,205	277,205
Special Improvement District Tax.....	465,354	464,000
Pre-paid Local District School Tax.....	6,274	-
Refund of Prior Year Revenue.....	32,533	-
Total Expenditures.....	<u>207,623,944</u>	<u>204,639,379</u>
Excess in Revenue.....	<u>7,312,447</u>	<u>4,244,127</u>
Adjustments to Income Before Fund Balance:		
Expenditures included above which are by Statute Deferred Charges to Budget of Succeeding Year.....	-	242,000
Statutory Excess to Fund Balance.....	7,312,447	4,486,127
Fund Balance, January 1.....	16,321,805	15,835,678
Decreased by - Utilization as Anticipated Revenue.....	4,000,000	4,000,000
Fund Balance, December 31.....	<u>\$ 19,634,252</u>	<u>\$ 16,321,805</u>

The accompanying notes are an integral part of this statement.

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF REVENUES (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2020

	Anticipated		Realized	Excess/ (Deficit)
	Budget	Added by N.J.S. 40A:4-87		
Fund Balance Anticipated.....	\$ 4,000,000	\$ -	\$ 4,000,000	\$ -
Miscellaneous Revenues:				
Alcoholic Beverage Licenses.....	98,000	-	95,886	(2,114)
Other Licenses.....	127,000	-	109,317	(17,683)
Fees and Permits.....	1,013,000	-	1,523,836	510,836
Municipal Court Fines and Costs.....	1,681,000	-	989,506	(691,494)
Interest and Costs on Taxes.....	229,000	-	228,026	(974)
Interest on Investments and Deposits.....	325,000	-	134,280	(190,720)
Anticipated Utility Operating Surplus.....	400,000	-	400,000	-
Sewer Service Fees.....	318,000	-	372,608	54,608
Consolidated Municipal Property Tax Relief.....	-	-	-	-
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167).....	4,296,584	-	4,296,584	-
Uniform Construction Code Fees.....	3,400,000	-	1,654,835	(1,745,165)
Nursing Services - Hackensack BOE.....	10,249	-	6,222	(4,027)
NJ Municipal Alliance on Alcoholism & Drug Abuse.....	15,279	-	15,279	-
NJ Recycling Tonnage Grant.....	53,772	-	53,772	-
NJ Safe and Secure Communities Grant.....	5,000	-	5,000	-
NJ Body Armor Grant.....	8,893	-	8,893	-
NJ Law and Public Safety Grant.....	-	-	-	-
NJ Clean Communities Program.....	43,472	-	43,472	-
NJ EDA Opportunity Zone Grant.....	100,000	-	100,000	-
NJ Summer Food Program.....	-	104,914	104,914	-
NJ Assistance to Firefighter's Grant.....	-	510,784	510,784	-
NJ Clean Communities Program.....	-	72,804	72,804	-
BC Census Assistance Grant.....	-	10,000	10,000	-
Uniform Fire Safety Fees.....	214,000	-	277,039	63,039
Verizon FIOS Franchise Fees.....	216,900	-	216,991	91
Cablevision Franchise Fees.....	334,300	-	334,338	38
Air Rights - HUMC.....	200,000	-	200,000	-
Hackensack BOE - School Resource Officer.....	179,000	-	208,915	29,915
PILOT - Hackensack Housing Authority.....	198,000	-	198,462	462
Admin Fees - Outside Police Employment.....	287,000	-	305,773	18,773
PILOT - 100 State Street.....	477,000	-	539,274	62,274
HUMC Payment.....	2,909,000	-	3,000,000	91,000
Total Miscellaneous Revenues	17,139,449	698,502	16,016,810	(1,821,141)
Receipts From Delinquent Taxes.....	-	-	35,974	35,974
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes.....	85,391,073	-	85,741,858	350,785
Library Tax.....	1,983,715	-	1,983,715	-
	87,374,788	-	87,725,573	350,785
Budget Totals.....	108,514,237	698,502	107,778,357	(1,434,382)
Non-Budget Revenues.....	-	-	6,546,937	6,546,937
	\$ 108,514,237	\$ 698,502	\$ 114,325,294	\$ 5,112,555

The accompanying notes are an integral part of this statement.

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF REVENUES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

Analysis of Realized Revenues

Allocation of Current Tax Collections

Revenue from Current Tax Collections.....		186,131,045
Add: Appropriation "Reserve for Uncollected Taxes".....		1,500,000
Total Receipts from Current Taxes.....		<u>187,631,045</u>
Allocated to:		
Local District School Tax.....	85,208,462	
County Tax.....	13,362,794	
County Open Space Tax.....	579,410	
Added County Taxes.....	12,247	
Municipal Open Space Tax.....	277,205	
Special Improvement District Tax.....	<u>465,354</u>	
		<u>99,905,472</u>
Balance for Support of Municipal Budget Appropriations.....		<u><u>87,725,573</u></u>

Analysis of Non-Budget Revenues

Miscellaneous Revenue Not Anticipated

Miscellaneous.....		-
Hackensack University Medical Center - Redeveloper Agreement.....		4,000,000
Hackensack University Medical Center - Settlement.....		1,000,000
Bergen County CARES.....		722,669
PILOT - 240 Main Street.....		277,426
Hackensack BOE - SLEO Reimbursement.....		146,370
Johnson Library Reimbursement Payment .....		124,170
NJ State Police - "Superstorm Sandy" Reimbursement .....		58,059
Electronic Death Reporting System (EDRS) .....		42,130
Easement - 149 Main St. ....		30,000
Cancel Stale / Outstanding Checks by Resolution .....		26,598
PSE&G Settlement for Damage to City Pipe.....		24,000
Rental Income .....		12,000
South Bergen Muni JIF Dividends .....		11,269
Borough of North Arlington - Dispatch .....		10,005
NJMVC Motor Vehicle Inspection Fines .....		8,490
Recycling Revenue .....		7,449
US Dept of Treasury Refund .....		4,375
Hackensack Showmobile Rental .....		4,050
Bus Bench / Recycling Container Advertising Revenue .....		2,599
Refund of 2015 Vendor Overpayment .....		2,546
Tax Collector Copies .....		2,105
Sr. Citizens / Vets Deductions Administrative Fee .....		2,007
Bond Issuance Defeasance Excess Funds.....		1,898
South Bergen Muni JIF Safety Award .....		1,250
Insite Media Franchise Fee .....		1,200
Cancellation of Grant Reserve Balances by Resolution .....		1,003
Other .....		23,269
Unclaimed Property Recovery.....		-
		<u><u>6,546,937</u></u>

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<b>OPERATIONS - WITHIN "CAPS"</b>							
<u>General Government Functions</u>							
General Administration:							
Salaries and Wages	\$ 448,000	\$ -	\$ -	\$ 454,000	\$ 453,107	\$ 893	\$ -
Other Expenses	205,500	-	-	195,500	161,905	33,595	-
Human Resources:							
Salaries and Wages	235,500	-	-	235,500	172,644	62,856	-
Mayor & City Council:							
Salaries and Wages	54,600	-	-	54,600	54,600	-	-
City Clerk:							
Salaries and Wages	263,000	-	-	271,000	260,664	10,336	-
Other Expenses	120,400	-	-	120,400	61,288	59,112	-
Financial Administration:							
Salaries and Wages	637,500	-	-	637,500	629,839	7,661	-
Other Expenses	121,250	-	-	121,250	102,871	18,379	-
Audit Services:							
Other Expenses	105,000	-	-	105,000	100,100	4,900	-
Computerized Data Processing:							
Salaries and Wages	126,000	-	-	133,000	130,425	2,575	-
Other Expenses	90,000	-	-	90,000	85,763	4,237	-
Revenue Administration (Collection of Taxes):							
Salaries and Wages	286,000	-	-	287,000	286,155	845	-
Other Expenses	58,550	-	-	58,550	47,555	10,995	-
Tax Assessment Administration:							
Salaries and Wages	208,000	-	-	223,000	222,265	735	-
Other Expenses	735,800	-	-	719,300	583,078	136,222	-
Legal Services:							
Salaries and Wages							
Other Expenses	638,000	-	-	618,000	429,417	188,583	-
Codification of Ordinances	7,000	-	-	7,000	6,805	195	-
Project Management:							
Salaries and Wages	179,500	-	-	179,500	179,375	125	-
Other Expenses	629,500	-	-	604,500	332,894	271,606	-
Economic Development:							
Salaries and Wages	108,000	-	-	108,000	107,952	48	-
Other Expenses	150,000	-	-	150,000	99,734	50,266	-

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<u>OPERATIONS - WITHIN "CAPS" (Continued)</u>							
<u>Land Use Administration</u>							
Planning Board:							
Other Expenses	118,600	-	-	123,600	116,404	7,196	-
Zoning Board of Adjustment:							
Other Expenses	90,520	-	-	85,520	65,637	19,883	-
Rent Stabilization Board:							
Salaries and Wages	5,000	-	-	5,000	4,999	1	-
Other Expenses	20,000	-	-	20,000	10,023	9,977	-
Property Maintenance:							
Salaries and Wages	562,000	-	-	562,000	511,546	50,454	-
Other Expenses	300	-	-	300	-	300	-
<u>Insurance</u>							
General Liability Insurance & Surety Bond:	2,298,000	-	-	2,298,000	2,164,777	133,223	-
Workmen's Compensation Insurance	1,111,000	-	-	1,111,000	1,046,054	64,946	-
Group Insurance to Employees	17,888,000	-	-	17,888,000	16,709,159	1,178,841	-
Health Benefit Waiver for Employees	185,000	-	-	185,000	179,092	5,908	-



CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<u>OPERATIONS - WITHIN "CAPS" (Continued)</u>							
<u>Public Safety Functions</u>							
Police:							
Salaries and Wages	15,126,510	-	-	15,126,510	15,115,042	11,468	-
Other Expenses	796,500	-	-	796,500	479,006	317,494	-
Communication Center:							
Salaries and Wages	1,165,500	-	-	1,165,500	1,039,146	126,354	-
Other Expenses	9,000	-	-	9,000	7,200	1,800	-
Police - Traffic Control:							
Other Expenses	52,000	-	-	52,000	23,099	28,901	-
School Crossing Guards:							
Salaries and Wages	643,500	-	-	603,500	401,962	201,538	-
Office of Emergency Management:							
Salaries and Wages	8,500	-	-	8,500	8,500	-	-
Other Expenses	15,850	-	-	15,850	10,511	5,339	-
Fire:							
Salaries and Wages	13,931,500	-	-	13,931,500	13,540,195	391,305	-
Other Expenses	335,300	-	-	335,300	280,494	54,806	-
Fire Prevention:							
Salaries and Wages	696,500	-	-	696,500	650,714	45,786	-
Other Expenses	22,800	-	-	22,800	13,078	9,722	-
Emergency Medical Service:							
Salaries and Wages	9,600	-	-	9,600	9,600	-	-
Other Expenses	20,000	-	-	10,000	908	9,092	-
Municipal Prosecutor:							
Other Expenses	75,000	-	-	75,000	57,800	17,200	-

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<u>OPERATIONS - WITHIN "CAPS" (Continued)</u>							
<u>Public Works Functions</u>							
Administration:							
Salaries and Wages	935,000	-	-	910,000	864,859	45,141	-
Other Expenses	98,650	-	-	98,650	58,409	40,241	-
Streets & Roads:							
Salaries and Wages	166,500	-	-	146,500	138,692	7,808	-
Other Expenses	82,000	-	-	82,000	48,373	33,627	-
Sewer System:							
Salaries and Wages	231,500	-	-	270,500	269,066	1,434	-
Other Expenses	368,200	-	-	355,200	231,546	123,654	-
Public Buildings and Grounds:							
Salaries and Wages	616,500	-	-	676,500	676,048	452	-
Other Expenses	248,750	-	-	248,750	188,876	59,874	-
Vehicle Maintenance:							
Salaries and Wages	640,500	-	-	625,500	588,356	37,144	-
Other Expenses	45,650	-	-	45,650	27,863	17,787	-
Shade Tree:							
Salaries and Wages	107,600	-	-	111,100	110,778	322	-
Other Expenses	47,900	-	-	47,900	36,149	11,751	-
Snow Removal:							
Salaries and Wages	100,000	-	-	100,000	21,103	78,897	-
Other Expenses	297,250	-	-	297,250	43,524	253,726	-
<u>Sanitation</u>							
Garbage & Trash Removal:							
Salaries and Wages	1,482,000	-	-	1,566,000	1,557,243	8,757	-
Other Expenses	308,600	-	-	238,600	176,831	61,769	-
Recycling:							
Salaries and Wages	47,500	-	-	47,500	33,729	13,771	-
Other Expenses	167,200	-	-	258,200	212,379	45,821	-
Street Cleaning:							
Salaries and Wages	62,000	-	-	62,000	61,154	846	-
Other Expenses	39,800	-	-	39,800	18,681	21,119	-

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<u>OPERATIONS - WITHIN "CAPS" (Continued)</u>							
<u>Health and Human Services</u>							
Hazard Act (PEOSHA):							
Other Expenses	181,200	-	-	181,200	141,413	39,787	-
Public Health Clinics:							
Other Expenses	35,650	-	-	35,650	28,444	7,206	-
Department of Health Administration:							
Salaries and Wages	711,000	-	-	711,000	682,414	28,586	-
Other Expenses	55,673	-	-	55,673	22,518	33,155	-
Animal Control:							
Other Expenses	55,700	-	-	55,700	55,365	335	-
Human Services:							
Other Expenses	1,000	-	-	1,000	-	1,000	-
<u>Park and Recreation Functions</u>							
Recreation:							
Salaries and Wages	400,000	-	-	400,000	313,421	86,579	-
Other Expenses	106,200	-	-	106,200	14,338	91,862	-
Cultural Arts Center:							
Salaries and Wages	135,000	-	-	135,000	84,880	50,120	-
Other Expenses	130,850	-	-	130,850	37,300	93,550	-
Parks & Playgrounds:							
Salaries and Wages	467,000	-	-	454,000	450,934	3,066	-
Other Expenses	161,900	-	-	141,900	80,397	61,503	-
Celebration of Public Events							
Salaries and Wages	40,000	-	-	15,000	3,601	11,399	-
Other Expenses	67,000	-	-	67,000	26,783	40,217	-
<u>Utility Expenses and Bulk Purchases</u>							
Electricity & Natural Gas	695,000	-	-	695,000	633,114	61,886	-
Telecommunications	204,000	-	-	204,000	187,139	16,861	-
Water	200,000	-	-	172,000	114,306	57,694	-
Fire Hydrants	370,000	-	-	390,000	351,555	38,445	-
Gasoline	380,000	-	-	380,000	329,545	50,455	-
Sewerage Processing and Disposal	44,000	-	-	44,000	35,509	8,491	-
Street Lighting	450,000	-	-	450,000	342,992	107,008	-
Landfill/Solid Waste Disposal	1,350,000	-	-	1,350,000	1,346,407	3,593	-

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<u>OPERATIONS - WITHIN "CAPS" (Continued)</u>							
<u>Municipal Court</u>							
Municipal Court Administration:							
Salaries and Wages	678,000	-	-	678,000	656,057	21,943	-
Other Expenses	79,100	-	-	69,100	33,054	36,046	-
Public Defender:							
Other Expenses	25,000	-	-	25,000	8,100	16,900	-
<u>Code Enforcement &amp; Administration:</u>							
Salaries and Wages	672,500	-	-	672,500	583,659	88,841	-
Other Expenses	317,350	-	-	297,350	153,907	143,443	-
<u>Unclassified:</u>							
Boys & Girls Club	5,000	-	-	5,000	5,000	-	-
Municipal Alliance Local Match	1,000	-	-	1,000	1,000	-	-
Accumulated Absences:							
Salary & Wages	1,200,000	-	-	1,200,000	678,954	521,046	-
Reserve for Tax Appeals	1,000,000	-	-	1,000,000	1,000,000	-	-
Total Operations - Within "CAPS"	76,905,803	-	-	76,859,803	70,719,147	6,140,656	-
Contingent	7,500	-	-	7,500	-	7,500	-
Total Operations Including Contingent - Wi	76,913,303	-	-	76,867,303	70,719,147	6,148,156	-
Detail:							
Salaries and Wages	43,387,310	-	-	43,472,810	41,553,678	1,919,132	-
Other Expenses	33,525,993	-	-	33,394,493	29,165,470	4,229,023	-

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"</u>							
<u>Deferred Charges</u>							
Prior Year Bills:							
Overexpenditures	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<u>Statutory Expenditures</u>							
Public Employees' Retirement System	1,491,186	-	-	1,491,186	1,491,186	-	-
Social Security System (O.A.S.I.)	1,320,000	-	-	1,366,000	1,360,982	5,018	-
Police and Firemen's Retirement System	7,761,870	-	-	7,761,870	7,761,870	-	-
Unemployment Insurance	120,000	-	-	120,000	42,910	77,090	-
Defined Contribution Retirement Program	25,000	-	-	25,000	20,787	4,213	-
	10,718,056	-	-	10,764,056	10,677,735	86,321	-
Total General Appropriations for Municipal Purposes - Within "CAPS"	87,631,359	-	-	87,631,359	81,396,882	6,234,477	-

