

COVELER & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

TWO MEMORIAL CITY PLAZA
820 GESSNER, SUITE 1710
HOUSTON, TEXAS 77024-8261
Telephone (713) 827-8998
Facsimile (713) 984-0670

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 May 31, 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 five 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.
June 9, 2017

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
May 31, 2017

ASSETS

Current Assets			
City Bank - Cash	\$	16,821	
Chase Checking - Cash		41,395	
Chase Savings		7	
City Bank Savings		370,320	
Prepaid Expense		<u>874</u>	
Total Current Assets	\$		429,417
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>430,517</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	11	
SUTA Payable		72	
Deferred Income - 2017 Dues		76,299	
Deferred Income - 2017 S&S		<u>136,798</u>	
Total Current Liabilities	\$		213,179
Unrestricted Net Assets			
Unrestricted Net Assets		226,851	
Increase/(Decrease) in Unrestricted Net Assets		<u>(9,513)</u>	
Total Unrestricted Net Assets			<u>217,338</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>430,517</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended May 31, 2017

	1 Month Ended May 31, 2017	5 Months Ended May 31, 2017
Revenues		
Memberships - Full	\$ 10,900	\$ 43,106
Memberships - Associate	150	200
Safety and Security	19,543	78,025
Architectural Fee	475	1,710
Interest & Fees	0	65
Legal Fee Reimbursement	1,965	2,750
Interest (Chase)	141	287
SCAN	1,794	9,899
Transfer Fees	4,500	15,950
Foreclosure Fee	187	0
Refinance Fees	200	950
 Total Revenues	 39,855	 152,942
Expenses		
Accounting	350	3,250
Bank/Merchant Charges	520	2,134
Community Projects	0	28
Safety and Security	15,846	82,397
Donation	0	400
Economic Development Supplies	0	1,200
Esplanades	336	924
Insurance	0	1,139
Legal Fees	550	8,748
Mosquito Spraying	2,063	2,063
Office Supplies	1,238	6,287
Outreach/Incentives for GM	52	279
Payroll	5,532	28,454
Payroll Taxes	458	2,646
Rent	900	4,500
SCAN	1,468	13,667
SCAN - Photographer	195	525
Telephone & Internet	215	1,174
TOPS Monthly Fee	400	2,011
Utilities	92	629
 Total Expenses	 30,216	 162,455
 Increase/(Decrease) Unrestricted Net Assets	 \$ 9,639	 \$ (9,513)

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended May 31, 2017 and 2016

	<u>1 Month Ended</u> <u>May 31, 2017</u>	<u>1 Month Ended</u> <u>May 31, 2016</u>
Revenues		
Memberships - Full	\$ 10,900	\$ 11,036
Memberships - Associate	150	0
Safety and Security	19,543	19,740
Architectural Fee	475	185
Legal Fee Reimbursement	1,965	0
Interest (Chase)	141	27
SCAN	1,794	745
Transfer Fees	4,500	2,700
Foreclosure Fee	187	0
Refinance Fees	<u>200</u>	<u>0</u>
Total Revenues	<u>39,855</u>	<u>34,432</u>
Expenses		
Accounting	350	352
Bank/Merchant Charges	520	0
Safety and Security	15,846	14,720
Deed Restrictions	0	44
Donation	0	350
Esplanades	336	280
Insurance	0	171
Legal Fees	550	2,484
Do not USE (Use 620)	0	162
Mosquito Spraying	2,063	981
Office Supplies	1,238	142
Outreach/Incentives for GM	52	31
Payroll	5,532	5,244
Payroll Taxes	458	527
Rent	900	878
SCAN	1,468	2,399
SCAN - Photographer	195	0
Telephone & Internet	215	198
TOPS Monthly Fee	400	400
Utilities	<u>92</u>	<u>0</u>
Total Expenses	<u>30,216</u>	<u>29,363</u>
Increase/(Decrease) Unrestricted Net Assets	\$ <u>9,639</u>	\$ <u>5,069</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended May 31, 2017

