

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 May 31, 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 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 5, 2018

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
May 31, 2018

ASSETS

Current Assets			
City Bank - Cash	\$	26,423	
City Bank Savings		400,661	
Prepaid Rent		1,100	
Prepaid Expense		<u>788</u>	
Total Current Assets	\$		428,973
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>430,073</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	15	
SUTA Payable		15	
Deferred Income - 2018 Dues		74,549	
Deferred Income - 2018 S&S		<u>138,791</u>	
Total Current Liabilities	\$		213,371
Unrestricted Net Assets			
Unrestricted Net Assets		249,532	
Increase/(Decrease) in Unrestricted Net Assets		<u>(32,830)</u>	
Total Unrestricted Net Assets			<u>216,702</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>430,073</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, 2018

	<u>1 Month Ended</u> <u>May 31, 2018</u>	<u>5 Months Ended</u> <u>May 31, 2018</u>
Revenues		
Memberships - Full	\$ 10,650	\$ 42,687
Safety and Security	19,827	79,207
Architectural Fee	110	995
Legal Fee Reimbursement	1,488	5,203
Interest (Chase)	238	916
SCAN	0	3,450
Transfer Fees	8,150	20,650
Refinance Fees	<u>750</u>	<u>2,250</u>
Total Revenues	<u>41,213</u>	<u>155,358</u>
Expenses		
Accounting	378	3,079
Bank/Merchant Charges	157	2,289
Community Projects	2,673	3,973
Safety and Security	15,870	78,885
Security Yard Sign	0	9,300
Esplanades/Lot Maintenance	0	756
Insurance	186	1,776
Legal Fees - DR/ACC	7,282	19,086
Membership Promotion	37	1,566
Mosquito Spraying	2,268	4,536
Office Supplies	841	8,380
Outreach/Incentives for GM	107	107
Payroll	5,747	27,096
Payroll Taxes	453	2,234
Rent	1,100	5,500
SCAN	1,546	15,217
Telephone & Internet	223	1,408
TOPS Monthly Fee	430	2,150
Utilities	<u>121</u>	<u>850</u>
Total Expenses	<u>39,419</u>	<u>188,187</u>
Increase/(Decrease) Unrestricted Net Assets	<u>\$ 1,794</u>	<u>\$ (32,830)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended May 31, 2018 and 2017

	1 Month Ended May 31, 2018		1 Month Ended May 31, 2017
Revenues			
Memberships - Full	\$ 10,650	\$	10,900
Memberships - Associate	0		150
Safety and Security	19,827		19,543
Architectural Fee	110		475
Legal Fee Reimbursement	1,488		1,965
Interest (Chase)	238		141
SCAN	0		1,794
Transfer Fees	8,150		4,500
Foreclosure Fee	0		187
Refinance Fees	750		200
 Total Revenues	 41,213		 39,855
 Expenses			
Accounting	378		350
Bank/Merchant Charges	157		520
Community Projects	2,673		0
Safety and Security	15,870		15,846
Esplanades/Lot Maintenance	0		336
Insurance	186		0
Legal Fees - DR/ACC	7,282		550
Membership Promotion	37		0
Mosquito Spraying	2,268		2,063
Office Supplies	841		1,238
Outreach/Incentives for GM	107		52
Payroll	5,747		5,532
Payroll Taxes	453		458
Rent	1,100		900
SCAN	1,546		1,468
SCAN - Photographer	0		195
Telephone & Internet	223		215
TOPS Monthly Fee	430		400
Utilities	121		92
 Total Expenses	 39,419		 30,216
 Increase/(Decrease) Unrestricted Net Assets	 \$ 1,794	 \$	 9,639

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended May 31, 2018

	1 Month Ended				5 Months Ended			
	May 31, 2018	Budget	Variance	Pct	May 31, 2018	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 10,650	\$ 11,000	\$ (350)	(3)	\$ 42,687	\$ 55,000	\$ (12,313)	(22)
Memberships - Associate	0	33	(33)	(100)	0	167	(167)	(100)
Safety and Security	19,827	21,667	(1,839)	(8)	79,207	108,333	(29,126)	(27)
Architectural Fee	110	333	(223)	(67)	995	1,667	(672)	(40)
Interest & Fees	0	100	(100)	(100)	0	500	(500)	(100)
Legal Fee Reimbursement	1,488	583	904	155	5,203	2,917	2,286	78
Interest (Chase)	238	0	238	0	916	0	916	0
SCAN	0	1,333	(1,333)	(100)	3,450	6,667	(3,216)	(48)
Community Project - Dona	0	125	(125)	(100)	0	625	(625)	(100)
Transfer Fees	8,150	3,583	4,567	127	20,650	17,917	2,733	15
Refinance Fees	750	167	583	350	2,250	833	1,417	170
Total Revenues	41,213	38,925	2,288	6	155,358	194,625	(39,268)	(20)
Expenses								
Accounting	378	583	(206)	(35)	3,079	2,917	162	6
Bank/Merchant Charges	157	292	(134)	(46)	2,289	1,458	831	57
Beautification Project	0	125	(125)	(100)	0	625	(625)	(100)
Community Projects	2,673	333	2,340	702	3,973	1,667	2,306	138
Safety and Security	15,870	19,195	(3,325)	(17)	78,885	95,976	(17,091)	(18)
Security Yard Sign	0	833	(833)	(100)	9,300	4,167	5,133	123
Deed Restrictions	0	167	(167)	(100)	0	833	(833)	(100)
External Groups	0	83	(83)	(100)	0	417	(417)	(100)
Esplanades/Lot Maintena	0	250	(250)	(100)	756	1,250	(494)	(40)
Public Relations	0	42	(42)	(100)	0	208	(208)	(100)
Insurance	186	167	20	12	1,776	833	942	113
Legal Fees - DR/ACC	7,282	2,083	5,198	250	19,086	10,417	8,669	83
Legal Fees - Other	0	667	(667)	(100)	0	3,333	(3,333)	(100)
Membership Promotion	37	167	(130)	(78)	1,566	833	733	88
Mosquito Spraying	2,268	1,613	655	41	4,536	8,065	(3,529)	(44)
Office Supplies	841	667	174	26	8,380	3,333	5,047	151
Outreach/Incentives for G	107	208	(101)	(49)	107	1,042	(935)	(90)
Payroll	5,747	6,000	(253)	(4)	27,096	30,000	(2,904)	(10)
Payroll Taxes	453	495	(42)	(8)	2,234	2,476	(242)	(10)
Rent	1,100	1,100	0	0	5,500	5,500	0	0
SCAN	1,546	2,833	(1,287)	(45)	15,217	14,167	1,050	7
Yard Signs - Not Security	0	25	(25)	(100)	0	125	(125)	(100)
Telephone & Internet	223	250	(27)	(11)	1,408	1,250	158	13
TOPS Monthly Fee	430	400	30	8	2,150	2,000	150	8
Utilities	121	133	(12)	(9)	850	667	184	28
Total Expenses	39,419	38,712	707	2	188,187	193,558	(5,371)	(3)
Increase/(Decrease) Unrest	\$ 1,794	\$ 213	\$ 1,581	741	\$ (32,830)	\$ 1,067	\$ (33,897)	(999)