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>							
<u>Utility Expenses &amp; Bulk Purchases</u>							
BCUA Sewerage Disposal	6,200,000	-	-	6,200,000	6,200,000	-	-
<u>Educational Functions</u>							
Maintenance of Free Public Library	2,704,421	-	-	2,704,421	2,642,421	62,000	-
<u>Interlocal Municipal Service Agreements:</u>							
Nursing Services - Hackensack BOE							
Salaries and Wages	10,249	-	-	10,249	-	10,249	-
Borough of Paramus - Fire Vehicle Repairs							
Other Expenses	10,000	-	-	10,000	-	10,000	-
<u>Public &amp; Private Programs Offset by Revenues:</u>							
NJ Municipal Alliance on Alcoholism & Dru	15,279	-	-	15,279	15,279	-	-
NJ Recycling Tonnage Grant	53,772	-	-	53,772	53,772	-	-
NJ Safe and Secure Communities Grant	5,000	-	-	5,000	5,000	-	-
NJ Body Armor Grant	8,893	-	-	8,893	8,893	-	-
NJ Opportunity Zone Grant	100,000	-	-	100,000	100,000	-	-
NJ Clean Communities Program	-	72,804	-	72,804	72,804	-	-
NJ Summer Food Program	-	104,914	-	104,914	104,914	-	-
Matching Funds For Grants	53,819	-	-	53,819	53,819	-	-
Law and Public Safety Grant	43,472	-	-	43,472	43,472	-	-
Bergen County Census Assistance Grant	-	10,000	-	10,000	10,000	-	-
Assistance to Firefighters Grant	-	510,784	-	510,784	510,784	-	-
<b>Total Operations Excluded from "CAPS"</b>	<b>9,204,905</b>	<b>698,502</b>	<b>-</b>	<b>9,903,407</b>	<b>9,821,158</b>	<b>82,249</b>	<b>-</b>
Detail:							
Salaries and Wages	-	-	-	-	-	-	-
Other Expenses	9,204,905	698,502	-	9,903,407	9,821,158	82,249	-

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2020

	Appropriated			Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Added by N.J.S. 40A:4-87	Emergency Appropriation	Budget After Modification	Paid or Charged		
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>							
Capital Improvement Fund	400,000	-	-	400,000	400,000	-	-
	-	-	-	-	-	-	-
Total Capital Improvements - Excluded From "CAPS"	<u>400,000</u>	<u>-</u>	<u>-</u>	<u>400,000</u>	<u>400,000</u>	<u>-</u>	<u>-</u>
<b>DEBT SERVICE - EXCLUDED FROM "CAPS"</b>							
<u>Municipal Debt Service</u>							
Bond Principal	7,585,000	-	-	7,585,000	7,585,000	-	-
Bond Interest	1,482,253	-	-	1,482,253	1,482,252	-	1
Payment of Bond Anticipation Notes	-	-	-	-	-	-	-
Note Interest - BANs	156,620	-	-	156,620	156,097	-	523
Green Trust Loan	28,700	-	-	28,700	28,275	-	425
Wastewater Treatment Bonds	287,000	-	-	287,000	254,875	-	32,125
Total Debt Service - Excluded From "CAPS"	<u>9,539,573</u>	<u>-</u>	<u>-</u>	<u>9,539,573</u>	<u>9,506,499</u>	<u>-</u>	<u>33,074</u>
<b>DEFERRED CHARGES - EXCLUDED FROM "CAPS"</b>							
Special Emergency Authorizations :	238,400	-	-	238,400	238,400	-	-
Deferred Charges Unfunded - Capital Judgments	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<u>238,400</u>	<u>-</u>	<u>-</u>	<u>238,400</u>	<u>238,400</u>	<u>-</u>	<u>-</u>
	<u>19,382,878</u>	<u>698,502</u>	<u>-</u>	<u>20,081,380</u>	<u>19,966,057</u>	<u>82,249</u>	<u>33,074</u>
Subtotal General Appropriations	107,014,237	698,502	-	107,712,739	101,362,939	6,316,726	33,074
Reserve for Uncollected Taxes	1,500,000	-	-	1,500,000	1,500,000	-	-
Total General Appropriations	<u>\$ 108,514,237</u>	<u>\$ 698,502</u>	<u>\$ -</u>	<u>\$ 109,212,739</u>	<u>\$ 102,862,939</u>	<u>\$ 6,316,726</u>	<u>\$ 33,074</u>

CITY OF HACKENSACK  
TRUST FUND  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
AS OF DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<i><u>Animal Control Trust</u></i>		
<i><u>Assets</u></i>		
Cash - Animal Control Trust Account.....	\$ 9,233	\$ 12,075
<i><u>Reserves</u></i>		
Reserve for Animal Control Expenditures.....	\$ 9,233	\$ 12,075
<i><u>Municipal Open Space Trust</u></i>		
<i><u>Assets</u></i>		
Cash - Municipal Open Space Trust Account.....	\$ 555,687	\$ 277,279
<i><u>Reserves</u></i>		
Reserve for Open Space Expenditures.....	\$ 555,687	\$ 277,279
<i><u>CDBG Trust</u></i>		
<i><u>Assets</u></i>		
Cash - Community Development Trust Account.....	\$ 1	\$ 1
<i><u>Reserves</u></i>		
Reserve for Community Development Expenditures.....	\$ 1	\$ 1



CITY OF HACKENSACK  
 TRUST FUND  
 COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
 AS OF DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<u>Other Trust</u>		
<u>Assets</u>		
Cash:		
Unemployment Trust Account.....	\$ 64,982	\$ 21,153
Self-Insurance - Liability Trust Account.....	61,894	65,051
Self-Insurance - Worker's Compensation Trust Account.....	77,752	67,497
Self-Insurance - Dental Trust Account.....	53,140	74,159
Developer's Escrow (Master) Trust Account.....	2,982,787	2,418,141
Developer's Escrow (Disbursement) Trust Account.....	37,178	7,606
Affordable Housing Trust Account.....	2,400,988	1,362,434
Federal Equitable Sharing Program Trust Account.....	638,069	548,798
Other Trust Account.....	8,779,049	7,665,883
Net Payroll Account.....	81,272	-
Payroll Agency Account.....	535,324	-
	<u>\$ 15,712,435</u>	<u>\$ 12,230,722</u>
<u>Liabilities and Reserves</u>		
Net Payroll Payable.....	\$ 81,272	\$ -
Payroll Deductions Payable.....	535,324	-
Reserve for Trust Fund Expenditures.....	15,095,839	12,230,722
	<u>\$ 15,712,435</u>	<u>\$ 12,230,722</u>

CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
AS OF DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<b><u>Assets</u></b>		
Cash - General Capital Account.....	\$ 8,013,295	\$ 5,234,348
Grants Receivable.....	2,207,838	3,211,903
I-Bank Loan Receivable.....	6,576,777	-
Deferred Charges to Future Taxation - Funded.....	48,131,277	46,833,686
Deferred Charges to Future Taxation - Unfunded.....	49,394,228	51,488,498
	<u>\$ 114,323,415</u>	<u>\$ 106,768,435</u>
<b><u>Liabilities, Reserves and Fund Balance</u></b>		
Serial Bonds Payable.....	36,164,000	43,749,000
Loans Payable.....	11,967,277	3,084,686
Bond Anticipation Notes Payable.....	14,644,000	7,831,000
Improvement Authorizations - Funded.....	5,258,144	3,315,585
Improvement Authorizations - Unfunded.....	41,999,778	43,418,416
Capital Improvement Fund.....	886,925	817,425
Reserve for Preliminary Plan Expenses.....	101,560	150,840
Reserve for Debt Service.....	10,451	8,955
Reserve for Grants Receivable.....	2,207,838	3,211,903
Fund Balance.....	1,083,442	1,180,625
	<u>\$ 114,323,415</u>	<u>\$ 106,768,435</u>
	-	-
There were bonds and notes authorized but not issued on December 31, in the amounts of.....	<u>\$ 34,750,228</u>	<u>\$ 43,657,498</u>

CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
COMPARATIVE STATEMENT OF CHANGES IN FUND BALANCE (REGULATORY BASIS)  
YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
Fund Balance, January 1.....	\$ 1,180,625	939,455
Increased by:		
Funded Improvement Authorizations Cancelled.....	165,903	221,939
Premium on Sale of Bonds.....	138,914	65,813
Excess Grant Awards.....	-	353,418
	304,817	641,170
Decreased by:		
Appropriated - Current Fund Revenue.....	-	-
Appropriated - Improvement Authorizations.....	402,000	400,000
	402,000	400,000
Fund Balance, December 31.....	<u>\$ 1,083,442</u>	<u>\$ 1,180,625</u>

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY FUND  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
AS OF DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<u>Operating Fund</u>		
<u>Assets</u>		
Cash - Operating Account.....	\$ 2,164,481	\$ 2,051,890
Cash - Change Funds.....	130	130
	<u>\$ 2,164,611</u>	<u>\$ 2,052,020</u>
<u>Liabilities, Reserves and Fund Balance</u>		
Reserve for Encumbrances.....	\$ 15,285	\$ 10,129
Appropriation Reserves.....	106,965	130,205
Accrued Interest on Bonds and Notes.....	2,464	1,936
Fund Balance.....	2,039,897	1,909,750
	<u>\$ 2,164,611</u>	<u>\$ 2,052,020</u>
	-	-
<u>Capital Fund</u>		
<u>Assets</u>		
Cash - Capital Account.....	\$ 1,624,011	\$ 1,640,591
Fixed Capital.....	8,035,084	8,035,084
Fixed Capital Authorized & Uncompleted.....	3,434,000	3,584,000
	<u>13,093,095</u>	<u>13,259,675</u>
<u>Liabilities, Reserves and Fund Balance</u>		
Reserve for Encumbrances.....	166,614	166,614
Bond Anticipation Notes Payable.....	1,434,000	1,584,000
Reserve for Amortization.....	8,035,084	8,035,084
Capital Improvement Fund.....	141,000	141,000
Improvement Authorizations - Unfunded.....	3,191,898	3,208,478
Fund Balance.....	124,499	124,499
	<u>\$ 13,093,095</u>	<u>\$ 13,259,675</u>
	-	-
There were bonds and notes authorized but not issued on December 31, in the amounts of.....	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY OPERATING FUND  
COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGES IN FUND BALANCE (REGULATORY BASIS)  
YEARS ENDED DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<i><u>Revenue and Other Income Realized</u></i>		
Surplus Utilized.....	\$ 400,000	\$ 360,000
Rents.....	1,648,449	2,122,288
Non-Budget Revenue.....	11,038	20,651
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves.....	135,160	71,306
Total Income.....	<u>2,194,647</u>	<u>2,574,245</u>
<i><u>Expenditures</u></i>		
Operations:		
Salaries and Wages.....	444,000	380,500
Other Expenses.....	527,960	437,064
Capital Improvements.....	77,332	100,000
Debt Service.....	182,208	1,936
Deferred Charges.....	-	150,000
Statutory Expenditures.....	33,000	30,500
Surplus - General Budget.....	400,000	360,000
Total Expenditures.....	<u>1,664,500</u>	<u>1,460,000</u>
Excess in Revenue.....	530,147	1,114,245
Adjustments to Income Before Surplus:		
Deferred Charges to Budget of Succeeding Year.....	-	-
Statutory Excess to Fund Balance.....	530,147	1,114,245
Fund Balance, January 1.....	1,909,750	1,155,505
Decreased by - Utilization as Anticipated Revenue.....	400,000	360,000
Fund Balance, December 31.....	<u>\$ 2,039,897</u>	<u>\$ 1,909,750</u>

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY CAPITAL FUND  
 COMPARATIVE STATEMENT OF CHANGES IN FUND BALANCE (REGULATORY BASIS)  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
Fund Balance, January 1.....	\$ 124,499	\$ 124,499
Increased by:	-	-
Decreased by:	-	-
Fund Balance, December 31.....	<u>\$ 124,499</u>	<u>\$ 124,499</u>

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY OPERATING FUND  
 STATEMENT OF REVENUES (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2020

---

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Surplus Utilized.....	\$ 400,000	\$ 400,000	\$ -
Rents.....	1,264,500	1,648,449	383,949
	<u>\$ 1,664,500</u>	<u>\$ 2,048,449</u>	<u>\$ 383,949</u>

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY OPERATING FUND  
STATEMENT OF EXPENDITURES (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2020

	Appropriations		Expended		Unexpended Balance Canceled	Overexpenditure
	Adopted Budget	Budget After Modification	Paid or Charged	Reserved		
Operating:						
Salaries and Wages.....	\$ 389,000	\$ 444,000	\$ 436,413	\$ 7,587	\$ -	\$ -
Other Expenses.....	529,960	527,960	507,801	20,159	-	-
Capital Improvements:						
Capital Improvement Fund.....	-	-	-	-	-	-
Capital Outlay.....	100,332	77,332	-	77,332	-	-
	<u>100,332</u>	<u>77,332</u>	<u>-</u>	<u>77,332</u>	<u>-</u>	<u>-</u>
Debt Service:						
Payment of Bonds.....	-	-	-	-	-	-
Payment of Notes.....	150,000	150,000	150,000	-	-	-
Interest on Bonds.....	-	-	-	-	-	-
Interest on Notes.....	32,208	32,208	32,208	-	-	-
	<u>182,208</u>	<u>182,208</u>	<u>182,208</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Charges:						
Emergency Authorizations.....	-	-	-	-	-	-
DCFTU.....	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Statutory Expenditures:						
Public Employees Retirement System..	33,000	1,000	-	1,000	-	-
Social Security System.....	30,000	32,000	31,113	887	-	-
Unemployment Compensation.....	-	-	-	-	-	-
	<u>63,000</u>	<u>33,000</u>	<u>31,113</u>	<u>1,887</u>	<u>-</u>	<u>-</u>
Deficit in Operations in Prior Years.....	-	-	-	-	-	-
Surplus - General Budget.....	400,000	400,000	400,000	-	-	-
Total Appropriations.....	<u>\$ 1,664,500</u>	<u>\$ 1,664,500</u>	<u>\$ 1,557,535</u>	<u>\$ 106,965</u>	<u>\$ -</u>	<u>\$ -</u>



CITY OF HACKENSACK  
GENERAL FIXED ASSET ACCOUNT GROUP  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
AS OF DECEMBER 31, 2020 AND 2019

---

	<u>2020</u>	<u>2019</u>
<u>Assets</u>		
Land.....	\$ 9,539,800	\$ 9,539,800
Land Improvements.....	5,113,888	5,113,888
Buildings .....	22,537,040	22,537,040
Machinery & Equipment.....	3,462,574	3,462,574
Infrastructure.....	2,575,039	2,575,039
	<u>\$ 43,228,341</u>	<u>\$ 43,228,341</u>
 <u>Fund Balance</u>		
Investment in General Fixed Assets.....	<u>\$ 43,228,341</u>	<u>\$ 43,228,341</u>
	-	-

CITY OF HACKENSACK  
GENERAL FIXED ASSET ACCOUNT GROUP  
COMPARATIVE STATEMENT OF CHANGES IN FUND BALANCE (REGULATORY BASIS)  
YEARS ENDED DECEMBER 31, 2020 AND 2019

2020	Balance December 31, 2019	Additions	Retirements	Adjustments	Balance December 31, 2020
Land.....	\$ 9,539,800	\$ -	\$ -	\$ -	\$ 9,539,800
Land Improvements.....	5,113,888	-	-	-	5,113,888
Buildings .....	22,537,040	-	-	-	22,537,040
Machinery & Equipment.....	3,462,574	1,542,150	-	-	5,004,724
Infrastructure.....	2,575,039	169,439	-	-	2,744,478
	<u>\$ 43,228,341</u>	<u>\$ 1,711,589</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,939,930</u>

2019	Balance December 31, 2018	Additions	Retirements	Adjustments	Balance December 31, 2019
Land.....	\$ 9,539,800	\$ -	\$ -	\$ -	\$ 9,539,800
Land Improvements.....	5,113,888	-	-	-	5,113,888
Buildings .....	19,895,788	2,641,252	-	-	22,537,040
Machinery & Equipment.....	2,056,819	1,405,755	-	-	3,462,574
Infrastructure.....	2,030,546	544,493	-	-	2,575,039
	<u>\$ 38,636,841</u>	<u>\$ 4,591,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,228,341</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - REPORTING ENTITY, ORGANIZATION AND FUNCTION

A. Reporting Entity

The City of Hackensack (the "City") is a municipal corporation of the State of New Jersey located in the county of Bergen and is located approximately 12 miles northwest of the City of New York. The City's population according to the 2010 census is 43,010.

The City operates under the 1923 Municipal Manager Law form of New Jersey municipal government. The City Council consists of five members who are elected to four-year terms on a concurrent basis in a non-partisan election held every four years in May. This form of government separates policy making (the work of mayor and city council) from the execution of policy (the work of the city manager). This maintains professional management and a City-wide perspective through: nonpartisan election, at-large representation, concentration of executive responsibility in the hands of a professional manager accountable to the Mayor and Council, concentration of policy making power in one body: a five person Mayor and Council. In the several decades in which the City has used the Municipal Manager form of government, Hackensack has had less than 15 City Managers. The City operates on a calendar fiscal year, January 1 to December 31.

B. Component Units

GASB requires the financial reporting entity to include both the primary government and component units. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City is not includable in any other reporting entity as a component unit.

The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the financial statements of the City do not include the municipal library and volunteer ambulance squad, or redevelopment agency, which are considered component units under GAAP. Complete financial statements of the above component units can be obtained by contacting the Treasurer of the respective entity.

The financial statements of the component units of the municipality are not presented in accordance with Governmental Accounting Standards Board Statement No. 14 as amended by Statement No. 61. If the provisions of this statement had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the municipality:

Free Public Library

## NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Financial Statement Reporting

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "NJ Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

#### A. Funds and Account Groups

The accounts are organized into the following funds and account groups:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature.

Grant Fund - The Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

Trust Fund - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The General Capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for City owned real and personal property in accordance with N.J.A.C 5:30-5.6.

