

COVELER & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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ACCOUNTANT'S COMPILATION REPORT

Board of Directors
Sharpstown Civic Association, Inc.
Houston, TX 77036

Management is responsible for the accompanying financial statements of Sharpstown Civic Association, Inc. (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets – modified cash basis as of June 30, 2017, and the related statement of revenues and expenses – modified cash basis and statement of cash flow – modified cash basis for the one month and six months then ended in accordance with the modified cash basis of accounting and for determining that the modified cash basis of accounting is an acceptable financial reporting framework and the accompanying supplemental information schedules I and II, which are presented only for supplementary analysis purposes. We have performed a compilation engagement in accordance with Statements on Standards of Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included with financial statements prepared on the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, net assets and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Coveler & Associates, P.C.

COVELER & ASSOCIATES, P.C.
July 20, 2017

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
June 30, 2017

ASSETS

Current Assets			
City Bank - Cash	\$	37,109	
Chase Checking - Cash		14,198	
Chase Savings		7	
City Bank Savings		350,462	
Prepaid Expense		<u>874</u>	
Total Current Assets	\$		402,650
Fixed Assets			
Equipment		4,232	
Accumulated Depreciation		<u>(4,232)</u>	
Total Fixed Assets, Net			0
Other Assets			
Deposits - Rent & Utilities		<u>1,100</u>	
Total Other Assets			<u>1,100</u>
Total Assets	\$		<u><u>403,750</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	11	
SUTA Payable		85	
Deferred Income - 2017 Dues		67,282	
Deferred Income - 2017 S&S		<u>120,921</u>	
Total Current Liabilities	\$		188,299
Unrestricted Net Assets			
Unrestricted Net Assets		226,851	
Increase/(Decrease) in Unrestricted Net Assets		<u>(11,400)</u>	
Total Unrestricted Net Assets			<u>215,450</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>403,750</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended June 30, 2017

	<u>1 Month Ended</u> <u>Jun. 30, 2017</u>		<u>6 Months Ended</u> <u>Jun. 30, 2017</u>
Revenues			
Memberships - Full	\$ 11,214	\$	54,320
Memberships - Associate	0		200
Safety and Security	20,229		98,253
Architectural Fee	635		2,345
Interest & Fees	0		65
Legal Fee Reimbursement	525		3,275
Interest (Chase)	142		429
SCAN	1,743		11,642
Transfer Fees	3,000		18,950
Refinance Fees	<u>50</u>		<u>1,000</u>
Total Revenues	<u>37,537</u>		<u>190,479</u>
Expenses			
Accounting	934		4,184
Bank/Merchant Charges	177		2,311
Community Projects	0		28
Safety and Security	18,170		100,567
Donation	0		400
Economic Development Supplies	0		1,200
Esplanades	0		924
Insurance	0		1,139
Legal Fees	3,910		12,658
Mosquito Spraying	2,063		4,126
Office Supplies	5,747		12,034
Outreach/Incentives for GM	0		279
Payroll	5,980		34,434
Payroll Taxes	470		3,116
Rent	900		5,400
SCAN	0		13,667
SCAN - Photogropher	0		525
Signage - Yard Signs	200		200
Telephone & Internet	316		1,490
TOPS Monthly Fee	400		2,411
Utilities	<u>158</u>		<u>787</u>
Total Expenses	<u>39,425</u>		<u>201,879</u>
Increase/(Decrease) Unrestricted Net Assets	<u>\$ (1,887)</u>	\$	<u>(11,400)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended June 30, 2017 and 2016