	1 Month Ended May 31, 2017	5 Months Ended May 31, 2017
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 9,639	\$ (9,513)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Rent	\$ 0	\$ 900
Prepaid Expense	0	(637)
FUTA Payable	1	1
SUTA Payable	(279)	72
Deferred Income - 2017 Dues	(4,915)	55,849
Deferred Income - 2017 S&S	(8,494)	98,198
	(13,687)	154,383
Total Adjustments		
Cash Provided (Used) By Operations	(4,048)	144,870
Net Increase (Decrease) In Cash	(4,048)	144,870
Cash at Beginning of Period	432,590	283,672
Cash at End of Period	\$ 428,542	\$ 428,542

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended May 31, 2017

	1 Month Ended				5 Months Ended			
	May 31, 2017	Budget	Variance	Pct	May 31, 2017	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 10,900	\$ 10,663	\$ 237	2	\$ 43,106	\$ 53,313	\$ (10,206)	(19)
Memberships - Associate	150	0	150	0	200	0	200	0
Safety and Security	19,543	19,663	(120)	(1)	78,025	98,313	(20,288)	(21)
Architectural Fee	475	292	183	63	1,710	1,458	252	17
Interest & Fees	0	83	(83)	(100)	65	417	(351)	(84)
Legal Fee Reimbursement	1,965	750	1,215	162	2,750	3,750	(1,000)	(27)
Interest (Chase)	141	0	141	0	287	0	287	0
SCAN	1,794	1,250	544	44	9,899	6,250	3,649	58
Transfer Fees	4,500	2,917	1,583	54	15,950	14,583	1,367	9
Foreclosure Fee	187	0	187	0	0	0	0	0
Refinance Fees	200	150	50	33	950	750	200	27
Total Revenues	39,855	35,767	4,088	11	152,942	178,833	(25,891)	(14)
Expenses								
Accounting	350	583	(233)	(40)	3,250	2,917	333	11
Bank/Merchant Charges	520	208	312	150	2,134	1,042	1,093	105
Beautification Project	0	125	(125)	(100)	0	625	(625)	(100)
Community Projects	0	42	(42)	(100)	28	208	(181)	(87)
Safety and Security	15,846	16,833	(987)	(6)	82,397	84,167	(1,770)	(2)
Donation	0	25	(25)	(100)	400	125	275	220
Website & Other	0	25	(25)	(100)	0	125	(125)	(100)
Economic Development S	0	0	0	0	1,200	0	1,200	0
Esplanades	336	125	211	169	924	625	299	48
Insurance	0	250	(250)	(100)	1,139	1,250	(111)	(9)
Legal Fees	550	2,917	(2,367)	(81)	8,748	14,583	(5,836)	(40)
Mosquito Spraying	2,063	2,086	(23)	(1)	2,063	4,171	(2,108)	(51)
Office Supplies	1,238	667	571	86	6,287	3,333	2,954	89
Outreach/Incentives for G	52	83	(31)	(38)	279	417	(137)	(33)
Payroll	5,532	6,500	(968)	(15)	28,454	32,500	(4,046)	(12)
Payroll Taxes	458	683	(225)	(33)	2,646	3,417	(771)	(23)
Rent	900	967	(67)	(7)	4,500	4,833	(333)	(7)
SCAN	1,468	3,750	(2,282)	(61)	13,667	18,750	(5,083)	(27)
SCAN - Photographer	195	0	195	0	525	0	525	0
Telephone & Internet	215	217	(1)	(1)	1,174	1,083	91	8
TOPS Monthly Fee	400	400	0	0	2,011	2,000	11	1
Utilities	92	150	(58)	(39)	629	750	(121)	(16)
Total Expenses	30,216	36,636	(6,420)	(18)	162,455	176,922	(14,467)	(8)
Increase/(Decrease) Unrest	\$ 9,639	\$ (869)	\$ 10,508	(999)	\$ (9,513)	\$ 1,912	\$ (11,425)	(598)

See Attached Accountant's Compilation Report.