Public Parking Utility Fund - The utility funds are used to account for the revenues and expenditures for the operation of the water and sewer utilities and the related assets and liabilities. Acquisition or improvement of capital facilities and assets are accounted for in the capital section of the funds.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Budgets and Budgetary Accounting

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. The governing body of the municipality may authorize emergency appropriations and the inclusion of certain special items of revenue to the budget after its adoption and determination of the tax rate. During the last 2 months of the fiscal year, the governing body may, by a 2/3 vote; amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the governing body. Expenditures may not legally exceed budgeted appropriations at the line item level.

The City is not required to adopt budgets for the Trust and General Capital Funds.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. Cash and Investments

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Interfunds

Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

E. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

F. General Fixed Assets

Accounting for Governmental Fixed Assets, as promulgated by N.J.A.C. 5:30-5.6 differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the statute. Property and equipment purchased after December 31, 1985 are stated at cost. Donated fixed assets are recorded at estimated fair market value at the date of donation. Purchases prior to December 31, 1985 are stated as assessed value for Land & Buildings and estimated historical cost for Machinery & Equipment. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation on general fixed assets is recorded in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital have not been accounted for separately. Fixed Assets acquired by the Water Utility and Sewer Utility Funds are capitalized as Fixed Capital and not depreciated.



NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. Deferred Charges

The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. Appropriation Reserves

Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriation Reserves are not established under GAAP.

J. Liens Sold for Other Governmental Units

Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Note 2 - Summary of Significant Accounting Policies (Continued)

L. Revenues

Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized as and when anticipated as such in the City's budget. Other amounts that are due the City which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes levied includes not only the amount required in support of the City's annual budget, but also the amounts required in support of the budgets of the local free public library (if applicable), municipal open space (if applicable) and the entities described in "N" and "O" below. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the City's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting taxes for the County. Operations are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. Compensated Absences and Postemployment Benefits

Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis. GAAP requires that the amount that would normally be liquidated with expendable financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as long term obligations.

S. Total Columns on Combined Statements

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Note 2 - Summary of Significant Accounting Policies (Continued)

T. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

U. New Reporting Standard(s)

GASB No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement applies to donated capital assets, donated works of art, donated historical treasures, and also to similar assets and capital assets received in a service concession arrangement. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

GASB No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, will be effective beginning with the fiscal year ending June 30, 2017. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability.

GASB No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, will be effective beginning with the fiscal year ending June 30, 2017. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability.

GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, will be effective beginning with the fiscal year ending June 30, 2018. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

U. New Reporting Standard (s) (Continued)

GASB No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify - in the context of the current governmental financial reporting environment - the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP.

GASB No. 77, *Tax Abatement Disclosures*, will be effective beginning with the fiscal year ending June 30, 2017. The requirements of this Statement will improve financial reporting by providing disclosure of information about the nature and magnitude of tax abatements that will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition.

GASB No. 82, *Pension Issues - An Amendment of GASB Statements No. 67, No. 68, and No.73*, will be effective beginning with the fiscal year ending June 30, 2017. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pension, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

NOTE 3 - CASH AND CASH EQUIVALENTS

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

The City's deposits of public funds are insured by either the Federal Deposit Insurance Corporation (FDIC), Securities Investor Protection Corporation (SIPC) or by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The City is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA which requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm.

At December 31, the municipality's deposits are summarized as follows:

Year	Bank Balance	Book Balance
2020	\$ 62,856,655	\$ 61,915,616
2019	\$ 46,681,528	\$ 45,648,714
2018	\$ 43,447,331	\$ 43,370,950

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City does not have a formal policy for custodial credit risk. As of December 31, 2020 and 2019, the City's bank balances were not exposed to custodial credit risk.

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper. At December 31, 2020 the City did not have any cash deposited with the New Jersey Cash Management Fund.

CITY OF HACKENSACK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2020 AND 2019

---

NOTE 4 - INVESTMENTS

The City is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 40A:5-15.1. Investments include bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the City or bonds or other obligations of the school districts which are a part of the City or school districts located within the City, Local Government investment pools, and agreements for the repurchase of fully collateralized securities, if transacted in accordance with NJSA 40A:5-15.1 (8a-8e).

As of December 31, 2020 and 2019, the City did not hold any investments:

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 5 - FIXED ASSETS

The following is a summary of general fixed asset additions, deletions and adjustments:

2020	Balance December 31, 2019	Additions	Retirements	Adjustments	Balance December 31, 2020
Land.....	\$ 9,539,800	\$ -	\$ -	\$ -	\$ 9,539,800
Land Improvements.....	5,113,888	-	-	-	5,113,888
Buildings .....	22,537,040	-	-	-	22,537,040
Machinery & Equipment.....	3,462,574	1,542,150	-	-	5,004,724
Infrastructure.....	2,575,039	169,439	-	-	2,744,478
	<u>\$ 43,228,341</u>	<u>\$ 1,711,589</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,939,930</u>

2019	Balance December 31, 2018	Additions	Retirements	Adjustments	Balance December 31, 2019
Land.....	\$ 9,539,800	\$ -	\$ -	\$ -	\$ 9,539,800
Land Improvements.....	5,113,888	-	-	-	5,113,888
Buildings .....	19,895,788	2,641,252	-	-	22,537,040
Machinery & Equipment.....	2,056,819	1,405,755	-	-	3,462,574
Infrastructure.....	2,030,546	544,493	-	-	2,575,039
	<u>\$ 38,636,841</u>	<u>\$ 4,591,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,228,341</u>

Threshold: \$ 5,000

Depreciation Method: Not Applicable - N.J.A.C. 5:30-5.6

Useful Lives: Not Applicable - N.J.A.C. 5:30-5.6



NOTE 6 - MUNICIPAL DEBT

A. Types of Municipal Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

Loans - Loans issued are retired in accordance with the issuer's amortization requirements.

NOTE 6 - MUNICIPAL DEBT

The City's long term debt consisted of the following at December 31, 2020:

General Serial Bonds:

\$11,900,000 - General Obligation Bonds Series 2008 issued 1/1/2008 payable in annual installments through 1/15/2021. Interest is paid semi-annually at varying rates of 3.75% to 5.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$2,115,000.

\$6,170,000 - General Obligation Bonds Series 2013 "A" issued 5/1/2013 payable in annual installments through 5/1/2028. Interest is paid semi-annually at varying rates from 2.00% to 3.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$3,760,000.

\$3,679,000 - General Obligation Bonds Series 2013 "B" issued 5/1/2013 payable in annual installments through 5/1/2028. Interest is paid semi-annually at varying rates from 3.00% to 3.40% per annum. The balance remaining on this issue as of December 31, 2020 is \$2,179,000.

\$21,820,000 - General Obligation Bonds Series 2018 issued 4/1/2018 payable in annual installments through 4/1/2037. Interest is paid semi-annually at varying rates from 3.25% to 5.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$20,155,000.

\$16,025,000 - Refunding Bonds Series 2018 issued 4/1/2018 payable in annual installments through 4/1/2023. Interest is paid semi-annually at 5.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$7,955,000.

Green Acres Loan:

\$445,113 - Green Trust Loan (Second Ward Park Improvement Project) issued 12/4/2012 payable in annual installments through 3/9/2032. Interest is paid annually at 2.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$289,192.

NJEIT Wastewater Treatment Loans:

\$527,500 - Series 2010 "A" Fund Loan issued 9/30/10 payable in semi-annual installments through 8/1/2030. No interest is payable on this issue. The balance remaining on this issue as of December 31, 2020 is \$268,221.

\$980,000 - Series 2010 "B" Trust Loan issued 12/2/10 payable in annual installments through 8/1/2030. Interest is paid annually at 5.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$625,000.

\$760,000 - Series 2015 "A-1" Trust Loan issued 5/28/15 payable in annual installments through 8/1/2034. Interest is paid annually at varying rates from 4.00% to 5.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$620,000.

\$1,459,650 - Series 2015 "A-1" Trust Loan issued 5/28/15 payable in annual installments through 8/1/2034. Interest is paid annually at varying rates from 4.00% to 5.00% per annum. The balance remaining on this issue as of December 31, 2020 is \$1,079,073.

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

B. Summary of Debt and Remaining Borrowing Power

The following information summarizes the statutory debt calculations of the municipality as reported on the City's Annual Debt Statement:

	<u>2020</u>	<u>2019</u>
<i>Issued:</i>		
School Bonds and Notes.....	\$ -	\$ 595,000
General Bonds .....	36,164,000	43,749,000
Public Parking Utility Bonds .....	-	-
Infrastructure & Green Trust Loans.....	11,967,277	3,084,686
Bond Anticipation Notes - General.....	14,644,000	7,831,000
Bond Anticipation Notes - Public Parking Utility.....	1,434,000	1,584,000
	<u>64,209,277</u>	<u>56,843,686</u>
<i>Authorized but not Issued:</i>		
General Bonds and Notes.....	34,750,228	43,657,499
Public Parking Utility.....	2,000,000	2,000,000
	<u>36,750,228</u>	<u>45,657,499</u>
Gross Debt.....	<u>100,959,505</u>	<u>102,501,185</u>
Deductions.....	<u>3,434,000</u>	<u>4,179,000</u>
Net Debt.....	<u>\$ 97,525,505</u>	<u>\$ 98,322,185</u>
Equalized Valuation Basis.....	\$5,918,467,622	\$5,828,643,595
Statutory Net Debt Percentage.....	1.648%	1.687%
3-1/2% of Equalized Valuation Basis.....	\$ 207,146,367	\$ 204,002,526
Remaining Borrowing Power.....	\$ 109,620,862	\$ 105,680,341

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

---

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity

General Obligation Bonds

Calendar Year	1/1/2008		5/1/2013	
	General Improvement Bonds		General Improvement Bonds "A"	
	Principal	Interest	Principal	Interest
2021	\$ 2,115,000	\$ 17,131	\$ 470,000	\$ 85,540
2022	-	-	470,000	76,140
2023	-	-	470,000	66,740
2024	-	-	470,000	57,340
2025	-	-	470,000	47,470
2026	-	-	470,000	35,250
2027	-	-	470,000	21,150
2028	-	-	470,000	7,050
2029	-	-	-	-
2030	-	-	-	-
2031	-	-	-	-
2032	-	-	-	-
2033	-	-	-	-
2034	-	-	-	-
2035	-	-	-	-
2036	-	-	-	-
2037	-	-	-	-
	<u>\$ 2,115,000</u>	<u>\$ 17,131</u>	<u>\$ 3,760,000</u>	<u>\$ 396,680</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

General Obligation Bonds Continued)

Calendar Year	5/1/2013		4/12/2018	
	General Improvement Bonds "B"		General Improvement Bonds	
	Principal	Interest	Principal	Interest
2021	\$ 270,000	\$ 63,671	\$ 910,000	\$ 722,394
2022	270,000	55,571	935,000	676,269
2023	270,000	47,471	960,000	628,894
2024	270,000	39,371	1,000,000	579,894
2025	270,000	31,271	1,030,000	529,144
2026	280,000	22,741	1,055,000	482,294
2027	270,000	13,873	1,090,000	439,394
2028	279,000	4,743	1,130,000	394,994
2029	-	-	1,165,000	354,919
2030	-	-	1,205,000	319,369
2031	-	-	1,240,000	282,694
2032	-	-	1,285,000	244,819
2033	-	-	1,330,000	205,594
2034	-	-	1,380,000	164,081
2035	-	-	1,425,000	120,253
2036	-	-	1,480,000	73,938
2037	-	-	1,535,000	24,944
	<u>\$ 2,179,000</u>	<u>\$ 278,712</u>	<u>\$ 20,155,000</u>	<u>\$ 6,243,888</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

General Obligation Bonds Continued)

Calendar Year	4/12/2018		Total	
	Refunding Bonds		Principal	Interest
	Principal	Interest		
2021	\$ 4,035,000	\$ 296,875	\$ 7,800,000	\$ 1,185,611
2022	2,600,000	131,000	4,275,000	938,980
2023	1,320,000	33,000	3,020,000	776,105
2024	-	-	1,740,000	676,605
2025	-	-	1,770,000	607,885
2026	-	-	1,805,000	540,285
2027	-	-	1,830,000	474,417
2028	-	-	1,879,000	406,787
2029	-	-	1,165,000	354,919
2030	-	-	1,205,000	319,369
2031	-	-	1,240,000	282,694
2032	-	-	1,285,000	244,819
2033	-	-	1,330,000	205,594
2034	-	-	1,380,000	164,081
2035	-	-	1,425,000	120,253
2036	-	-	1,480,000	73,938
2037	-	-	1,535,000	24,944
	<u>\$ 7,955,000</u>	<u>\$ 460,875</u>	<u>\$ 36,164,000</u>	<u>\$ 7,397,286</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Loans

Calendar Year	12/4/2012		10/15/2000	
	Green Acres Trust		NJEIT Wastewater Treatment	
	Principal	Interest	Principal	Interest
2021	\$ 22,604	\$ 5,672	\$ -	\$ -
2022	23,058	5,217	-	-
2023	23,521	4,754	-	-
2024	23,994	4,281	-	-
2025	24,476	3,799	-	-
2026	24,968	3,306	-	-
2027	25,470	2,805	-	-
2028	25,982	2,293	-	-
2029	26,504	1,771	-	-
2030	27,037	1,238	-	-
2031	27,581	694	-	-
2032	13,997	139	-	-
2033	-	-	-	-
2034	-	-	-	-
	<u>\$ 289,192</u>	<u>\$ 35,969</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Loans (Continued)

Calendar Year	9/30/2010		12/2/2010	
	NJFIT Wastewater Treatment "A"		NJFIT Wastewater Treatment "B"	
	Principal	Interest	Principal	Interest
2021	\$ 26,822	\$ -	\$ 50,000	\$ 31,250
2022	26,822	-	50,000	28,750
2023	26,822	-	55,000	26,250
2024	26,822	-	60,000	23,500
2025	26,822	-	60,000	20,500
2026	26,822	-	65,000	17,500
2027	26,822	-	65,000	14,250
2028	26,822	-	70,000	11,000
2029	26,822	-	75,000	7,500
2030	26,823	-	75,000	3,750
2031	-	-	-	-
2032	-	-	-	-
2033	-	-	-	-
2034	-	-	-	-
	<u>\$ 268,221</u>	<u>\$ -</u>	<u>\$ 625,000</u>	<u>\$ 184,250</u>



CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Loans (Continued)

Calendar Year	5/28/2015 NJEIT Wastewater Treatment "Trust"		5/28/2015 NJEIT Wastewater Treatment "Fund"	
	Principal	Interest	Principal	Interest
2021	\$ 35,000	\$ 27,000	\$ 74,219	\$ -
2022	35,000	25,250	74,220	-
2023	35,000	23,500	74,219	-
2024	35,000	21,750	74,220	-
2025	40,000	20,000	74,219	-
2026	40,000	18,000	74,220	-
2027	45,000	16,000	74,219	-
2028	45,000	14,200	74,220	-
2029	45,000	12,400	74,219	-
2030	50,000	10,600	74,220	-
2031	50,000	8,600	74,219	-
2032	55,000	6,600	74,220	-
2033	55,000	4,400	74,219	-
2034	55,000	2,200	74,220	-
	<u>\$ 620,000</u>	<u>\$ 210,500</u>	<u>\$ 1,039,073</u>	<u>\$ -</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

---

NOTE 6 - MUNICIPAL DEBT

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Loans (Continued)

<u>Calendar Year</u>	<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>
2021	\$ 208,645	\$ 63,922
2022	209,100	59,217
2023	214,562	54,504
2024	220,036	49,531
2025	225,517	44,299
2026	231,010	38,806
2027	236,511	33,055
2028	242,024	27,493
2029	247,545	21,671
2030	253,080	15,588
2031	151,800	9,294
2032	143,217	6,739
2033	129,219	4,400
2034	129,220	2,200
	<u>\$ 2,841,486</u>	<u>\$ 430,719</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

D. Summary of Changes in Municipal Debt

General Debt

<u>2020</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<i>Short-Term Debt:</i>					
Bond Anticipation Notes.....	\$ 7,831,000	\$ 6,813,000	\$ -	\$ 14,644,000	\$ 14,644,000
<i>Long-Term Debt:</i>					
Serial Bonds.....	43,749,000	-	7,585,000	36,164,000	7,800,000
Loans.....	3,084,686	9,125,791	243,200	11,967,277	208,645
Capital Leases.....	-	-	-	-	-
Authorized.....	43,657,498	-	8,907,270	34,750,228	-
	<u>90,491,184</u>	<u>9,125,791</u>	<u>16,735,470</u>	<u>82,881,505</u>	<u>8,008,645</u>
	<u>\$ 98,322,184</u>	<u>\$ 15,938,791</u>	<u>\$ 16,735,470</u>	<u>\$ 97,525,505</u>	<u>\$ 22,652,645</u>

<u>2019</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<i>Short-Term Debt:</i>					
Bond Anticipation Notes.....	\$ -	\$ 7,831,000	\$ -	\$ 7,831,000	\$ 7,831,000
<i>Long-Term Debt:</i>					
Serial Bonds.....	51,179,000	-	7,430,000	43,749,000	7,585,000
Loans.....	3,317,449	-	232,763	3,084,686	243,200
Capital Leases.....	50,883	-	50,883	-	-
Authorized.....	18,128,550	33,464,000	7,935,052	43,657,498	-
	<u>72,675,882</u>	<u>33,464,000</u>	<u>15,648,698</u>	<u>90,491,184</u>	<u>7,828,200</u>
	<u>\$ 72,675,882</u>	<u>\$ 41,295,000</u>	<u>\$ 15,648,698</u>	<u>\$ 98,322,184</u>	<u>\$ 15,659,200</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

D. Summary of Changes in Municipal Debt (Continued)

Public Parking Utility Debt

<u>2020</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<i>Short-Term Debt:</i>					
Bond Anticipation Notes.....	\$ 1,584,000	\$ -	\$ 150,000	\$ 1,434,000	\$ 1,434,000
<i>Long-Term Debt:</i>					
Serial Bonds.....	-	-	-	-	-
Authorized.....	2,000,000	-	-	2,000,000	-
	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>	<u>-</u>
	<u>\$ 3,584,000</u>	<u>\$ -</u>	<u>\$ 150,000</u>	<u>\$ 3,434,000</u>	<u>\$ 1,434,000</u>

<u>2019</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<i>Short-Term Debt:</i>					
Bond Anticipation Notes.....	\$ -	\$ 1,584,000	\$ -	\$ 1,584,000	\$ 1,584,000
<i>Long-Term Debt:</i>					
Serial Bonds.....	-	-	-	-	-
Authorized.....	1,734,000	2,000,000	1,734,000	2,000,000	-
	<u>1,734,000</u>	<u>2,000,000</u>	<u>1,734,000</u>	<u>2,000,000</u>	<u>-</u>
	<u>\$ 1,734,000</u>	<u>\$ 3,584,000</u>	<u>\$ 1,734,000</u>	<u>\$ 3,584,000</u>	<u>\$ 1,584,000</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 6 - MUNICIPAL DEBT

E. Summary of Changes in Other Liabilities

Under the regulatory basis of accounting, certain other long-term liabilities which may be considered material to the financial statements are not reported either as an expenditure or a liability. However, under the regulatory basis of accounting, these other long-term liabilities and related information are required to be disclosed in the notes to the financial statements in conformity with the disclosure requirements of the Governmental Accounting Standards Board.