	<u>1 Month Ended</u> <u>Jun. 30, 2017</u>	<u>1 Month Ended</u> <u>Jun. 30, 2016</u>
Revenues		
Memberships - Full	\$ 11,214	\$ 11,325
Safety and Security	20,229	20,364
Architectural Fee	635	635
Donations	0	150
Legal Fee Reimbursement	525	0
Interest (Chase)	142	25
SCAN	1,743	2,353
Transfer Fees	3,000	2,400
Refinance Fees	<u>50</u>	<u>250</u>
Total Revenues	<u>37,537</u>	<u>37,502</u>
Expenses		
Accounting	934	350
Bank/Merchant Charges	177	0
Safety and Security	18,170	17,572
Deed Restrictions	0	105
Insurance	0	171
Legal Fees	3,910	581
Do not USE (Use 620)	0	113
Mosquito Spraying	2,063	1,947
Office Supplies	5,747	205
Outreach/Incentives for GM	0	698
Payroll	5,980	5,884
Payroll Taxes	470	594
Rent	900	878
SCAN	0	16
Signage - Yard Signs	200	0
Telephone & Internet	316	198
TOPS Monthly Fee	400	400
Utilities	<u>158</u>	<u>0</u>
Total Expenses	<u>39,425</u>	<u>29,711</u>
Increase/(Decrease) Unrestricted Net Assets	\$ <u>(1,887)</u>	\$ <u>7,791</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended June 30, 2017

	1 Month Ended				6 Months Ended			
	Jun. 30, 2017	Budget	Variance	Pct	Jun. 30, 2017	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 11,214	\$ 10,663	\$ 551	5	\$ 54,320	\$ 63,975	\$ (9,655)	(15)
Memberships - Associate	0	0	0	0	200	0	200	0
Safety and Security	20,229	19,663	566	3	98,253	117,975	(19,722)	(17)
Architectural Fee	635	292	343	118	2,345	1,750	595	34
Interest & Fees	0	83	(83)	(100)	65	500	(435)	(87)
Legal Fee Reimbursement	525	750	(225)	(30)	3,275	4,500	(1,225)	(27)
Interest (Chase)	142	0	142	0	429	0	429	0
SCAN	1,743	1,250	493	39	11,642	7,500	4,142	55
Transfer Fees	3,000	2,917	83	3	18,950	17,500	1,450	8
Refinance Fees	50	150	(100)	(67)	1,000	900	100	11
Total Revenues	37,537	35,767	1,771	5	190,479	214,600	(24,121)	(11)
Expenses								
Accounting	934	583	351	60	4,184	3,500	684	20
Bank/Merchant Charges	177	208	(32)	(15)	2,311	1,250	1,061	85
Beautification Project	0	125	(125)	(100)	0	750	(750)	(100)
Community Projects	0	42	(42)	(100)	28	250	(222)	(89)
Safety and Security	18,170	16,833	1,337	8	100,567	101,000	(433)	(0)
Donation	0	25	(25)	(100)	400	150	250	167
Website & Other	0	25	(25)	(100)	0	150	(150)	(100)
Economic Development S	0	0	0	0	1,200	0	1,200	0
Esplanades	0	125	(125)	(100)	924	750	174	23
Insurance	0	250	(250)	(100)	1,139	1,500	(361)	(24)
Legal Fees	3,910	2,917	994	34	12,658	17,500	(4,842)	(28)
Mosquito Spraying	2,063	2,086	(23)	(1)	4,126	6,257	(2,131)	(34)
Office Supplies	5,747	667	5,080	762	12,034	4,000	8,034	201
Outreach/Incentives for G	0	83	(83)	(100)	279	500	(221)	(44)
Payroll	5,980	6,500	(520)	(8)	34,434	39,000	(4,566)	(12)
Payroll Taxes	470	683	(213)	(31)	3,116	4,100	(984)	(24)
Rent	900	967	(67)	(7)	5,400	5,800	(400)	(7)
SCAN	0	3,750	(3,750)	(100)	13,667	22,500	(8,833)	(39)
SCAN - Photographer	0	0	0	0	525	0	525	0
Signage - Yard Signs	200	0	200	0	200	0	200	0
Telephone & Internet	316	217	99	46	1,490	1,300	190	15
TOPS Monthly Fee	400	400	0	0	2,411	2,400	11	0
Utilities	158	150	8	5	787	900	(113)	(13)
Total Expenses	39,425	36,636	2,789	8	201,879	213,557	(11,678)	(5)
Increase/(Decrease) Unrest	\$ (1,887)	\$ (869)	\$ (1,018)	117	\$ (11,400)	\$ 1,043	\$ (12,443)	(999)

