

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 February 28, 2018, and the related statement of revenues and expenses – modified cash basis and statement of cash flow – modified cash basis for the one month and two 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.
March 5, 2018

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
February 28, 2018

ASSETS

Current Assets			
City Bank - Cash	\$	60,615	
Chase Checking - Cash		38,346	
Chase Savings		7	
City Bank Savings		318,410	
City Bank - Receivable		114	
Prepaid Expense		<u>1,336</u>	
Total Current Assets	\$		418,828
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>419,928</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	59	
SUTA Payable		47	
Deferred Income - 2018 Dues		67,888	
Deferred Income - 2018 S&S		<u>132,337</u>	
Total Current Liabilities	\$		200,331
Unrestricted Net Assets			
Unrestricted Net Assets		249,532	
Increase/(Decrease) in Unrestricted Net Assets		<u>(29,936)</u>	
Total Unrestricted Net Assets			<u>219,596</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>419,928</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended February 28, 2018

	1 Month Ended <u>Feb. 28, 2018</u>	2 Months Ended <u>Feb. 28, 2018</u>
Revenues		
Memberships - Full	\$ 7,152	\$ 12,870
Safety and Security	13,384	24,225
Architectural Fee	250	410
Legal Fee Reimbursement	280	715
Interest (Chase)	134	254
SCAN	1,715	2,975
Transfer Fees	5,500	5,750
Refinance Fees	<u>1,050</u>	<u>1,050</u>
 Total Revenues	 <u>29,465</u>	 <u>48,249</u>
Expenses		
Accounting	379	729
Bank/Merchant Charges	762	1,434
Community Projects	0	1,300
Safety and Security	16,739	32,057
Security Yard Sign	0	9,300
Esplanades/Lot Maintenance	0	420
Insurance	175	370
Legal Fees - DR/ACC	5,777	5,777
Office Supplies	975	6,737
Payroll	5,687	10,201
Payroll Taxes	493	887
Rent	1,100	2,200
SCAN	0	4,959
Telephone & Internet	213	540
TOPS Monthly Fee	430	860
Utilities	<u>188</u>	<u>415</u>
 Total Expenses	 <u>32,918</u>	 <u>78,185</u>
 Increase/(Decrease) Unrestricted Net Assets	 \$ <u><u>(3,454)</u></u>	 \$ <u><u>(29,936)</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended February 28, 2018 and 2017

	<u>1 Month Ended</u> <u>Feb. 28, 2018</u>	<u>1 Month Ended</u> <u>Feb. 28, 2017</u>
Revenues		
Memberships - Full	\$ 7,152	\$ 6,963
Safety and Security	13,384	12,878
Architectural Fee	250	155
Legal Fee Reimbursement	280	0
Interest (Chase)	134	7
SCAN	1,715	3,465
Transfer Fees	5,500	2,550
Foreclosure Fee	0	(187)
Refinance Fees	<u>1,050</u>	<u>200</u>
 Total Revenues	 <u>29,465</u>	 <u>26,031</u>
Expenses		
Accounting	379	0
Bank/Merchant Charges	762	132
Safety and Security	16,739	16,284
Esplanades/Lot Maintenance	0	588
Insurance	175	138
Legal Fees - DR/ACC	5,777	2,477
Office Supplies	975	329
Outreach/Incentives for GM	0	71
Payroll	5,687	6,285
Payroll Taxes	493	651
Rent	1,100	900
SCAN	0	5,020
Telephone & Internet	213	224
TOPS Monthly Fee	430	400
Utilities	<u>188</u>	<u>308</u>
 Total Expenses	 <u>32,918</u>	 <u>33,806</u>
 Increase/(Decrease) Unrestricted Net Assets	 <u>\$ (3,454)</u>	 <u>\$ (7,774)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended February 28, 2018