Changes in other long-term liabilities for the years ended December 31, 2020 and 2019 were as follows:

	Beginning			Ending	Due
<u>2020</u>	Balance	Additions	Reductions	Balance	Within
					One Year
Compensated Absences.....	\$ 18,782,133	\$ 1,643,791	\$ 523,996	\$ 19,901,928	\$ -
Net Pension Liability - PFRS....	83,369,099	7,918,896	-	91,287,995	-
Net Pension Liability - PERS....	26,328,882	-	2,020,039	24,308,843	-
Net OPEB Liability.....	510,132,920	-	49,772,692	460,360,228	-
	<u>\$ 638,613,034</u>	<u>\$ 9,562,687</u>	<u>\$ 52,316,727</u>	<u>\$ 595,858,994</u>	<u>\$ -</u>

	Beginning			Ending	Due
<u>2019</u>	Balance	Additions	Reductions	Balance	Within
					One Year
Compensated Absences.....	\$ 17,304,004	\$ 2,156,298	\$ 678,169	\$ 18,782,133	\$ -
Net Pension Liability - PFRS....	105,178,145	-	21,809,046	83,369,099	-
Net Pension Liability - PERS....	28,705,255	-	2,376,373	26,328,882	-
Net OPEB Liability.....	405,994,668	104,138,252	-	510,132,920	-
	<u>\$ 557,182,072</u>	<u>\$ 106,294,550</u>	<u>\$ 24,863,588</u>	<u>\$ 638,613,034</u>	<u>\$ -</u>

NOTE 7 - RISK MANAGEMENT

Insurance Coverage

The City is exposed to various risks of loss related to general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; termination of employees and natural disasters. The City has obtained commercial insurance coverage to guard against these events to minimize the exposure to the City should they occur.

The City is a member of South Bergen Municipal Joint Insurance Fund (SBJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and worker's compensation. The Funds are risk-sharing public entity pools. The SBJIF and MEL coverage amounts are on file with the City.

The relationship between the City and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The City is contractually obligated to make all annual and supplementary contributions to the insurance funds, to report claims on a timely basis, to cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which the municipality was a member.

The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the funds can be obtained by contacting the respective fund's Treasurer.

There has been no significant reduction in insurance coverage from the previous year; however there has been settlements in excess of insurance coverage within the prior three years.

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

---

NOTE 8 - INTERFUNDS

As of December 31, interfund balances on the City's various balance sheets were as follows:

2020	Interfunds Receivable	Interfunds Payable
Current Fund.....	\$ -	\$ 534,960
Grant Fund.....	534,960	-
Trust Fund.....	-	-
General Capital Fund.....	-	-
Public Parking Utility Operating Fund.....	-	-
Public Parking Utility Capital Fund.....	-	-
	<u>\$ 534,960</u>	<u>\$ 534,960</u>

2019	Interfunds Receivable	Interfunds Payable
Current Fund.....	\$ -	\$ 369,742
Grant Fund.....	369,742	-
Trust Fund.....	-	-
General Capital Fund.....	-	-
Public Parking Utility Operating Fund.....	-	-
Public Parking Utility Capital Fund.....	-	-
	<u>\$ 369,742</u>	<u>\$ 369,742</u>

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 9 - DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, the following deferred charges are shown on the balance sheet of the Current Fund:

2020	Balance December 31,	Appropriated in Subsequent Year's Budget	Balance to Succeeding
Current Fund:			
Overexpenditures.....	\$ -	\$ -	\$ -
Expenditures Without Appropriations.....	-	-	-
Deficit in Operations.....	-	-	-
Emergency Authorizations .....	-	-	-
Special Emergency Authorizations (40A:4-53)	193,600	48,400	145,200
	<u>\$ 193,600</u>	<u>\$ 48,400</u>	<u>\$ 145,200</u>

2019	Balance December 31,	Appropriated in Subsequent Year's Budget	Balance to Succeeding
Current Fund:			
Overexpenditures.....	\$ -	\$ -	\$ -
Expenditures Without Appropriations.....	-	-	-
Deficit in Operations.....	-	-	-
Emergency Authorizations .....	-	-	-
Special Emergency Authorizations (40A:4-53)	432,000	238,400	193,600
	<u>\$ 432,000</u>	<u>\$ 238,400</u>	<u>\$ 193,600</u>



NOTE 10 - RETIREMENT PLANS

*The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees which includes those City employees who are eligible for pension coverage.*

Police and Firemen's Retirement System (PFRS)

Established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after December 31, 1944. Membership is mandatory for such employees. PFRS is a cost-sharing multi-employer defined benefit pension plan with a special funding situation. For additional information about PFRS, refer to the State Division of Pension and Benefits ("Division's") Comprehensive Annual Financial Report ("CAFR") at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement benefits as well as death and disability benefits. All benefits vest after ten years of service, except disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier	Definition
1	Members who were enrolled prior to May 22, 2010
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
3	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tier 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years, but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case, benefits would begin at age 55 equal to 2% of final compensation for each year of service.

NOTE 10 - RETIREMENT PLANS

Public Employees' Retirement System (PERS)

Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full-time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost-sharing multi-employer defined benefit pension plan. For additional information about PERS, refer to the State Division of Pension and Benefits ("Division's") Comprehensive Annual Financial Report ("CAFR") at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which, if applicable, vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/5 5th of final average salary for each year of service credit is available to tier 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have a least 25 years of service. Deferred retirement is available to members who have at least ten years of service credit and have not reached the service retirement age for the respective tier.

#### NOTE 10 - RETIREMENT PLANS

*The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those City employees who are eligible for pension coverage.*

##### Defined Contribution Retirement Program (DCRP)

Established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS and do not work the minimum required hours but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. DCRP is a defined contribution pension plan.

##### Other Pension Funds

The state established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Pensions Adjustment Fund (PAF). Prior to the adoption of pension reform legislation, P.L. 2011, C.78, it provided cost of living increases equal to 60 percent of the change in the average consumer price index, to eligible retirees in some State-sponsored pension systems which includes the CPFPPF. Cost-of-living increases provided under the State's pension adjustment program are currently suspended as a result of the reform legislation. This benefit is funded by the State as benefit allowances become payable.

The cost of living increase for PFRS and PERS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation. According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

## NOTE 10 - RETIREMENT PLANS

### Measurement Focus and Basis of Accounting

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

### Investment Valuation

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at [www.state.nj/treasury/doinvest](http://www.state.nj/treasury/doinvest).

### Collective Net Pension Liability

The collective net pension liability of the participating employers for PERS at June 30, 2019 and 2018 is \$18.1 billion and \$19.7 billion, respectively, and the plan fiduciary net position as a percentage of the total pension liability is 56.27% and 53.60%, respectively. The collective net pension liability of the participating employers for PFRS at June 30, 2019 and 2018 is \$14.2 billion and \$15.4 billion, respectively and the plan fiduciary net position as a percentage of total pension liability is 65.00% and 62.48%, respectively. The total pension liabilities were determined based on actuarial valuations as of July 1, 2018 and 2017 which were rolled forward to June 30, 2019 and 2018, respectively.

### Actuarial Methods and Assumptions

In the July 1, 2018 and 2017 PERS and PFRS actuarial valuations, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

NOTE 10 - RETIREMENT PLANS

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. As defined, the various retirement systems require employee contributions for 2019 and 2018 based on 10.0% for PFRS, 7.50% (effective July 1, 2018) and 7.34% (effective July 1, 2017) for PERS and 5.50% for DCRP of employee's annual compensation.

For the years ended December 31, 2019 and 2018 for PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All contributions made by the City for 2019, 2018 and 2017 were equal to the required contributions.

During the years ended December 31, 2019, 2018 and 2017, the City, was required to contribute for normal cost pension contributions, accrued liability pension contributions and non-contributory life insurance premiums the following amounts which equaled the required contributions for each respective year:

Year Ended December 31,	PFRS	PERS	DCRP
2019	\$ 8,049,339	\$ 1,519,993	\$ 20,755
2018	\$ 7,195,332	\$ 1,428,894	\$ 11,136
2017	\$ 6,738,981	\$ 1,371,083	\$ 11,283

NOTE 10 - RETIREMENT PLANS

Police and Firemen's Retirement System (PFRS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

	2019		2018	
	Liability	Actuarial Valuation Percentage	Liability	Actuarial Valuation Percentage
The City's PFRS liability and proportionate share at December 31 was.....	\$ 83,369,099	0.730269837	\$ 105,178,145	0.777275173

	2019		2018	
	Actuarial Valuation	Actual Contributions	Actuarial Valuation	Actual Contributions
The City's pension expense calculations for years ended December 31, were.....	\$ 8,142,394	\$ 8,049,339	\$ 9,470,075	\$ 7,195,332

The City's deferred outflows of resources and deferred inflows of resources related to PFRS pension; which are not reported on the City's financial statements are from the following sources at December 31:

	2019		2018	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience.....	\$ 754,390	\$ 565,812	\$ -	\$ 435,252
Changes of assumptions.....	3,062,272	28,883,274	1,070,050	26,955,343
Net difference between projected and actual earnings on pension plan investments.....	-	1,210,922	9,028,129	575,420
Changes in proportion and differences between City contributions and proportionate share of contributions.....	2,386,531	6,894,068	3,959,976	983,954
Total	\$ 6,203,193	\$ 37,554,076	\$ 14,058,155	\$ 28,949,969

NOTE 10 - RETIREMENT PLANS

Police and Firemen's Retirement System (PFRS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Actuarial Assumptions

The City's total pension liability reported for the year ended December 31, 2019 was based on the June 30, 2019 measurement date as determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The total pension liability reported for the year ended December 31, 2018 was based on the June 30, 2018 measurement date as determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	2019	2018
Inflation Rate:		2.25%
Price	2.75%	
Wage	3.25%	
Salary Increases:		
Thru 2026		2.10% - 8.98% based on age
Thereafter		3.10% - 9.98% based on age
All Future Years	3.25% - 15.25% based on service years	
Investment Rate of Return	7.00%	7.00%
Mortality Rate Table	Pub-2010	RP-2000

Assumptions for mortality improvements are based on Society of Actuaries Scale MP for 2019 and AA for 2018.

The actuarial assumptions used in the July 1, 2018 and 2017 valuations were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018, and July 1, 2010 to June 30, 2013, respectively.

NOTE 10 - RETIREMENT PLANS

Police and Firemen's Retirement System (PFRS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2019 and 2018, as reported for the years ended December 31, 2019 and 2018, respectively, are summarized in the following tables:

Asset Class	2019		2018	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	3.00%	4.67%	5.00%	5.51%
Cash Equivalents	5.00%	2.00%	5.50%	1.00%
U.S. Treasuries	5.00%	2.68%	3.00%	1.87%
Investment Grade Credit	10.00%	4.25%	10.00%	3.87%
US Equity	28.00%	8.26%	30.00%	8.19%
Non-US Developed Markets Equity	12.50%	9.00%	11.50%	9.00%
Emerging Markets Equity	6.50%	11.37%	6.50%	11.64%
High Yield	2.00%	5.37%	2.50%	6.82%
Global Diversified Credit	0.00%	0.00%	5.00%	7.10%
Credit Oriented Hedge Funds	0.00%	0.00%	1.00%	6.60%
Debt Related Private Equity	0.00%	0.00%	2.00%	10.63%
Debt Related Real Estate	0.00%	0.00%	1.00%	6.61%
Real Assets	2.50%	9.31%	2.50%	11.83%
Equity Related Real Estate	0.00%	0.00%	6.25%	9.23%
Buyouts/Venture Capital	0.00%	0.00%	8.25%	13.08%
Private Credit	6.00%	7.92%	0.00%	0.00%
Real Estate	7.50%	8.33%	0.00%	0.00%
Private Equity	12.00%	10.85%	0.00%	0.00%
	<u>100.00%</u>		<u>100.00%</u>	



NOTE 10 - RETIREMENT PLANS

Police and Firemen's Retirement System (PFRS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Discount Rate

	2019		2018	
	Measurement Date	Discount Rate	Measurement Date	Discount Rate
The discount rate used to measure total pension liabilities was as follows.....	06/30/19	6.85%	06/30/18	6.51%

The following table represents the crossover period, if applicable, for the PFRS defined benefit plan:

	2019	2018
Period of Projected Benefit Payments for which the Following Rates were Applied:		
Long-Term Expected Rate of Return	Through June 30, 2076	Through June 30, 2062
Municipal Bond Rate *	From July 1, 2076 and Thereafter	From July 1, 2062 and Thereafter

\*The municipal bond return rate used is 3.50% and 3.87% as of the measurement dates of June 30, 2019 and 2018, respectively. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AAa or higher.

NOTE 10 - RETIREMENT PLANS

Police and Firemen's Retirement System (PFRS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Sensitivity of Net Pension Liability

The following presents the City's proportionate share of the PFRS net pension liability as of December 31, 2019 and 2018 calculated using the discount rate of 6.85% and 6.51%, respectively, as well as what the City's proportionate share of the PFRS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower 5.85% and 5.51%, respectively or 1-percentage-point higher 7.85% and 7.51%, respectively than the current rate:

<u>2019</u>	1.00% Decrease <u>5.85%</u>	Current Discount Rate <u>6.85%</u>	1.00% Increase <u>7.85%</u>
The City's Proportionate Share of the PFRS Net Pension Liability.....	<u>\$ 83,957,650</u>	<u>\$ 83,369,099</u>	<u>\$ 82,174,163</u>
 <u>2018</u>	 1.00% Decrease <u>5.51%</u>	 Current Discount Rate <u>6.51%</u>	 1.00% Increase <u>7.51%</u>
The City's Proportionate Share of the PFRS Net Pension Liability.....	<u>\$ 106,303,165</u>	<u>\$ 105,178,145</u>	<u>\$ 104,053,125</u>

The sensitivity analysis was based on the proportionate share of the City's net pension liability at December 31, 2019 and 2018. A sensitivity analysis specific to the City's net pension liability was not provided by the pension system.

NOTE 10 - RETIREMENT PLANS

Police and Firemen's Retirement System (PFRS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Special Funding Situation

Under N.J.S.A. 43:16A-15, the City is responsible for their own PFRS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 20 I, P.L. 200 I. The amounts contributed on behalf of the City by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the City's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100% for PFRS under this legislation.

At December 31, 2019 and 2018, the State's proportionate share of the net pension liability attributable to the City for the PFRS special funding situation is \$14,111,550 and \$14,286,712, respectively. For the years ended December 31, 2019 and 2018, the pension system has determined the State's proportionate share of the pension expense attributable to the City for the PFRS special funding situation is \$1,639,647 and \$1,692,238, respectively, which are more than the actual contributions the State made on behalf of the City of \$950,826 and \$846,118, respectively. At December 31, 2019 (measurement date June 30, 2019) the State's share of the PFRS net pension liability attributable to the City was 0.7302698367 percent, which was a decrease of .047006 percent from its proportionate share measured as of December 31, 2018 (measurement date June 30, 2018) of .7772751731 percent. The State's proportionate share attributable to the City was developed based on actual contributions made to PFRS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the City's financial statements.

Pension Plan Fiduciary Net Position

Detailed information about the PFRS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. report may be accessed via the New Jersey, Division of Pensions and Benefits, website [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

NOTE 10 - RETIREMENT PLANS

Public Employees' Retirement System (PERS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

	2019		2018	
	Liability	Actuarial Valuation Percentage	Liability	Actuarial Valuation Percentage
The City's PERS liability and proportionate share at December 31 was.....	\$ 26,328,882	0.146121523	\$ 28,705,255	0.14578965

	2019		2018	
	Actuarial Valuation	Actual Contributions	Actuarial Valuation	Actual Contributions
The City's pension expense calculations for years ended December 31, were.....	\$ 1,085,534	\$ 1,519,993	\$ 1,441,729	\$ 1,428,894

The City's deferred outflows of resources and deferred inflows of resources related to PERS pension; which are not reported on the City's financial statements are from the following sources at December 31:

	2019		2018	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience.....	\$ 472,569	\$ 116,309	\$ 547,414	\$ 148,014
Changes of assumptions.....	2,629,036	9,138,672	4,730,151	9,178,414
Net difference between projected and actual earnings on pension plan investments.....	-	415,612	-	269,257
Changes in proportion and differences between City contributions and proportionate share of contributions.....	702,546	520,470	1,093,252	1,121,471
Total	\$ 3,804,151	\$ 10,191,063	\$ 6,370,817	\$ 10,717,156

NOTE 10 - RETIREMENT PLANS

Public Employees' Retirement System (PERS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Actuarial Assumptions

The City's total pension liability reported for the year ended December 31, 2019 was based on the June 30, 2019 measurement date as determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The total pension liability reported for the year ended December 31, 2018 was based on the June 30, 2018 measurement date as determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	2019	2018
Inflation Rate:		2.25%
Price	2.75%	
Wage	3.25%	
Salary Increases:		
Thru 2026	2.00% - 6.00% based on years of service	1.65% - 4.15% based on age
Thereafter	3.00% - 7.00% based on years of service	2.65% - 5.15% based on age
Investment Rate of Return	7.00%	7.00%
Mortality Rate Table	RP-2000	RP-2000

Assumptions for mortality improvements are based on Society of Actuaries Scale MP for 2019 and AA for 2018.