**Sharpstown Civic Association
City Bank
Check Register**

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
5/1/2017	Beginning Balance				26,030.91
4/5/2017	John Cox	125	195.00		25,835.91
5/1/2017	Johnson Samuel	129	676.83		25,159.08
5/1/2017	Scott Gilbert	130	1599.36		23,559.72
5/3/2017	IRS	ACH	560.88		22,998.84
4/28/2017	Business Extension Bureau	131	162.38		22,836.46
5/11/2017	Business Extension Bureau	132	1467.61		21,368.85
5/1/2017	Charmaine LeBlanc	161	436.46		20,932.39
5/5/2017	Liberty Office Products	162	311.97		20,620.42
5/5/2017	Coveler & Associates	163	350.00		20,270.42
5/16/2017	Johnson Samuel	164	748.88		19,521.54
5/16/2017	Scott Gilbert	165	1833.03		17,688.51
5/19/2017	IRS	ACH	666.57		17,021.94
4/24/2017	Capizmo	100007	100.74		16,921.20
5/19/2017	Robert R Sims	100008	900.00		16,021.20
5/5/2017	Expert Yard Care	100009	336.00		15,685.20
5/5/2017	Lambright & Associates	100010	550.00		15,135.20
5/5/2017	SEAL Security Solutions	100011	15410.00		-274.80
5/19/2017	Business Extension Bureau	100012	394.90		-669.70
5/19/2017	Cypress Creek Mosquito Control	100015	2063.00		-2,732.70
5/31/2017	City Bank Service Charge	ACH	5.40		-2,738.10
5/4/2017	USPS	Debit	25.87		-2,763.97
5/10/2017	USPS	Debit	6.59		-2,770.56
5/16/2017	USPS	Debit	6.10		-2,776.66
5/17/2017	USPS	Debit	6.10		-2,782.76
5/22/2017	USPS	Debit	61.62		-2,844.38
5/24/2017	Fedex	Debit	23.55		-2,867.93
5/25/2017	WalMart	Debit	51.98		-2,919.91
5/26/2017	Office Depot	Debit	10.81		-2,930.72
5/26/2017	Reliant Energy	Debit	91.95		-3,022.67
5/31/2017	USPS	Debit	98.00		-3,120.67
5/31/2017	Deposit	-		19941.45	16,820.78
		Disbursemen	29151.58	19941.45	Deposits
		Payroll	4858.10		Debits
		IRS	1227.45		
		Checks	22678.06		
		Misc Debits	387.97		
		Total Check	29151.58	19941.45	Collections

ACCOUNT DESCRIPTION:

City Bank - Operating Account

G/L ACCOUNT #: 100 Month May YEAR: 2017

BEG. BOOK BALANCE: 26,030.91 BALANCE PER BANK: 16,820.78

ADD: DEPOSITS

GL #	AMOUNT
Deposit	19,941.45
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 19,941.45 DEPOSITS IN TRANSIT: 0.00

LESS: CHECKS

22,678.06 OUTSTANDING CHECKS 0.00

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	387.97
Payroll	4,858.10
Tax	1,227.45
FUTA & SUTA	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 6,473.52 TOTAL JE'S 0.00

BALANCE PER BOOKS: 16,820.78 BALANCE PER BANK: 16,820.78 0.00
 Per Check Register: 16,820.78 Per Easy: 16,820.78 0.00
 0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT

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
5/1/2017	Beginning Balance				36,370.15
5/1/2017	Texas Workforce Commission	ACH	313.17		36,056.98
5/4/2017	Fdms Okb	ACH	184.09		35,872.89
5/8/2017	TOPS	Debit	400.00		35,472.89
5/12/2017	Google Storage	Debit	10.81		35,462.08
5/30/2017	Comcast	Debit	103.73		35,358.35
5/30/2017	Deposit	-		6037.03	41,395.38
		Payroll	0.00	0.00	Debits
		IRS	0.00		
		Misc Debits	1011.80		
		Checks	0.00		
		Disbursemer	1011.80	6037.03	Deposits

ACCOUNT DESCRIPTION:

Chase - Operating Account

G/L ACCOUNT #: 101 Month May YEAR: 2017

BEG. BOOK BALANCE: 36,370.15 BALANCE PER BANK: 41,395.38

ADD: DEPOSITS

GL #	AMOUNT
Deposit	6,037.03
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 6,037.03 DEPOSITS IN TRANSIT: 0.00

LESS: CHECKS 0.00 OUTSTANDING CHECKS 0.00

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	1,011.80
Payroll	0.00
Tax	0.00
FUTA & SUTA	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 1,011.80 TOTAL JE'S 0.00

BALANCE PER BOOKS: 41,395.38 BALANCE PER BANK: 41,395.38 0.00
 Per Check Register: 41,395.38 Per Easy: 41,395.38 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