	1 Month Ended Feb. 28, 2018	2 Months Ended Feb. 28, 2018
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (3,454)	\$ (29,936)
Noncash Items Included in Net Income:		
Changes in:		
City Bank - Receivable	\$ 0	\$ (114)
Prepaid Expense	175	(689)
FUTA Payable	32	59
SUTA Payable	26	47
Deferred Income - 2018 Dues	8,220	57,988
Deferred Income - 2018 S&S	16,385	113,416
Total Adjustments	24,838	170,707
Cash Provided (Used) By Operations	21,384	140,772
Net Increase (Decrease) In Cash	21,384	140,772
Cash at Beginning of Period	395,994	276,606
Cash at End of Period	\$ 417,378	\$ 417,378

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended February 28, 2018

	1 Month Ended				2 Months Ended			
	Feb. 28, 2018	Budget	Variance	Pct	Feb. 28, 2018	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 7,152	\$ 11,000	\$ (3,848)	(35)	\$ 12,870	\$ 22,000	\$ (9,130)	(41)
Memberships - Associate	0	33	(33)	(100)	0	67	(67)	(100)
Safety and Security	13,384	21,667	(8,283)	(38)	24,225	43,333	(19,108)	(44)
Architectural Fee	250	333	(83)	(25)	410	667	(257)	(39)
Interest & Fees	0	100	(100)	(100)	0	200	(200)	(100)
Legal Fee Reimbursement	280	583	(303)	(52)	715	1,167	(452)	(39)
Interest (Chase)	134	0	134	0	254	0	254	0
SCAN	1,715	1,333	382	29	2,975	2,667	308	12
Community Project - Dona	0	125	(125)	(100)	0	250	(250)	(100)
Transfer Fees	5,500	3,583	1,917	53	5,750	7,167	(1,417)	(20)
Refinance Fees	1,050	167	883	530	1,050	333	717	215
Total Revenues	29,465	38,925	(9,460)	(24)	48,249	77,850	(29,601)	(38)
Expenses								
Accounting	379	583	(204)	(35)	729	1,167	(437)	(37)
Bank/Merchall Charges	762	292	470	161	1,434	583	851	146
Beautification Project	0	125	(125)	(100)	0	250	(250)	(100)
Community Projects	0	333	(333)	(100)	1,300	667	633	95
Safety and Security	16,739	19,195	(2,457)	(13)	32,057	38,390	(6,334)	(16)
Security Yard Sign	0	833	(833)	(100)	9,300	1,667	7,633	458
Deed Restrictions	0	167	(167)	(100)	0	333	(333)	(100)
External Groups	0	83	(83)	(100)	0	167	(167)	(100)
Esplanades/Lot Maintena	0	250	(250)	(100)	420	500	(80)	(16)
Public Relations	0	42	(42)	(100)	0	83	(83)	(100)
Insurance	175	167	8	5	370	333	37	11
Legal Fees - DR/ACC	5,777	2,083	3,693	177	5,777	4,167	1,610	39
Legal Fees - Other	0	667	(667)	(100)	0	1,333	(1,333)	(100)
Membership Promotion	0	167	(167)	(100)	0	333	(333)	(100)
Mosquito Spraying	0	1,613	(1,613)	(100)	0	3,226	(3,226)	(100)
Office Supplies	975	667	309	46	6,737	1,333	5,404	405
Outreach/Incentives for G	0	208	(208)	(100)	0	417	(417)	(100)
Payroll	5,687	6,000	(313)	(5)	10,201	12,000	(1,799)	(15)
Payroll Taxes	493	495	(2)	(0)	887	990	(104)	(10)
Rent	1,100	1,100	0	0	2,200	2,200	0	0
SCAN	0	2,833	(2,833)	(100)	4,959	5,667	(708)	(12)
Yard Signs - Not Security	0	25	(25)	(100)	0	50	(50)	(100)
Telephone & Internet	213	250	(37)	(15)	540	500	40	8
TOPS Monthly Fee	430	400	30	8	860	800	60	8
Utilities	188	133	55	41	415	267	148	56
Total Expenses	32,918	38,712	(5,793)	(15)	78,185	77,423	762	1
Increase/(Decrease) Unrest	\$ (3,454)	\$ 213	\$ (3,667)	(999)	\$ (29,936)	\$ 427	\$ (30,362)	(999)

See Attached Accountant's Compilation Report.