The actuarial assumptions used in the July 1, 2018 and 2017 valuations were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018, and July 1, 2011 to June 30, 2014, respectively.

NOTE 10 - RETIREMENT PLANS

Public Employees' Retirement System (PERS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2019 and 2018, as reported for the years ended December 31, 2019 and 2018, respectively, are summarized in the following tables:

Asset Class	2019		2018	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	3.00%	4.67%	5.00%	5.51%
Cash Equivalents	5.00%	2.00%	5.50%	1.00%
U.S. Treasuries	5.00%	2.68%	3.00%	1.87%
Investment Grade Credit	10.00%	4.25%	10.00%	3.87%
US Equity	28.00%	8.26%	30.00%	8.19%
Non-US Developed Markets Equity	12.50%	9.00%	11.50%	9.00%
Emerging Markets Equity	6.50%	11.37%	6.50%	11.64%
High Yield	2.00%	5.37%	2.50%	6.82%
Global Diversified Credit	0.00%	0.00%	5.00%	7.10%
Credit Oriented Hedge Funds	0.00%	0.00%	1.00%	6.60%
Debt Related Private Equity	0.00%	0.00%	2.00%	10.63%
Debt Related Real Estate	0.00%	0.00%	1.00%	6.61%
Real Assets	2.50%	9.31%	2.50%	11.83%
Equity Related Real Estate	0.00%	0.00%	6.25%	9.23%
Buyouts/Venture Capital	0.00%	0.00%	8.25%	13.08%
Private Credit	6.00%	7.92%	0.00%	0.00%
Real Estate	7.50%	8.33%	0.00%	0.00%
Private Equity	12.00%	10.85%	0.00%	0.00%
	<u>100.00%</u>		<u>100.00%</u>	

NOTE 10 - RETIREMENT PLANS

Public Employees' Retirement System (PERS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Discount Rate

	2019		2018	
	Measurement Date	Discount Rate	Measurement Date	Discount Rate
The discount rate used to measure total pension liabilities was as follows.....	06/30/19	6.28%	06/30/18	5.66%

The following table represents the crossover period, if applicable, for the PERS defined benefit plan:

	2019	2018
Period of Projected Benefit Payments for which the Following Rates were Applied:		
Long-Term Expected Rate of Return	Through June 30, 2057	Through June 30, 2046
Municipal Bond Rate *	From July 1, 2057 and Thereafter	From July 1, 2046 and Thereafter

\*The municipal bond return rate used is 3.50% and 3.87% as of the measurement dates of June 30, 2019 and 2018, respectively. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AAa or higher.

NOTE 10 - RETIREMENT PLANS

Public Employees' Retirement System (PERS)

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

Sensitivity of Net Pension Liability

The following presents the City's proportionate share of the PERS net pension liability as of December 31, 2019 and 2018 calculated using the discount rate of 6.28% and 5.66%, respectively, as well as what the City's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower 5.28% and 4.66%, respectively or 1-percentage-point higher 7.28% and 6.66%, respectively than the current rate:

<u>2019</u>	1.00% Decrease <u>5.28%</u>	Current Discount Rate <u>6.28%</u>	1.00% Increase <u>7.28%</u>
The City's Proportionate Share of the PERS Net Pension Liability.....	<u>\$ 26,675,278</u>	<u>\$ 26,328,882</u>	<u>\$ 26,112,033</u>
 <u>2018</u>	 1.00% Decrease <u>4.66%</u>	 Current Discount Rate <u>5.66%</u>	 1.00% Increase <u>6.66%</u>
The City's Proportionate Share of the PERS Net Pension Liability.....	<u>\$ 29,009,530</u>	<u>\$ 28,705,255</u>	<u>\$ 28,400,981</u>

The sensitivity analysis was based on the proportionate share of the City's net pension liability at December 31, 2019 and 2018. A sensitivity analysis specific to the City's net pension liability was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the PERS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. report may be accessed via the New Jersey, Division of Pensions and Benefits, website [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).



NOTE 11 - OTHER POST RETIREMENT BENEFITS

Plan Description

The City provides post-employment medical benefits, including prescription drug and vision benefits as part of the medical plan, on a self-funded basis administered by Horizon Blue Cross Blue Shield of New Jersey (BCBSNJ).

Benefits Provided

The City provides postretirement healthcare insurance benefits for retirees and their dependents who meet certain eligibility requirements.

Section A: Reported OPEB Liability as of Year End December 31, 2020

1 Discount Rate		2.02%
2 Present Value of Future Benefits as of Year End December 31, 2020	\$	559,033,706
3 Total OPEB Liability as of Year End December 31, 2020	\$	460,360,228
4 Plan Fiduciary Net Position as of Year End December 31, 2020	\$	-
5 Net OPEB Liability as of Year End December 31, 2020: (3) - (4)	\$	460,360,228
6 Plan Fiduciary Net Position as a Percentage of OPEB Liability: (4) / (3)		0.00%
7 Total Annual Salary (Compensation) based on Valuation Census Information	\$	37,661,577
8 Net OPEB Liability as a Percentage of Annual Salary: (5) / (7)		1222.36%
9 Total Employee Census Counts for Valuation		
a. Active Employees		400
b. Retired Employees (incl. vested terminations)		<u>225</u>
c. Subtotal: (8a) + (8b)		625

CITY OF HACKENSACK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 11 - OTHER POST RETIREMENT BENEFITS

Section B: Projected Expense Calculation as of Year End December 31, 2020

1 Service Cost with Interest to Year End - Period January 1, 2020 to December 31, 2020	\$	7,441,441
2 Interest Cost - Period January 1, 2020 to December 31, 2020		
a. Discount Rate		2.02%
b. Total OPEB Liability as of January 1, 2020	\$	510,132,920
c. Actual Benefit Payments - Illustrated as Project for Period January 1, 2020 to December 31, 2020	\$	9,053,225
d. Interest Cost: (2a) x [ (2b) - (2c) / 2 ]	\$	10,213,247
3 Investment Return - Period January 1, 2020 to December 31, 2020	\$	-
4 Employee Contributions - Period January 1, 2020 to December 31, 2020	\$	-
5 Administrative Expenses	\$	-
6 Plan Changes	\$	-
7 Amortization of Unrecognized Amounts		
a. Liability (Gain)/Loss	\$	9,184,740
b. Asset (Gain)/Loss	\$	-
c. Net (Gain)/Loss: (7a) - (7b)	\$	9,184,740
8 Total Expense - Period January 1, 2020 to December 31, 2020	\$	26,839,428

Section C: Reconciliation of Net OPEB Liability as of Year End December 31, 2020

	<u>Total</u> <u>OPEB Liability</u>	<u>Plan Fiduciary</u> <u>Net Position</u>	<u>Net</u> <u>OPEB Liability</u>
1 Balance Recognized as of Beginning of Year (End of Prior Year)	\$ 510,132,920	\$ -	\$ 510,132,920
2 Changes Recognized for Fiscal Year			
a. Service Cost: Section B, Line 1	\$ 7,441,441	\$ -	\$ 7,441,441
b. Interest on Total OPEB Liability: Section B, Line 2d	\$ 10,213,247	\$ -	\$ 10,213,247
c. Change in Benefit Terms: Section B, Line 6	\$ -	\$ -	\$ -
d. Change in Expected to Actual	\$ -	\$ -	\$ -
e. Changes in Assumptions	\$ (58,374,155)	\$ -	\$ (58,374,155)
f. Benefit Payments: Section B, Line 2c	\$ (9,053,225)	\$ (9,053,225)	\$ -
g. Contributions from Employer	\$ -	\$ 9,053,225	\$ (9,053,225)
h. Contributions from Employees	\$ -	\$ -	\$ -
i. Net Investment Income: Section B, Line 3	\$ -	\$ -	\$ -
j. Administrative Expenses: Section B, Line 5	\$ -	\$ -	\$ -
k. Net Changes: (a) + ... + (j)	\$ (49,772,692)	\$ -	\$ (49,772,692)
3 Balance Recognized as of End Year - December 31, 2020	\$ 460,360,228	\$ -	\$ 460,360,228

NOTE 11 - OTHER POST RETIREMENT BENEFITS

Section D: Discount (Interest) Rate Sensitivity as of Year End December 31, 2020

	Current Valuation Discount Rate <u>2.02%</u>	Discount Rate Less 1% <u>1.02%</u>	Discount Rate Plus 1% <u>3.02%</u>
1 Total OPEB Liability as of Year End December 31, 2020			
a. OPEB Liability	\$ 460,360,228	\$ 578,833,394	\$ 374,488,201
b. Ratio to Current Valuation Assumptions	n/a	125.73%	81.35%
2 Plan Fiduciary Net Position as of Year End December 31, 2020			
a. Plan Fiduciary Net Position	\$ -	\$ -	\$ -
b. Ratio to Current Valuation Assumptions	n/a	n/a	n/a
3 Net OPEB Liability as of Year End December 31, 2020			
a. OPEB Liability: (1a) - (2a)	\$ 460,360,228	\$ 578,833,394	\$ 374,488,201
b. Ratio to Current Valuation Assumptions	n/a	125.73%	81.35%

Section E: Healthcare Cost Inflation (Trend) Rate Sensitivity as of Year End December 31, 2020

	Current Valuation Discount Rate	Trend Rate Less 1%	Trend Rate Plus 1%
1 Total OPEB Liability as of Year End December 31, 2020			
a. OPEB Liability	\$ 460,360,228	\$ 368,978,137	\$ 585,824,914
b. Ratio to Current Valuation Assumptions	n/a	80.15%	127.25%
2 Plan Fiduciary Net Position as of Year End December 31, 2020			
a. Plan Fiduciary Net Position	\$ -	\$ -	\$ -
b. Ratio to Current Valuation Assumptions	n/a	n/a	n/a
3 Net OPEB Liability as of Year End December 31, 2020			
a. OPEB Liability: (1a) - (2a)	\$ 460,360,228	\$ 368,978,137	\$ 585,824,914
b. Ratio to Current Valuation Assumptions	n/a	80.15%	127.25%

## NOTE 12 - CONTINGENCIES

### A. Litigation

The City is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the City.

### B. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2020. Amounts claimed have not yet been determined. The City is vigorously defending its assessments in each case. Under the prescribed accounting principles, the City does not recognize any liability, until the cases have been adjudicated. The City expects such amounts, if any, to be material. Funding of any liability would be provided for in succeeding years' budgets, fund balance, cash reserve, or by issuance of refunding bonds.

### C. Federal and State Awards

The City participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the grantor agency. If expenditures are disallowed, the City may be required to reimburse the grantor agency. As of December 31, 2020, significant amounts of grant expenditures have not been audited. The City believes that any future disallowed expenditures will not have a material effect on its financial position.

### D. Federal Arbitrage Rebate

The City is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At December 31, 2020, the City has not estimated its arbitrage earnings due to the IRS, if any.

### E. COVID-19

Both short and long-term financial impact from COVID-19 has yet to be determined. Preliminarily, certain anticipated revenues are deemed to be at risk, as well as current and delinquent taxes.

CITY OF HACKENSACK  
 NOTES TO FINANCIAL STATEMENTS  
 YEARS ENDED DECEMBER 31, 2020 AND 2019

NOTE 13 - FUND BALANCES APPROPRIATED

Under the regulatory basis of accounting, fund balances in the Current Fund and Utility Operating Fund are comprised of cash surplus (fund balance) and non-cash surplus (fund balance). All or part of cash surplus as of December 31 may be anticipated in the subsequent year's budget. The non-cash surplus portion of fund balance may be utilized in the subsequent year's budget with the prior written consent of the Director of the Division of Local Government Services if certain guidelines are met as to its availability. Fund balances at December 31, which were appropriated and included as anticipated revenue in their own respective fund's budget for the succeeding year were as follows:

	2020		2019	
	Fund Balance December 31,	Utilized in Subsequent Years' Budget	Fund Balance December 31,	Utilized in Subsequent Years' Budget
Current Fund:				
Cash Surplus	\$ 19,634,252	\$ 4,840,000	\$ 16,321,805	\$ 4,000,000
Non-Cash Surplus	-	-	-	-
	<u>\$ 19,634,252</u>	<u>\$ 4,840,000</u>	<u>\$ 16,321,805</u>	<u>\$ 4,000,000</u>
Utility Operating Fund:				
Cash Surplus	\$ 2,039,897	\$ 400,000	\$ 1,909,750	\$ 360,000
Non-Cash Surplus	-	-	-	-
	<u>\$ 2,039,897</u>	<u>\$ 400,000</u>	<u>\$ 1,909,750</u>	<u>\$ 360,000</u>

NOTE 14 - ECONOMIC DEPENDENCY

The City of Hackensack is not economically dependent on any one business or industry as a major source of tax revenue for the City.

NOTE 15 - SUBSEQUENT EVENTS

The following material events occurring subsequent to the December 31, 2020 balance sheet date require disclosure:

A. Capital Projects

Subsequent to December 31, 2020, the City adopted capital ordinances authorizing \$8,075,000 debt. The City plans to permanently finance approximately \$28,000,000 outstanding bond anticipation notes, and bonds and notes authorized but not issued.

B. Deferred Charges

Prior to December 31, 2020, the City adopted a resolution declaring an emergency appropriation to provide for the local share of grants in the amount of \$24,356. That amount will appear as a deferred charge on the City's December 31, 2020 balance sheet and will be required to be raised by taxation in full in the City's CY2021 municipal budget.

SUPPLEMENTARY SCHEDULES



CURRENT FUND

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF CHANGE FUNDS  
YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	450
Increased by:			
	<u>-</u>		<u>-</u>
			450
Decreased by:			
	<u>-</u>		<u>-</u>
Balance, December 31, 2020.....		<u>\$</u>	<u>450</u>

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF DELINQUENT PROPERTY TAXES RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2020

Year	Balance	2020 Levied	Cash Received		Vets & SC Deductions	Cancelled	Balance
	December 31, 2019		2019	2020			December 31, 2020
2019	\$ 310	\$ 35,692	\$ -	\$ 35,974	\$ -	\$ -	\$ 28
2020	-	187,444,644	1,629,185	184,398,033	103,827	1,312,070	1,529
	<u>\$ 310</u>	<u>\$ 187,480,336</u>	<u>\$ 1,629,185</u>	<u>\$ 184,434,007</u>	<u>\$ 103,827</u>	<u>\$ 1,312,070</u>	<u>\$ 1,557</u>

Analysis of 2020 Property Tax Levy

Tax Yield:

General Purpose Tax.....	\$ 186,819,572
Special Improvement District Tax.....	465,354
Omitted Taxes (N.J.S.A. 54:4-63.12 et. seq.).....	-
Added Taxes (N.J.S.A. 54:4-63.1 et. seq.).....	159,718
	<u>\$ 187,444,644</u>

Calculation of "Revenue from Current Tax Collections"

Cash Received - 2019	\$ 1,629,185
Cash Received - 2020	184,398,033
Vets & SC Deductions	103,827
	<u>\$ 186,131,045</u>

Tax Levy:

County.....	\$ 13,362,794
County Open Space.....	579,410
District School.....	85,208,462
Municipal Open Space.....	277,205
Municipal.....	85,391,073
Library.....	1,983,715
	<u>186,802,659</u>
Tax Duplicate Rounding.....	16,913
Omitted Taxes (N.J.S.A. 54:4-63.12 et. seq.).....	-
Added Taxes (N.J.S.A. 54:4-63.1 et. seq.).....	159,718
Special Improvement District Tax.....	465,354
	<u>\$ 187,444,644</u>

CITY OF HACKENSACK  
CURRENT FUND  
STATEMENT OF PROPERTY ACQUIRED FOR TAXES - ASSESSED VALUATION  
YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	1,311,800
Increased by:			
			-
			-
			1,311,800
Decreased by:			
			-
			-
Balance, December 31, 2020.....		\$	<u>1,311,800</u>

CITY OF HACKENSACK  
 CURRENT FUND  
 STATEMENT OF DEFERRED CHARGES  
 YEAR ENDED DECEMBER 31, 2020

---

<u>Purpose</u>	<u>Amount Authorized</u>	<u>1/5 of Amount Authorized</u>	<u>Balance December 31, 2019</u>	<u>Authorized</u>	<u>Reduced by Budget Appropriation</u>	<u>Adjustments</u>	<u>Balance December 31, 2020</u>
<i>N.J.S.A. 40A:4-53 Special Emergency Authorizations:</i>							
Re-Assessment	950,000	190,000	\$ 190,000	\$ -	\$ 190,000	\$ -	-