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended June 30, 2017

	1 Month Ended Jun. 30, 2017	6 Months Ended Jun. 30, 2017
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (1,887)	\$ (11,400)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Rent	\$ 0	\$ 900
Prepaid Expense	0	(637)
FUTA Payable	0	1
SUTA Payable	13	85
Deferred Income - 2017 Dues	(9,017)	46,832
Deferred Income - 2017 S&S	(15,876)	82,321
Total Adjustments	(24,880)	129,503
Cash Provided (Used) By Operations	(26,767)	118,103
Net Increase (Decrease) In Cash	(26,767)	118,103
Cash at Beginning of Period	428,542	283,672
Cash at End of Period	\$ 401,775	\$ 401,775

See Attached Accountant's Compilation Report.

ACCOUNT DESCRIPTION:

City Bank - Operating Account

G/L ACCOUNT #: 100 **Month** June **YEAR:** 2017

BEG. BOOK BALANCE: 16,820.78 **BALANCE PER BANK:** 37,109.01

ADD: DEPOSITS		DEPOSITS IN TRANSIT:	
GL #	AMOUNT	DATE	AMOUNT
Deposit	59,112.50	<u> </u>	<u> </u>
Collections	<u> </u>	<u> </u>	<u> </u>
Redeposit returned items	<u> </u>	<u> </u>	<u> </u>
Bank Fee	<u> </u>	<u> </u>	<u> </u>
TOTAL DEPOSITS	<u>59,112.50</u>	DEPOSITS IN TRANSIT:	<u>0.00</u>

LESS: CHECKS **200.00** **OUTSTANDING CHECKS** **0.00**

LESS: DEBIT MEMOS		CORRECTING JOURNAL ENTRIES	
GL#	AMOUNT	JE#	AMOUNT
Misc Debits	32,053.43	<u> </u>	<u> </u>
Payroll	5,222.96	<u> </u>	<u> </u>
Tax	1,347.88	<u> </u>	<u> </u>
FUTA & SUTA	<u> </u>	<u> </u>	<u> </u>
TOTAL DEBIT MEMOS	<u>38,624.27</u>	TOTAL JE'S	<u>0.00</u>

BALANCE PER BOOKS: 37,109.01 **BALANCE PER BANK:** 37,109.01 **0.00**
Per Check Register: 37,109.01 **Per Easy:** 37,109.01 **0.00**
0.00

OUTSTANDING CHECKS

<u>CK. #</u>	<u>AMOUNT</u>	<u>CK#</u>	<u>AMOUNT</u>	<u>CK. #</u>	<u>AMOUNT</u>
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Total: 0.00 **Total:** 0.00 **Total:** 0.00