CITY BANK

G/L ACCOUNT #: 100 Month February YEAR: 2018

BEG. BOOK BALANCE: 39,364.95 **BALANCE PER BANK:** 55,385.29

ADD: DEPOSITS

GL #	AMOUNT
Deposit	53,442.67
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT
2/28/2018	5608.83

TOTAL DEPOSITS 53,442.67 **DEPOSITS IN TRANSIT:** 5,608.83

LESS: CHECKS

24,033.45

OUTSTANDING

CHECKS

379.34

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	1,880.18
Payroll	5,039.95
Tax	1,239.26
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 8,159.39 **TOTAL JE'S** 0.00

BALANCE PER BOOKS:

60,614.78

BALANCE PER BANK:

60,614.78

0.00

Per Check Register:

60,614.78

Per Easy:

60,614.78

0.00

0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
C&A	379.34				

Total: 379.34

Total: 0.00

Total: 0.00

TOTALS: 379.34

**Sharpstown Civic Association
City Bank
Check Register**

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
02/01/18	Beginning Balance				39,364.95
2/1/2018	Johnson Samuel	2	809.96		38,554.99
2/1/2018	Scott Gilbert	1	1742.00		36,812.99
2/1/2018	IRS	-	639.63		36,173.36
2/16/2018	Johnson Samuel	2	688.48		35,484.88
2/16/2018	Scott Gilbert	1	1799.51		33,685.37
2/16/2018	IRS	-	599.63		33,085.74
2/13/2018	Robert R Sims	100059	1100.00		31,985.74
2/28/2018	Capizmo	100067	100.40		31,885.34
2/26/2018	Lambright and Assoc	100069	5776.79		26,108.55
2/23/2018	Liberty Office Products	100070	317.76		25,790.79
2/23/2018	SEAL Security Solutions	100072	16738.50		9,052.29
2/2/2018	Water Bill City of Houston	-	15.01		9,037.28
2/6/2018	City Bank Service Charge	-	5.00		9,032.28
2/6/2018	TOPS	-	430.00		8,602.28
2/6/2018	Returned check from membership	-	250.00		8,352.28
2/7/2018	USPS	-	35.00		8,317.28
2/7/2018	USPS	-	11.32		8,305.96
2/7/2018	USPS	-	26.80		8,279.16
2/8/2018	Ipower	-	11.99		8,267.17
2/12/2018	USPS	-	10.65		8,256.52
2/13/2018	USPS	-	35.00		8,221.52
2/16/2018	Charmaine LeBlanc	-	352.32		7,869.20
2/16/2018	Coveler & Associates, PC	-	379.34		7,489.86
2/20/2018	USPS	-	2.47		7,487.39
2/22/2018	Baker Safe and Lock	-	6.50		7,480.89
2/23/2018	HEB	-	18.66		7,462.23
2/26/2018	Capizmo	-	100.94		7,361.29
2/26/2018	Reliant Energy	-	173.35		7,187.94
2/26/2018	USPS	-	1.33		7,186.61
2/28/2018	Bank Fee	-	14.50		7,172.11
2/28/2018	Deposit	-		53442.67	60,614.78
		Disbursemen	32192.84	53442.67	Deposits
		Payroll	5039.95		Debits
		IRS	1239.26		
		Checks	24033.45		
		Misc Debits	1880.18		
		Total Check	32192.84	53442.67	Collections
03/01/18	Beginning Balance				60,614.78

G/L ACCOUNT #: 101 Month February YEAR: 2018

BEG. BOOK BALANCE: 38,346.28 BALANCE PER BANK: 38,346.28

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

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

BALANCE PER BOOKS:	<u>38,346.28</u>	BALANCE PER BANK:	<u>38,346.28</u>	0.00
Per Check Register:	38,346.28	Per Easy:	38,346.28	
	0.00			

OUTSTANDING CHECKS					
CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
	_____		_____		_____
Total:	0.00	Total:	0.00	Total:	0.00

TOTALS: 0.00