CITY OF HACKENSACK  
 GRANT FUND  
 STATEMENT OF GRANTS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2020

Program	Balance January 1, 2020	Revenue Realized		Cash Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2020
		Budget	Added by N.J.S. 40A:4-87				
<b>Federal:</b>							
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Child Nutrition Summer Program	146,938	104,914	-	88,678	-	-	163,174
	146,938	104,914	-	88,678	-	-	163,174
<b>State:</b>							
NJ Municipal Alliance on Alcoholism & I	17,177	15,279	-	6,175	-	-	26,281
NJ Clean Communities Program	-	72,804	-	72,804	-	-	-
NJ Safe and Secure Communities Grar	-	5,000	-	5,000	-	-	-
NJ Body Armor Replacement Program	-	8,893	-	8,893	-	-	-
NJ Assistance to Firefighters Grant	86,182	510,784	-	-	-	-	596,966
NJEDA Opportunity Zone Grant	-	100,000	-	50,000	-	-	50,000
Census Assistance Grant	-	10,000	-	10,000	-	-	-
Law & Public Safety Grant	-	43,472	-	43,472	-	-	-
NJ Recycling Tonnage Grant	-	53,772	-	53,772	-	-	-
	103,359	820,004	-	250,116	-	-	673,247
Grand Total	\$ 250,297	\$ 924,918	\$ -	\$ 338,794	\$ -	\$ -	\$ 836,421

CITY OF HACKENSACK  
 GRANT FUND  
 STATEMENT OF APPROPRIATED RESERVES  
 YEAR ENDED DECEMBER 31, 2020

Program	Balance January 1, 2020	Appropriated		Expended	Adjustments	Balance December 31, 2020
		Budget	Added by N.J.S. 40A:4-87			
<b>Federal:</b>						
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Technology Grant	51,017	-	-	-	-	51,017
Emergency Operation Center	152,616	-	-	-	-	152,616
Child Nutrition Summer Program	226,459	-	104,914	105,340	-	226,033
	430,092	-	104,914	105,340	-	429,666
<b>State:</b>						
NJ Clean Communities Program	23,079	72,804	-	5,500	-	90,383
NJ Municipal Alliance on Alcoholism & Drug Abuse	25,132	19,099	-	8,592	-	35,639
NJ Alcohol Education & Rehabilitation Fund	295	-	-	-	-	295
NJ Law & Public Safety Grant	-	43,472	-	42,331	-	1,141
NJ Safe & Secure Communities Grant	24,382	5,000	-	29,382	-	-
NJ Recycling Tonnage Grant	27,885	53,772	-	9,500	-	72,157
NJ Body Armor Replacement Program	-	8,893	-	8,893	-	-
NJ Drunk Driving Enforcement Fund	20,151	-	-	-	-	20,151
NJ Emergency Management Assitance	7,000	-	-	-	-	7,000
NJ EDA State Street Site Remediation	3	-	-	-	(3)	-
NJ DEP Recycling Assistance Grant	11,408	-	-	-	-	11,408
NJEDA Opportunity Zone Grant	-	100,000	-	13,381	-	86,619
Bergen County Census Assistance Grant	-	10,000	-	-	-	10,000
NEA Demarest Pl. Local Match	-	25,644	-	-	-	25,644
Assistance to Firefighters Grant	-	24,356	510,784	-	-	535,140
	139,335	363,040	510,784	117,579	(3)	895,577
<b>Other:</b>						
County History Grant	1,000	-	-	-	(1,000)	-
	-	-	-	-	-	-
	1,000	-	-	-	(1,000)	-
<b>Grand Total</b>	<b>\$ 570,427</b>	<b>\$ 363,040</b>	<b>\$ 615,698</b>	<b>\$ 222,919</b>	<b>\$ (1,003)</b>	<b>\$ 1,325,243</b>

CITY OF HACKENSACK  
 GRANT FUND  
 STATEMENT OF UNAPPROPRIATED RESERVES  
 YEAR ENDED DECEMBER 31, 2020

Program	Balance January 1, 2020	Appropriated		Received in 2018	Adjustments	Balance December 31, 2020
		Budget	Added by N.J.S. 40A:4-87			
Child Nutrition Summer Program	\$ 1,140	\$ -	\$ -	\$ -	\$ -	\$ 1,140
Safe and Secure Communities	5,000	5,000	-	-	-	-
NJ Law & Public Safety Grant	43,472	43,472	-	45,000	-	45,000
NJ Clean Communities Program	-	72,805	-	72,805	-	-
NJ Body Armor Replacement Program	-	8,893	-	8,893	-	-
NJ Recycling Tonnage Grant	-	53,772	-	53,772	-	-
	<u>\$ 49,612</u>	<u>\$ 183,942</u>	<u>\$ -</u>	<u>\$ 180,470</u>	<u>\$ -</u>	<u>\$ 46,140</u>



TRUST FUND

CITY OF HACKENSACK  
 TRUST FUND  
 STATEMENT OF ANIMAL CONTROL TRUST FUND RESERVE  
 YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	12,075
Increased by:			
Receipts.....	\$	7,158	
		-	
		-	
		<u>          </u>	
			<u>7,158</u>
			<u>19,233</u>
Decreased by:			
Expenditures.....	\$	10,000	
		-	
		-	
		<u>          </u>	
			<u>10,000</u>
Balance, December 31, 2020.....		<u>\$</u>	<u>9,233</u>

CITY OF HACKENSACK  
TRUST FUND  
STATEMENT OF MUNICIPAL OPEN SPACE TRUST FUND RESERVE  
YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	277,279
Increased by:			
Levy.....	\$	277,205	
Interest Earned.....		1,203	
		<u>-</u>	
			<u>278,408</u>
			<u>555,687</u>
Decreased by:			
Expenditures.....	\$	-	
		-	
		<u>-</u>	
			<u>-</u>
Balance, December 31, 2020.....		<u>\$</u>	<u>555,687</u>

CITY OF HACKENSACK  
TRUST FUND  
STATEMENT OF COMMUNITY DEVELOPMENT BLOCK GRANT TRUST FUND RESERVE  
YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	1
Increased by:			
	\$	-	
		-	
		-	
		<hr/>	-
			<hr/>
			1
Decreased by:			
	\$	-	
		-	
		-	
		<hr/>	-
			<hr/>
			-
Balance, December 31, 2020.....		<u>\$</u>	<u>1</u>

CITY OF HACKENSACK  
TRUST FUND  
STATEMENT OF OTHER TRUST FUND RESERVES  
YEAR ENDED DECEMBER 31, 2020

Purpose	Balance December 31, 2019	Receipts	Disbursements	Balance December 31, 2020
Unemployment	\$ 21,154	\$ 43,829	\$ -	\$ 64,983
Self Insurance - Liability	65,051	1,472,199	1,475,356	61,894
Self Insurance - Workers' Compensation	67,497	976,269	966,014	77,752
Self Insurance - Dental	74,159	305,166	326,185	53,140
Developers' Escrow (Master and Disbursen	2,425,747	2,087,448	1,493,230	3,019,965
Affordable Housing	1,362,434	1,118,740	80,186	2,400,988
Federal Equitable Sharing Program	548,798	197,502	108,231	638,069
Tax Sale Premiums	2,533,608	1,821,500	1,742,700	2,612,408
Local Code Enforcement (Fire)	32,315	6,000	7,791	30,524
Donations - Trees	4,470	1,500	-	5,970
DARE / Municipal Alliance	9,411	-	-	9,411
National Night Out	6,745	-	-	6,745
Uniform Fire Safety Act Penalties	652,193	166,207	250,758	567,642
Local Code Enforcement (Building)	6,350	-	-	6,350
Donations - Fire Department	81,201	10,995	5,845	86,351
POAA - Municipal Court	91,079	7,655	8,851	89,883
Public Defender	56,734	40,920	55,000	42,654
Recreation Programs	218,828	17,098	69,721	166,205
Road Openings	16,577	-	-	16,577
Snow/Debris Removal	1,029,278	84,081	51,658	1,061,701
Accumulated Absences	1,279,079	455,807	52,146	1,682,740
Recreation Programs - Performing Arts	179,148	13,244	12,579	179,813
Outside Police Employment	1	2,273,465	1,889,671	383,795
Self Insurance - Health Benefits	1,468,866	361,413	-	1,830,279
	\$ 12,230,723	\$ 11,461,038	\$ 8,595,922	\$ 15,095,839

GENERAL CAPITAL FUND

CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
STATEMENT OF GRANTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2020

Program	Balance December 31, 2019	Improvement Authorized	Received	Unappropriated Reserve Applied	Reprogram/ Cancelled/ Adjustments	Balance December 31, 2020
<u>Federal</u>						
U.S. DOT Passed Thru - NJDOT - #12-16....	\$ 195,129	\$ -	\$ -	\$ -	\$ 1	\$ 195,128
U.S. EPA Passed Thru - NJDEP - #31-14.....	-	-	-	-	-	-
#55-19 Various Public Improvements.....	353,419	-	-	-	353,419	-
	<u>548,548</u>	-	-	-	<u>353,420</u>	<u>195,128</u>
<u>State of New Jersey</u>						
#09-18 NJDOT - Main St. Streetscape.....	95,827	-	-	-	-	95,827
#40-17 Green Acres Grant .....	600,000	-	-	-	-	600,000
#28-19 Main Street Streetscaping.....	1,000,000	-	-	-	-	1,000,000
#28-19 Main Street Streetscaping.....	241,918	-	181,438	-	-	60,480
#28-19 Main Street Streetscaping.....	255,610	-	191,707	-	-	63,903
#28-19 Main Street Streetscaping.....	370,000	-	277,500	-	-	92,500
	<u>2,563,355</u>	-	<u>650,645</u>	-	-	<u>1,912,710</u>
<u>Other:</u>						
Bergen County Open Space - #40-17.....	100,000	-	-	-	-	100,000
	-	-	-	-	-	-
	<u>100,000</u>	-	-	-	-	<u>100,000</u>
	<u>\$ 3,211,903</u>	<u>\$ -</u>	<u>\$ 650,645</u>	<u>\$ -</u>	<u>\$ 353,420</u>	<u>\$ 2,207,838</u>

CITY OF HACKENSACK  
 GENERAL CAPITAL FUND  
 STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED  
 YEAR ENDED DECEMBER 31, 2020

Description	Balance December 31, 2019	Issued In 2020	Paid by Budget Appropriation	Adjustments	Balance December 31, 2020
Serial Bonds Payable.....	\$ 43,749,000	\$ -	\$ 7,585,000	\$ -	\$ 36,164,000
Loans Payable.....	3,084,686	9,125,790	243,199	-	11,967,277
	<u>\$ 46,833,686</u>	<u>\$ 9,125,790</u>	<u>\$ 7,828,199</u>	<u>\$ -</u>	<u>\$ 48,131,277</u>



CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED  
YEAR ENDED DECEMBER 31, 2020

Improvement	Balance December 31, 2019	Debt Authorized	Paid by Budget Appropriation	Premium Applied	Cancelled	Loan Issued	Serial Bonds Issued	Cancelled/ Adjusted	Balance December 31, 2020	Analysis of Balance		
										Outstanding BANs	B&N Authorized	Capital Cash
#14-16 Sports Facility - Johnson Park	\$ 6,650,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,650,000	\$ 6,650,000	\$ -	\$ -
#22-16 Acquisition of Riparian Rights	1,570,000.00	-	1,570,000.00	-	-	-	-	-	-	-	-	-
#39-14 CSO Sewer Separation - Phase I	1,880,350.00	-	-	-	50.00	-	-	-	1,880,300	1,880,300.00	-	-
#40-17 Foschini Park Improvements	1,285,700.00	-	-	-	-	-	-	-	1,285,700	1,285,000.00	700.00	-
#09-18 Garbage Trucks	761,800.00	-	-	-	-	-	-	-	761,800	761,800.00	-	-
#19-18 UST / HVAC	448,248.00	-	-	-	-	-	-	-	448,248	448,000.00	248.00	-
#32-18 Adaptive Signal	1,809,500.00	-	-	-	-	-	-	-	1,809,500	-	1,809,500.00	-
#51-18 Various Capital Improvements	3,618,900.00	-	-	-	-	-	-	-	3,618,900	3,618,900.00	-	-
#28-19 Main Street Streetscaping	6,600,000.00	-	-	-	650,646.00	3,921,780.00	-	-	2,027,574	-	2,027,574.00	-
#38-19 Stormwater Infrastructure Improvements	1,550,000.00	-	-	-	-	-	-	-	1,550,000	-	1,550,000.00	-
#39-19 Court Street CSO Improvements	14,630,000.00	-	-	-	-	-	-	-	14,630,000	-	14,630,000.00	-
#50-19 Main Street CSO Improvements	6,500,000.00	-	-	-	-	5,204,010.00	-	-	1,295,990	-	1,295,990.00	-
#53-19 Voorhis Pump Station Improvements	375,000.00	-	-	-	-	-	-	-	375,000	-	375,000.00	-
#55-19 Various Public Improvements	3,809,000.00	-	-	-	407,284.00	-	-	-	3,401,716	-	3,401,716.00	-
#14-20 Main St. CSO Separation - Supplemental	-	1,500,000	-	-	-	-	-	-	1,500,000	-	1,500,000.00	-
#41-20 Various Improvements / Acquisitions	-	5,109,500	-	-	-	-	-	-	5,109,500	-	5,109,500.00	-
#42-20 Sanitary / Stormwater Improvements	-	3,050,000	-	-	-	-	-	-	3,050,000	-	3,050,000.00	-
	<u>\$ 51,488,498</u>	<u>\$ 9,659,500</u>	<u>\$ 1,570,000</u>	<u>\$ -</u>	<u>\$ 1,057,980</u>	<u>\$ 9,125,790</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,394,228</u>	<u>\$ 14,644,000</u>	<u>\$ 34,750,228</u>	<u>\$ -</u>

CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
STATEMENT OF SERIAL BONDS PAYABLE  
YEAR ENDED DECEMBER 31, 2020

Date of Issue - Purpose	Total Amount of Issue	Balance December 31, 2019	Issued In 2020	Paid by Budget Appropriation	Balance December 31, 2020
01/01/08 General Improvement Bonds.....	\$ 11,900,000	\$ 4,110,000	\$ -	\$ 1,995,000	\$ 2,115,000
05/01/13 General Improvement Bonds - "A".....	6,170,000	4,165,000	-	405,000	3,760,000
05/01/13 General Improvement Bonds - "B".....	3,679,000	2,449,000	-	270,000	2,179,000
04/12/18 General Improvement Bonds.....	21,820,000	21,035,000	-	880,000	20,155,000
04/12/18 Refunding Bonds.....	16,025,000	11,990,000	-	4,035,000	7,955,000
		<u>\$ 43,749,000</u>	<u>\$ -</u>	<u>\$ 7,585,000</u>	<u>\$ 36,164,000</u>

CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
STATEMENT OF LOANS PAYABLE  
YEAR ENDED DECEMBER 31, 2020

Date of Issue - Purpose	Total Amount of Issue	Balance December 31, 2019	Issued In 2020	Paid by Budget Appropriation	Balance December 31, 2020
12/04/12 - Green Acres Trust Loan - Second Ward Park	\$ 445,113	\$ 311,350	\$ -	\$ 22,158	\$ 289,192
10/15/00 - Series 2000 - NJEIT Wastewater Treatment	495,000	40,000	-	40,000	-
09/30/10 - Series 2010 "A" - NJEIT Wastewater Treatment	527,500	295,043	-	26,822	268,221
12/02/10 - Series 2010 "B" - NJEIT Wastewater Treatment	980,000	675,000	-	50,000	625,000
05/28/15 - Series 2015 "A-1" - NJEIT Wastewater Treatment	760,000	650,000	-	30,000	620,000
05/28/15 - Series 2015 "A-1" - NJEIT Wastewater Treatment	1,459,650	1,113,293	-	74,219	1,039,074
I-BANK.....	9,125,790	-	9,125,790	-	9,125,790
		<u>\$ 3,084,686</u>	<u>\$ 9,125,790</u>	<u>\$ 243,199</u>	<u>\$ 11,967,277</u>

CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
STATEMENT OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2020

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2019	Increase		Decrease		Balance December 31, 2020
							Renewed	New Cash	Renewed	Paid by Budget Appropriation	
#39-14 CSO Sewer Separation - Phase I.....	1,880,300	12/10/19	12/10/19	12/09/20	2.00%	\$ 1,880,300	\$ -	\$ -	\$ 1,880,300	\$ -	\$ -
#22-16 Acquisition of Riparian Rights.....	1,570,000	12/10/19	12/10/19	12/09/20	2.00%	1,570,000	-	-	-	1,570,000	-
#09-18 Garbage Trucks.....	761,800	12/10/19	12/10/19	12/09/20	2.00%	761,800	-	-	761,800	-	-
#51-18 Various Capital Improvements.....	3,618,900	12/10/19	12/10/19	12/09/20	2.00%	3,618,900	-	-	3,618,900	-	-
						<u>7,831,000</u>	<u>-</u>	<u>-</u>	<u>6,261,000</u>	<u>1,570,000</u>	<u>-</u>
#39-14 CSO Sewer Separation - Phase I.....	1,880,300	12/10/19	12/09/20	09/02/21	1.50%	-	1,880,300	-	-	-	1,880,300
#09-18 Garbage Trucks.....	761,800	12/10/19	12/09/20	09/02/21	1.50%	-	761,800	-	-	-	761,800
#51-18 Various Capital Improvements.....	3,618,900	12/10/19	12/09/20	09/02/21	1.50%	-	3,618,900	-	-	-	3,618,900
#14-16 Johnson Park Improvements.....	6,650,000	11/05/20	11/05/20	09/02/21	1.50%	-	-	6,650,000	-	-	6,650,000
#40-17 Foschini Park Improvements.....	1,285,000	11/05/20	11/05/20	09/02/21	1.50%	-	-	1,285,000	-	-	1,285,000
#19-18 UST Removal/HVAC Improvements.....	448,000	11/05/20	11/05/20	09/02/21	1.50%	-	-	448,000	-	-	448,000
						<u>-</u>	<u>6,261,000</u>	<u>8,383,000</u>	<u>-</u>	<u>-</u>	<u>14,644,000</u>
						<u>\$ 7,831,000</u>	<u>\$ 6,261,000</u>	<u>\$ 8,383,000</u>	<u>\$ 6,261,000</u>	<u>\$ 1,570,000</u>	<u>\$ 14,644,000</u>