TOTALS: 0.00

**Sharpstown Civic Association
City Bank
Check Register**

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
6/1/2017	Beginning Balance				16,820.78
6/15/2017	Joseph Merry	Ck 133	200.00		16,620.78
6/1/2017	Johnson Samuel	Ck 166	775.18		15,845.60
6/1/2017	Scott Gilbert	Ck 167	1805.47		14,040.13
6/2/2017	IRS	ACH	668.15		13,371.98
6/16/2017	Johnson Samuel	Ck 168	801.15		12,570.83
6/16/2017	Scott Gilbert	Ck 169	1841.16		10,729.67
6/20/2017	IRS	ACH	679.73		10,049.94
5/19/2017	Coveler & Associates	ACH	583.95		9,465.99
5/19/2017	Robert R Sims	ACH	900.00		8,565.99
6/1/2017	City of Houston	ACH	27.93		8,538.06
6/1/2017	Liberty Office Products	ACH	260.58		8,277.48
6/1/2017	Business Extension Bureau	ACH	4933.40		3,344.08
6/1/2017	Capizmo	ACH	100.74		3,243.34
6/16/2017	Liberty Office Products	ACH	171.68		3,071.66
6/16/2017	Lambright & Associates	ACH	3910.47		-838.81
6/16/2017	SEAL Security Solutions	ACH	18170.00		-19,008.81
6/16/2017	Cypress Creek Mosquito Control	ACH	2063.00		-21,071.81
6/16/2017	Coveler & Associates	ACH	350.00		-21,421.81
6/1/2017	USPS	Debit	6.59		-21,428.40
6/2/2017	City of Houston	Debit	25.39		-21,453.79
6/2/2017	Houston WT	Debit	1.50		-21,455.29
6/5/2017	USPS	Debit	9.52		-21,464.81
6/6/2017	USPS	Debit	17.03		-21,481.84
6/7/2017	USPS	Debit	16.82		-21,498.66
6/7/2017	Fedex	Debit	13.12		-21,511.78
6/7/2017	Fedex	Debit	1.61		-21,513.39
6/9/2017	USPS	Debit	6.10		-21,519.49
6/13/2017	USPS	Debit	62.18		-21,581.67
6/14/2017	Baker's Safe and Lock	Debit	12.99		-21,594.66
6/16/2017	USPS	Debit	32.95		-21,627.61
6/19/2017	Fiesta	Debit	8.73		-21,636.34
6/19/2017	Office Max	Debit	8.87		-21,645.21
6/22/2017	Sam's Club	Debit	19.98		-21,665.19
6/23/2017	USPS	Debit	6.59		-21,671.78
6/23/2017	USPS	Debit	6.59		-21,678.37
6/25/2017	Capizmo	Debit	100.74		-21,779.11
6/26/2017	Reliant Energy	Debit	103.16		-21,882.27
6/29/2017	Comcast	Debit	103.76		-21,986.03
6/30/2017	Sam's Club	Debit	17.46		-22,003.49
9/30/2017	Deposit	-		59112.5	37,109.01
		Disbursemen	38824.27	59112.50	Deposits
		Payroll	5222.96		Debits
		IRS	1347.88		
		Checks	200.00		
		Misc Debits	32053.43		
		Total Check	38824.27	59112.50	Collections

ACCOUNT DESCRIPTION:

Chase - Operating Account

G/L ACCOUNT #: 101 **Month** June **YEAR:** 2017

BEG. BOOK BALANCE: 41,395.38 **BALANCE PER BANK:** 14,198.06

ADD: DEPOSITS		DEPOSITS IN TRANSIT:	
GL #	AMOUNT	DATE	AMOUNT
Deposit	3,663.49	_____	_____
Collections	_____	_____	_____
Redeposit returned items	_____	_____	_____
Bank Fee	_____	_____	_____
TOTAL DEPOSITS		DEPOSITS IN TRANSIT:	0.00
	<u>3,663.49</u>		

LESS: CHECKS 30,000.00 **OUTSTANDING CHECKS** 0.00

LESS: DEBIT MEMOS		CORRECTING JOURNAL ENTRIES	
GL#	AMOUNT	JE#	AMOUNT
Misc Debits	860.81	_____	_____
Payroll	0.00	_____	_____
Tax	0.00	_____	_____
FUTA & SUTA	_____	_____	_____
TOTAL DEBIT MEMOS		TOTAL JE'S	0.00
	<u>860.81</u>		

BALANCE PER BOOKS: 14,198.06 **BALANCE PER BANK:** 14,198.06 **0.00**
Per Check Register: 14,198.06 **Per Easy:** 14,198.06 **0.00**
0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
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Total: **0.00** **Total:** **0.00** **Total:** **0.00**

TOTALS: 0.00

Sharpstown Civic Association, Inc.
2017
Chase Bank
Check Register

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
6/1/2017	Beginning Balance				41,395.38
6/1/2017	FDMS Okb	ACH	450.00		40,945.38
6/5/2017	TOPS	ACH	400.00		40,545.38
6/11/2017	Google Storage	Debit	10.81		40,534.57
6/15/2017	SCA - City Operating	5306	30000.00		10,534.57
6/30/2017	Deposit			3663.49	14,198.06
		Payroll	0.00	0.00 Debits	
		IRS	0.00		
		Misc Debit:	860.81		
		Checks	30000.00		
		Disbursemer	30860.81	3663.49 Deposits	