Description	Ordinance		Authorized								Balance - December 31, 2020	
	Date	Amount	Balance - January 1, 2019		Capital Improvement Fund	Capital Surplus	Bonds & Notes Authorized	Other	Expended	Cancelled	Funded	Unfunded
			Funded	Unfunded								
#18-13 Improvements to Firehouse #2	08/20/13	300,000	68,552	-	-	-	-	-	-	68,552	-	-
#37-14 Improvements to Firehouse #2	2014	200,000	60,387	-	-	-	-	-	-	60,387	-	-
#38-14 Acquisition of DPW Equipment	2014	400,000	9,392	-	-	-	-	-	-	-	9,392	-
#39-14 CSO Sewer Separation - Phase I	2014	4,100,000	-	500,599	-	-	-	-	409,625	50	-	90,924
#21-15 Various Capital Improvements & Acquisitions	2015	473,000	46,142	-	-	-	-	-	7,050	-	39,092	-
#26-15 Performing Arts Center & Road Improvements	07/07/15	2,280,000	3,439	-	-	-	-	-	3,439	-	-	-
#12-16 Various Road Improvements	04/04/16	1,919,000	22,642	-	-	-	-	-	14,031	8,368	243	-
#13-16 Main & State Streets Two Way Conversion	04/04/16	5,856,520	489,685	-	-	-	-	-	251,732	-	237,953	-
#14-16 Sports Facility - Johnson Park	2016	7,000,000	-	5,977,302	-	-	-	-	283,853	-	-	5,693,449
#15-16 M&M Recreation Building Revovations	04/04/16	8,200,000	684,305	-	-	-	-	-	373,561	-	310,744	-
#22-16 Acquisition of Riparian Rights	2016	1,650,000	-	17,354	-	-	-	-	-	17,354	-	-
#29-16 Acquisition of Fire Pumper / Various Improvements	07/25/16	980,000	81,902	-	-	-	-	-	18,416	-	63,486	-
#33-16 Tax Appeal Refunding (2016)	09/27/16	10,065,000	11,242	-	-	-	-	-	-	11,242	-	-
#04-17 Acquisition of Garbage Trucks/ Road Improvements	04/11/17	-	98,580	-	-	-	-	-	41,737	-	56,843	-
#22-17 Various Public Improvements	09/12/17	-	359,091	-	-	-	-	-	193,048	-	166,043	-
#24-17 City Hall Improvements	2017	-	275,343	-	-	-	-	-	131,577	-	143,766	-
#40-17 Foschini Park Improvements	2017	-	-	1,120,266	-	-	-	-	107,396	-	-	1,012,870
#09-18 Garbage Trucks	03/13/18	800,000	-	389,161	-	-	-	-	300,848	-	-	88,313
#19-18 UST / HVAC	05/22/18	580,000	-	139,800	-	-	-	-	13,085	-	-	126,715
#32-18 Adaptive Signal	07/23/18	1,900,000	-	1,087,877	-	-	-	-	41,749	-	-	1,046,128
#51-18 Various Capital Improvements	10/31/18	3,800,000	-	787,015	-	-	-	-	539,433	1,496	-	246,086
#25-19 Various Public Improvements	2019	-	95,732	-	-	-	-	-	21,175	-	74,557	-
#28-19 Main Street Streetscaping	2019	-	-	6,545,840	-	-	-	-	2,131,841	-	-	4,413,999
#38-19 Stormwater Infrastructure Improvements	2019	-	-	1,549,650	-	-	-	-	237,683	-	-	1,311,967
#39-19 Court Street CSO Improvements	2019	-	-	14,619,902	-	-	-	-	374,017	-	-	14,245,885
#50-19 Main Street CSO Improvements	2019	-	-	6,499,650	-	-	-	-	3,921,462	-	-	2,578,188
#53-19 Voorhis Pump Station Improvements	2019	-	824,650	375,000	-	-	-	-	185,857	-	638,793	375,000
#55-19 Various Public Improvements	2019	-	184,501	3,809,000	-	-	-	-	2,881,857	-	-	1,111,644
#14-20 Main St. CSO Separation - Supplemental	2020	1,500,000	-	-	-	-	1,500,000	-	-	-	-	1,500,000
#29-20 Acquisition of 220 Union Street	2020	-	-	-	-	-	-	3,000,000	25,797	-	2,974,203	-
#35-20 Various Improvements / Acquisitions	2020	402,000	-	-	-	402,000	-	-	83,554	-	318,446	-
#41-20 Various Improvements / Acquisitions	2020	5,365,000	-	-	255,500	-	5,109,500	-	30,917	-	224,583	5,109,500
#42-20 Sanitary / Stormwater Improvements	2020	3,050,000	-	-	-	-	3,050,000	-	890	-	-	3,049,110
			<b>\$ 3,315,585</b>	<b>\$ 43,418,416</b>	<b>\$ 255,500</b>	<b>\$ 402,000</b>	<b>\$ 9,659,500</b>	<b>\$ 3,000,000</b>	<b>\$ 12,625,630</b>	<b>\$ 167,449</b>	<b>\$ 5,258,144</b>	<b>\$ 41,999,778</b>

CITY OF HACKENSACK  
 GENERAL CAPITAL FUND  
 STATEMENT OF CAPITAL IMPROVEMENT FUND  
 YEAR ENDED DECEMBER 31, 2020

Balance, December 31, 2019.....		\$	817,425
Increased by:			
Budget Appropriation.....	\$	400,000	
		-	
		-	
		<u>400,000</u>	
			<u>1,217,425</u>
Decreased by:			
Appropriated - Improvement Authorizations.....	\$	255,500	
Appropriated - Preliminary Plan Expenses.....		75,000	
		-	
		<u>330,500</u>	
Balance, December 31, 2020.....		\$	<u><u>886,925</u></u>

CITY OF HACKENSACK  
 GENERAL CAPITAL FUND  
 STATEMENT OF RESERVE FOR PRELIMINARY PLAN EXPENSES  
 YEAR ENDED DECEMBER 31, 20

---

Balance, December 31, 2019.....		\$	150,840
Increased by:			
Appropriated from Capital Improvement Fund.....	\$	75,000	
		-	
		-	
		<u>          </u>	
			<u>75,000</u>
			<u>225,840</u>
Decreased by:			
Expended.....	\$	124,280	
		-	
		-	
		<u>          </u>	
			<u>124,280</u>
Balance, December 31, 2020.....		<u>\$</u>	<u>101,560</u>

CITY OF HACKENSACK  
 GENERAL CAPITAL FUND  
 STATEMENT OF RESERVE FOR DEBT SERVICE  
 YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	8,955
Increased by:			
Improvement Authorizations Cancelled.....	\$	10,451	
		-	
		-	
		<u>          </u>	10,451
			<u>19,406</u>
Decreased by:			
Utilized as Current Fund Revenue.....	\$	8,955	
		-	
		-	
		<u>          </u>	8,955
Balance, December 31, 2020.....		<u>\$</u>	<u>10,451</u>



CITY OF HACKENSACK  
GENERAL CAPITAL FUND  
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
YEAR ENDED DECEMBER 31, 2020

Improvement Description	Balance December 31, 2019	Debt Authorized	BANs Issued	Serial Bonds Issued	Raised by Budget Appropriation	Premium Applied	Cancelled	Balance December 31, 2020
#39-14 CSO Sewer Separation - Phase I	\$ 50	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50	\$ -
#14-16 Sports Facility - Johnson Park	6,650,000	-	6,650,000	-	-	-	-	-
#22-16 Acquisition of Riparian Rights	-	-	-	-	-	-	-	-
#40-17 Foschini Park Improvements	1,285,700	-	1,285,000	-	-	-	-	700
#09-18 Garbage Trucks	-	-	-	-	-	-	-	-
#19-18 UST / HVAC	448,248	-	448,000	-	-	-	-	248
#32-18 Adaptive Signal	1,809,500	-	-	-	-	-	-	1,809,500
#51-18 Various Capital Improvements	-	-	-	-	-	-	-	-
#28-19 Main Street Streetscaping	6,600,000	-	3,921,780	-	-	-	650,646	2,027,574
#38-19 Stormwater Infrastructure Improvements	1,550,000	-	-	-	-	-	-	1,550,000
#39-19 Court Street CSO Improvements	14,630,000	-	-	-	-	-	-	14,630,000
#50-19 Main Street CSO Improvements	6,500,000	-	5,204,010	-	-	-	-	1,295,990
#53-19 Voorhis Pump Station Improvements	375,000	-	-	-	-	-	-	375,000
#55-19 Various Public Improvements	3,809,000	-	-	-	-	-	407,284	3,401,716
#14-20 Main St. CSO Separation - Supplemental	-	1,500,000	-	-	-	-	-	1,500,000
#41-20 Various Improvements / Acquisitions	-	5,109,500	-	-	-	-	-	5,109,500
#42-20 Sanitary / Stormwater Improvements	-	3,050,000	-	-	-	-	-	3,050,000
	<u>\$ 43,657,498</u>	<u>\$ 9,659,500</u>	<u>\$ 17,508,790</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,057,980</u>	<u>\$ 34,750,228</u>

PUBLIC PARKING UTILITY FUND

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY FUND  
 STATEMENT OF CASH - TREASURER  
 YEAR ENDED DECEMBER 31, 2020

	<u>Operating</u>	<u>Capital</u>
Cash Balance, December 31, 2019.....	\$ 1,349,046	\$ 1,640,591
Receipts:		
Rents.....	2,122,288	-
Non-Budget Revenue.....	20,651	-
Due to - Utility Operating Fund.....	-	3,100
Deferred Charges.....	-	150,000
Bond Anticipation Notes.....	-	1,434,000
	<u>2,142,939</u>	<u>1,587,100</u>
	3,491,985	3,227,691
Disbursements:		
Due to - Utility Operating Fund.....	-	3,100
Budget Appropriations.....	1,317,730	-
Appropriation Reserves.....	122,365	-
Accrued Interest.....	-	-
Bond Anticipation Notes.....	-	1,584,000
Improvement Authorizations.....	-	16,580
	<u>1,440,095</u>	<u>1,603,680</u>
Cash Balance, December 31, 2020.....	<u>\$ 2,051,890</u>	<u>\$ 1,624,011</u>

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY OPERATING FUND  
 STATEMENT OF CASH - CHANGE FUND  
 YEAR ENDED DECEMBER 31, 2020

---

Cash Balance, December 31, 2019.....	\$	130
Receipts:		
	-	
	-	
	-	-
		130
Disbursements:		
	-	
	-	
	-	-
Cash Balance, December 31, 2020.....	<u>\$</u>	<u>130</u>

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
ANALYSIS OF CASH  
YEAR ENDED DECEMBER 31, 2020

Description	Balance December 31, 2019	Cash Receipts	Cash Disbursements	From	To	Balance December 31, 2020
Due to - Utility Operating Fund.....	\$ -	\$ 3,100	\$ 3,100	\$ -	\$ -	\$ -
Capital Improvement Fund.....	141,000	-	-	-	-	141,000
Fund Balance.....	124,499	-	-	-	-	124,499
#28-14 Various Parking Improvements....	75,092	284,000	284,000	-	-	75,092
#33-18 Atlantic St. Garage Renovation....	1,300,000	1,300,000	1,316,580	-	-	1,283,420
#33-19 Atlantic St. Garage Renovation....	-	-	-	-	-	-
	<u>\$ 1,640,591</u>	<u>\$ 1,587,100</u>	<u>\$ 1,603,680</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,624,011</u>

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY OPERATING FUND  
 STATEMENT OF APPROPRIATION RESERVES AND RESERVE FOR ENCUMBRANCES  
 YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	140,334
Increased by:			
Unexpended Balances.....	\$	122,250	
			<u>122,250</u>
			262,584
Decreased by:			
Cash Disbursed.....		5,174	
Lapsed.....		135,160	
			<u>140,334</u>
Balance, December 31, 2020.....	\$	<u>122,250</u>	

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY OPERATING FUND  
 STATEMENT OF ACCRUED INTEREST ON BONDS  
 YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....		\$	1,936
Increased by:			
Accrued.....	\$	<u>32,208</u>	
			<u>32,208</u>
			34,144
Decreased by:			
Disbursed.....		<u>31,680</u>	
			<u>31,680</u>
Balance, December 31, 2020.....		\$	<u><u>2,464</u></u>

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
STATEMENT OF FIXED CAPITAL  
YEAR ENDED DECEMBER 31, 2020

Account	Balance December 31, 2019	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2020
Infrastructure.....	\$ 8,035,084	\$ -	\$ -	\$ -	\$ 8,035,084
				Reserve for Amortization	\$ 8,035,084
				Serial Bonds Payable	-
					<u>\$ 8,035,084</u>



CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED  
YEAR ENDED DECEMBER 31, 2020

Description	Balance December 31, 2019	Authorized	Transferred to Fixed Capital	BANs Paid	Balance December 31, 2020
#28-14 Various Parking Improvements.....	\$ 434,000	\$ -	\$ -	\$ -	\$ 434,000
#33-18 Atlantic Street Garage Renovation.	3,150,000	-	-	150,000	3,000,000
	<u>\$ 3,584,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 150,000</u>	<u>\$ 3,434,000</u>
				Reserve for Deferred Amortization	\$ -
				Bond Anticipation Notes Payable	1,434,000
				Bonds & Notes Authorized but not Issued	2,000,000
					<u>\$ 3,434,000</u>
					-

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
STATEMENT OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2020

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2019	Issued		Renewed	Paid by Budget Appropriation	Balance December 31, 2020
							Renewed	New Cash			
#28-14 Various Parking Improvements.....	284,000	12/10/19	12/10/19	12/09/20	2.00%	\$ 284,000	\$ -	\$ -	\$ 134,000	\$ 150,000	\$ -
#33-18 Atlantic Street Garage Renovation.....	1,300,000	12/10/19	12/10/19	12/09/20	2.00%	1,300,000	-	-	1,300,000	-	-
						<u>1,584,000</u>	<u>-</u>	<u>-</u>	<u>1,434,000</u>	<u>150,000</u>	<u>-</u>
#28-14 Various Parking Improvements.....	284,000	12/10/19	12/09/20	09/02/21	1.50%	-	134,000	-	-	-	134,000
#33-18 Atlantic Street Garage Renovation.....	1,300,000	12/10/19	12/09/20	09/02/21	1.50%	-	1,300,000	-	-	-	1,300,000
						<u>-</u>	<u>1,434,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,434,000</u>
						<u>\$ 1,584,000</u>	<u>\$ 1,434,000</u>	<u>\$ -</u>	<u>\$ 1,434,000</u>	<u>\$ 150,000</u>	<u>\$ 1,434,000</u>

CITY OF HACKENSACK  
 PUBLIC PARKING UTILITY CAPITAL FUND  
 STATEMENT OF RESERVE FOR AMORTIZATION  
 YEAR ENDED DECEMBER 31, 2020

---

Description	Balance December 31, 2019	Transferred From Fixed Capital Authorized & Uncompleted	Serial Bond Principal Payments	Cancellations	Balance December 31, 2020
Infrastructure.....	\$ 8,035,084	\$ -	\$ -	\$ -	\$ 8,035,084

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
STATEMENT OF CAPITAL IMPROVEMENT FUND  
YEAR ENDED DECEMBER 31, 2020

---

Balance, December 31, 2019.....	\$	141,000
Increased by:		
		-
		<u>-</u>
		141,000
Decreased by:		
		-
		<u>-</u>
Balance, December 31, 2020.....	<u>\$</u>	<u>141,000</u>

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
STATEMENT OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2020

Description	Authorized									
	Balance - January 1, 2020		Capital Improvement Fund	Capital Surplus	Bonds & Notes	Expended	Adjustments	Cancellations	Balance - December 31, 2020	
	Funded	Unfunded							Funded	Unfunded
#33-18 Atlantic St. Garage Renovation.....	\$ -	\$ 1,208,478	\$ -	\$ -	\$ -	\$ 16,580	\$ -	\$ -	\$ -	\$ 1,191,898
#33-19 Atlantic St. Garage Renovation.....	-	2,000,000	-	-	-	-	-	-	-	2,000,000
	\$ -	\$ 3,208,478	\$ -	\$ -	\$ -	\$ 16,580	\$ -	\$ -	\$ -	\$ 3,191,898

CITY OF HACKENSACK  
PUBLIC PARKING UTILITY CAPITAL FUND  
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
YEAR ENDED DECEMBER 31, 2020

---

Improvement Description	Balance December 31, 2019	Authorized	BANs Issued	Bonds Issued	Cancellations/ Adjustments	Balance December 31, 2020
#28-14 Various Parking Improvements.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
#33-18 Atlantic Street Garage Renovation.....	-	-	-	-	-	-
#33-19 Atlantic St. Garage Renovation.....	2,000,000	-	-	-	-	2,000,000
	<u>\$ 2,000,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,000,000</u>

CITY OF HACKENSACK

Part II

Government Auditing Standards

245 Union Street  
Lodi, New Jersey 07644  
Voice 973.779.6890

Independent Auditors' Report

Honorable Mayor and Members of the Board of Commissioners  
City of Hackensack, County of Bergen, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements (*regulatory basis*) of the various funds and account group of the City of Hackensack, in the County of Bergen (the "City") as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 1, 2021, which was adverse due to the financial statements being prepared in conformity with the New Jersey regulatory basis of accounting as prescribed by the Division which is a basis of accounting other than accounting principles generally accepted in the United States.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.



Independent Auditors' Report (Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also noted certain matters that are not required to be reported under *Government Auditing Standards* that we reported to management of the City of Hackensack in the section of this report of audit entitled; "General Comments and Recommendations Section".

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

December 1, 2021

CITY OF HACKENSACK  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 YEAR ENDED DECEMBER 31, 2020

Title of Federal Domestic Assistance Program	Federal C.F.D.A. Number	State Aid/Grant Program Titles	State Project Number	Award Amount	Grant Period		Balance December 31, 2019	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts	Deferred	Due to
					From	To							Receivable) December 31, 2020	Revenue December 31, 2020	Grantor at December 31, 2020

NOT APPLICABLE

CITY OF HACKENSACK  
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
 YEAR ENDED DECEMBER 31, 2020

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance December 31, 2019	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor at
			From	To							December 31, 2020	December 31, 2020	December 31, 2020

NOT APPLICABLE

CITY OF HACKENSACK  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2020

---

Note 1 - General

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the City of Hackensack, County of Bergen, State of New Jersey. The City of Hackensack is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2 - Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented using the regulatory basis of accounting as prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. This basis of accounting is further described in Note 2 to the basic financial statements. The information in these schedules are presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CITY OF HACKENSACK  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2020

---

Note 3 - Relationship to General-Purpose Financial Statements

Organization

The City of Hackensack, New Jersey is the prime sponsor and recipient of various federal and state grant funds. The City has delegated the general administration of grant programs and the reporting function to the City Treasurer. Substantially all grant and program cash funds are commingled with the City's other funds, although each grant is accounted for separately within the City's financial records. The City Treasurer's office performs accounting functions for all grants.

Basis of Accounting

The City's grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected separately on the Schedule of State Financial Assistance.

Expenditures

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2020 to December 31, 2020.

CITY OF HACKENSACK  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2020

---

Note 4 - Relationship to Federal and State Financial Reports

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the City's fiscal year and grant program years.

Note 5 - Federal and State Loans Outstanding

The City's federal and state loans outstanding at of December 31, 2020 are as follows:

N.J.E.I.T Trust & Fund Loans - Sewer Overflow Projects	\$2,552,295
Green Trust Loans - Various Park Improvements	289,192
I-Bank	9,125,790
Total	<u>\$11,967,277</u>

Note 6 - Contingencies

Each of the grantor agencies reserve the right to conduct additional audits of the City's grant programs for economy, efficiency and program results.

CITY OF HACKENSACK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2020

---

Section I -- Summary of Auditors' Results

Financial Statements

A) Type of auditors' report issued:	<u>Adverse - GAAP; Qualified - Regulatory</u>	
B) Internal control over financial reporting:		
1. Material weakness(es) identified?	_____ yes	<u>  X  </u> no
2. Significant deficiency(ies) identified not considered to be material weakness(es)?	_____ yes	<u>  X  </u> no
C) Noncompliance material to general-purpose financial statements noted?	_____ yes	<u>  X  </u> no

CITY OF HACKENSACK  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED DECEMBER 31, 2020

---

Section I -- Summary of Auditors' Results (Continued)

Federal Awards

\*\*NOT APPLICABLE - EXPENDITURES UNDER \$750,000\*\*

A) Internal control over major programs:

- 1. Material weakness(es) identified? \_\_\_\_\_ yes                      \_\_\_\_\_ no
- 2. Significant deficiency(ies) identified not considered to be material weakness(es)? \_\_\_\_\_ yes                      \_\_\_\_\_ no

B) Type of auditors' report issued on compliance for major programs: \_\_\_\_\_

C) Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) section .510(a)? \_\_\_\_\_ yes                      \_\_\_\_\_ no

D) Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>

E) Dollar threshold used to distinguish between type A and type B programs:

F) Auditee qualified as low-risk auditee? \_\_\_\_\_ yes                      \_\_\_\_\_ no



CITY OF HACKENSACK  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED DECEMBER 31, 2020

---

Section I -- Summary of Auditors' Results (Continued)

State Awards

\*\*NOT APPLICABLE - EXPENDITURES UNDER \$750,000\*\*

A) Internal control over major programs:

- 1. Material weakness(es) identified?  yes  no
- 2. Significant deficiency(ies) identified not considered to be material weakness(es)?  yes  no

B) Type of auditors' report issued on compliance for major programs:

\_\_\_\_\_

C) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08?

yes  no

D) Identification of major programs:

Program GMIS Number(s)

Name of State Program

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

E) Dollar threshold used to distinguish between type A and type B programs:

F) Auditee qualified as low-risk auditee?  yes  no

CITY OF HACKENSACK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2020

---

Section II -- Financial Statement Findings

None

CITY OF HACKENSACK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2020

---

Section III -- Federal and State Award Findings and Questioned Costs

Current Year

Federal Awards:

There were no findings or questioned costs identified.

State Awards:

There were no findings or questioned costs identified.

Prior Year

Federal Awards:

There were no prior year findings or questioned costs.

State Awards:

There were no prior year findings or questioned costs.

CITY OF HACKENSACK  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2020

---

Not Applicable - None in 2019

CITY OF HACKENSACK

Part III

Part III - Supplementary Data and Letter of Comments and Recommendations

CITY OF HACKENSACK  
 SUPPLEMENTARY DATA  
 TAX REQUIREMENT AND RATE DATA  
 (UNAUDITED)

	2019	2018	2017	2016**	2015	2014	2013	2012	2011**	2010
<b><u>TAX REQUIREMENTS</u></b>										
County.....	\$ 13,274,661	\$ 12,806,081	\$ 12,171,909	\$ 12,610,460	\$ 12,322,857	\$ 11,593,571	\$ 12,598,923	\$ 12,102,241	\$ 10,815,562	\$ 11,739,996
County Open Space.....	574,149	555,609	544,268	138,681	137,700	132,819	140,180	143,669	137,935	153,262
District School.....	84,329,910	82,711,318	80,840,020	76,953,101	75,582,908	73,009,438	70,482,192	68,099,979	65,943,131	62,433,400
Municipal Open Space.....	277,205	-	-	-	-	-	-	-	-	-
Municipal.....	85,689,118	85,875,294	84,190,041	82,661,673	80,686,739	77,610,636	74,174,863	72,235,316	70,765,881	65,641,005
Library.....	1,952,514	1,892,409	1,862,066	1,979,628	1,845,832	1,758,254	1,867,718	2,000,208	1,976,806	-
Total Tax Requirements.....	<u>\$ 186,097,557</u>	<u>\$ 183,840,711</u>	<u>\$ 179,608,304</u>	<u>\$ 174,343,543</u>	<u>\$ 170,576,036</u>	<u>\$ 164,104,718</u>	<u>\$ 159,263,876</u>	<u>\$ 154,581,413</u>	<u>\$ 149,639,315</u>	<u>\$ 139,967,663</u>
<b><u>TAX RATES</u></b>										
County.....	0.240	0.238	0.232	0.245	0.253	0.235	0.255	0.243	0.214	0.196
County Open Space.....	0.011	0.010	0.011	0.003	0.003	0.003	0.003	0.003	0.003	0.003
District School.....	1.521	1.536	1.537	1.491	1.551	1.478	1.424	1.363	1.300	1.038
Municipal Open Space.....	0.005	-	-	-	-	-	-	-	-	-
Municipal.....	1.545	1.594	1.600	1.601	1.655	1.571	1.498	1.446	1.395	1.091
Library.....	0.035	0.035	0.035	0.038	0.038	0.035	0.037	0.040	0.039	-
Total Tax Rates.....	<u>3.357</u>	<u>3.413</u>	<u>3.415</u>	<u>3.378</u>	<u>3.500</u>	<u>3.322</u>	<u>3.217</u>	<u>3.095</u>	<u>2.951</u>	<u>2.328</u>

\*\*Reassessment Year

Source: County of Bergen, Board of Taxation

CITY OF HACKENSACK  
 SUPPLEMENTARY DATA  
 TAX LEVY AND COLLECTION DATA  
 (UNAUDITED)

	2020	2019	2018	2017	2016	2015***	2014	2013	2012	2011	2010
<b><u>CURRENT YEAR % COLLECTION RATES</u></b>											
Final Adjusted Tax Levy.....	\$ 187,444,644	\$ 183,521,306	\$ 183,255,295	\$ 178,422,269	\$ 171,465,201	\$ 164,798,187	\$ 161,063,344	\$ 156,915,929	\$ 155,216,881	\$ 149,728,425	\$ 140,328,258
Total Collections and Credits.....	\$ 186,131,045	\$ 183,520,995	\$ 183,167,560	\$ 178,352,574	\$ 171,406,660	\$ 164,805,319	\$ 158,247,518	\$ 153,965,693	\$ 152,032,026	\$ 145,535,156	\$ 135,206,720
Percentage of Collections.....	99.30%	99.99%	99.95%	99.96%	99.97%	100.00%	98.25%	98.12%	97.95%	97.20%	96.35%

**DELINQUENT TAX %**

Delinquent Taxes.....	\$ 310	\$ 310	\$ 8,616	\$ 182,063	\$ 121,689	\$ 171,495	\$ 3,181,888	\$ 3,363,414	\$ 3,560,005	\$ 3,113,812	\$ 3,307,479
Tax Title Liens.....	-	-	-	-	-	-	-	-	-	-	-
Total Delinquent.....	\$ 310	\$ 310	\$ 8,616	\$ 182,063	\$ 121,689	\$ 171,495	\$ 3,181,888	\$ 3,363,414	\$ 3,560,005	\$ 3,113,812	\$ 3,307,479
Tax Levy.....	\$ 187,444,644	\$ 183,521,306	\$ 183,255,295	\$ 178,422,269	\$ 171,465,201	\$ 164,798,187	\$ 161,063,344	\$ 156,915,929	\$ 155,216,881	\$ 149,728,425	\$ 140,328,258
Percentage of Tax Levy.....	0.00%	0.00%	0.00%	0.10%	0.07%	0.10%	1.98%	2.14%	2.29%	2.08%	2.36%

\*\*\* Accelerated Tax Sale Implemented.

**PROPERTY ACQUIRED BY MUNICIPALITY FOR NON-PAYMENT OF TAXES**

Recorded at - Assessed Valuation....	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,311,800	\$ 1,184,600
--------------------------------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------

Source: City of Hackensack Financial Records

CITY OF HACKENSACK  
 SUPPLEMENTARY DATA  
 FUND BALANCE SUMMARY  
 (UNAUDITED)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<i><u>CURRENT FUND</u></i>										
Fund Balance, Beginning.....	\$ 16,321,805	\$ 15,835,678	\$ 10,303,909	\$ 6,843,560	\$ 4,712,738	\$ 1,465,896	\$ 2,032,231	\$ 4,103,440	\$ 3,657,191	\$ 3,072,548
Generated Current Year.....	7,312,447	4,486,127	8,831,769	6,460,349	4,830,822	4,246,842	433,665	1,278,791	3,171,249	3,309,643
Utilized Current Year.....	(4,000,000)	(4,000,000)	(3,300,000)	(3,000,000)	(2,700,000)	(1,000,000)	(1,000,000)	(3,350,000)	(2,725,000)	(2,725,000)
Fund Balance, Ending.....	<u>\$ 19,634,252</u>	<u>\$ 16,321,805</u>	<u>\$ 15,835,678</u>	<u>\$ 10,303,909</u>	<u>\$ 6,843,560</u>	<u>\$ 4,712,738</u>	<u>\$ 1,465,896</u>	<u>\$ 2,032,231</u>	<u>\$ 4,103,440</u>	<u>\$ 3,657,191</u>
<i><u>PUBLIC PARKING UTILITY FUND</u></i>										
Fund Balance, Beginning.....	\$ 1,909,750	\$ 1,155,505	\$ 732,749	\$ 695,727	\$ 834,055	\$ 983,040	\$ 895,797	\$ 851,366	\$ 869,588	\$ 868,204
Generated Current Year.....	530,147	1,114,245	782,756	397,022	221,672	331,015	687,243	770,931	558,278	785,884
Utilized Current Year - Utility Fund.....	(400,000)	(360,000)	(360,000)	(360,000)	(360,000)	(480,000)	(600,000)	(150,000)	-	(208,000)
Utilized Current Year - Current Fund..	-	-	-	-	-	-	-	(576,500)	(576,500)	(576,500)
Fund Balance, Ending.....	<u>\$ 2,039,897</u>	<u>\$ 1,909,750</u>	<u>\$ 1,155,505</u>	<u>\$ 732,749</u>	<u>\$ 695,727</u>	<u>\$ 834,055</u>	<u>\$ 983,040</u>	<u>\$ 895,797</u>	<u>\$ 851,366</u>	<u>\$ 869,588</u>

Source: City of Hackensack Financial Records



CITY OF HACKENSACK  
 SUPPLEMENTARY DATA  
 ROSTER OF OFFICIALS

Name	Title	Term Expires
John P. Labrosse, Jr.....	Mayor	06/30/25
Kathleen Canestrino.....	Councilwoman	06/30/25
David Sims.....	Councilman	06/30/25
Leonardo Battaglia.....	Councilman	06/30/25
Stephanie Von Rudenburg.....	Councilwoman	06/30/25
Vincent Caruso.....	City Manager	
Deborah Karlsson, RMC.....	City Clerk	
James A. Mangin.....	Chief Financial Officer	
	Treasurer	
Monica Villafana.....	Qualified Purchasing Agent	
Elisa Coccia.....	Tax Collector	
	Tax Search Officer	
Art Carlson, Jr.....	Tax Assessor	
Cassandra Seshadri.....	Personnel Director (Acting)	
Lisamarie Schieli.....	Recycling Coordinator	
Captain Peter Busciglio.....	Police Officer In Charge	
Louis J. Dinice, Esq.....	Municipal Court Judge	
Richard Takvorian, Esq.....	Temporary Municipal Court Judge	
Aarika Will.....	Municipal Court Administrator	
Ernest J. Sisco.....	Construction Code Official	
Kevin McCue.....	Electrical Sub-code Official	
David Ludwig.....	Building Sub-code Official	
Michael T. Meade.....	Plumbing Sub-code Official	
Charles E. Eyer.....	Fire Sub-code Official	
Richard Heinbuch.....	Elevator Sub-code Official	
Thomas Freeman.....	Fire Chief	
Susan McVeigh.....	Health Officer	
Maria Tartaglione.....	Registrar of Vital Statistics	
Joseph Inglima.....	Public Works Superintendent	
Rose Frontignano.....	Recreation Superintendent (Acting)	
Steven W. Kleinman, Esq.....	City Attorney	
DiMaria & DiMaria, LLP.....	City Auditor	
Suburban Engineering.....	City Engineer	
Otterstedt Agency.....	Risk Management Consultants	
Elsbeth Crusius.....	City Prosecutor	
Chase Lamparello Mallon & Cappuzzo.....	Tax Appeal Attorney	
Wilentz, Goldman & Spitzer.....	Bond Counsel	

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Cash Cycle

Ref.

None

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Revenues/Receipts Cycle

Ref.

None

CITY OF HACKENSACK  
 GENERAL COMMENTS AND RECOMMENDATIONS  
 YEAR ENDED DECEMBER 31, 2020

---

Expenditures/Disbursements Cycle

Ref.

Project Manager

Suburban Consulting Engineers, Inc. submitted (and was paid for) several invoices which contained "reimbursable expenses" which were in fact reimbursement for contractor's work (not procured directly by the City) for various City projects. Significant examples are as follows: #2.

	<u>Contract Amount</u>
Langin Engineering and Enviro Services, Inc.	\$ 63,000.00
Coppola Services, Inc.	\$ 121,278.22
Mike Fitzpatrick Contractor, Inc.	\$ 144,771.29
SESI Consulting Engineers Level A	\$ 29,937.60
Keystone Engineering Group	\$ 14,125.00
Arnold Construction Co., Inc.	\$ 10,500.00
Pumping Services, Inc.	\$ 55,550.08
Coppola Services, Inc.	\$ 27,530.58
	\$ 14,119.25

Sub-contracts of this nature should have contracted directly by the City, NOT by the engineer and submitted as an expenses reimbursement. Such actions result in the following violations of the local public contracts law and other:

Contracts awarded in excess of the bid threshold without public bid or other exception.

Contracts awarded in excess of the bid threshold not by the governing body.

Window contracts awarded without quotes.

In some instances a 15% markup applied.

In some instances NJ sales tax was charged and reimbursed by the City.

Vendors not vetted by finance department.

Public Works

A window contract was awarded without quotes as follows: #3.

Vito Tree Care & Land Management	\$	24,550.00	tree and brush grinding
----------------------------------	----	-----------	-------------------------

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Fixed Assets

Ref.

None

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Payroll Cycle

Ref.

None

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Public Parking Utility

Ref.

None

Rates, rents, fees, etc. should be evaluated at the beginning of each fiscal year to project liquidity of the utility.

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Other Significant Matters

Ref.

Trust Fund:

#1.

Significant progress was noted in this area; Remaining tasks include 1) comparison of Edmunds system trust ledgers to individual bank accounts, and 2) required cancellations by resolution and remittance to Current Fund.



CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Recommendations

1. That balances in dormant developer's escrows be cancelled by resolution, and remitted to the Current Fund. \*
2. That the practice of contractor's contracts submitted as expense reimbursements of the engineer's billing be discontinued.
3. That quotes be obtained for window contracts when required.

CITY OF HACKENSACK  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2020

---

Status of Prior Years' Recommendations

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation of the assistance and courtesies extended by the municipal officials during the course of the audit.

DI MARIA & DI MARIA LLP  
Accountants and Advisors

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

December 1, 2021