Sharpstown Civic Association, Inc.
 Statement of Cash Flow
 Modified Cash Basis
 For the Period Ended May 31, 2018

	1 Month Ended May 31, 2018	5 Months Ended May 31, 2018
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 1,794	\$ (32,830)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Rent	\$ 0	\$ (1,100)
Prepaid Expense	186	(141)
FUTA Payable	6	15
SUTA Payable	8	15
Deferred Income - 2018 Dues	(6,516)	64,649
Deferred Income - 2018 S&S	<u>(11,664)</u>	<u>119,870</u>
Total Adjustments	<u>(17,981)</u>	<u>183,307</u>
Cash Provided (Used) By Operations	<u>(16,187)</u>	<u>150,478</u>
Net Increase (Decrease) In Cash	(16,187)	150,478
Cash at Beginning of Period	<u>443,271</u>	<u>276,606</u>
Cash at End of Period	\$ <u><u>427,084</u></u>	\$ <u><u>427,084</u></u>

See Attached Accountant's Compilation Report.

**Sharpstown Civic Association
City Bank
Check Register**

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
05/31/18	Beginning Balance				42,847.71
5/21/2018	Business Extension Bureau	153	1546.22		41,301.49
5/25/2018	Coveler & Associates	100085	377.52		40,923.97
5/23/2018	Lambright & Associates	100086	7281.78		33,642.19
5/21/2018	Liberty Office Products	100087	393.99		33,248.20
5/30/2018	Robert R Sims	100088	1100.00		32,148.20
5/22/2018	SEAL Security Solutions	100089	15870.00		16,278.20
5/3/2018	Johnson Samuel	ACH	773.81		15,504.39
5/3/2018	Scott Gilbert	ACH	1811.40		13,692.99
5/3/2018	IRS	ACH	627.33		13,065.66
5/17/2018	Johnson Samuel	ACH	773.81		12,291.85
5/17/2018	Scott Gilbert	ACH	1806.00		10,485.85
5/17/2018	IRS	ACH	627.33		9,858.52
5/3/2018	City of Houston - Water Bill	ACH	15.13		9,843.39
5/29/2018	Capizmo	ACH	100.86		9,742.53
5/17/2018	Charmaine LeBlanc	ACH	2673.00		7,069.53
5/30/2018	Comcast	ACH	111.31		6,958.22
5/17/2018	Cypress Creek Mosquito Control	ACH	2267.80		4,690.42
5/24/2018	Firehouse Subs	ACH	30.00		4,660.42
5/14/2018	Google Storage	ACH	10.65		4,649.77
5/25/2018	Home Depot	ACH	37.15		4,612.62
5/24/2018	Papas Bar B Q	ACH	30.00		4,582.62
5/29/2018	Reliant Energy	ACH	106.17		4,476.45
5/24/2018	Sam's Club	ACH	46.90		4,429.55
5/8/2018	TOPS	ACH	430.00		3,999.55
5/2/2018	USPS	ACH	6.20		3,993.35
5/4/2018	USPS	ACH	13.40		3,979.95
5/4/2018	USPS	ACH	13.40		3,966.55
5/9/2018	USPS	ACH	63.40		3,903.15
5/10/2018	USPS	ACH	70.10		3,833.05
5/14/2018	USPS	ACH	20.10		3,812.95
5/18/2018	USPS	ACH	6.70		3,806.25
5/23/2018	USPS	ACH	20.10		3,786.15
5/31/2018	Deposit	-		22636.60	26,422.75
		Disbursemen	39061.56	34121.53	Deposits
		Payroll	5165.02		
		IRS	1254.66		
		Checks	26569.51		
		Misc Debits	6072.37		
		Total Check	39061.56	34121.53	Collections

CITY BANK

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

BEG. BOOK BALANCE: 42,847.71 BALANCE PER BANK: 20,813.92

ADD: DEPOSITS

GL #	AMOUNT
Deposit	22,636.60
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT
2/28/2018	5608.83

TOTAL DEPOSITS 22,636.60 **DEPOSITS IN TRANSIT:** 5,608.83

LESS: CHECKS

26,569.51

OUTSTANDING

CHECKS

0.00

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	6,072.37
Payroll	5,165.02
Tax	1,254.66
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 12,492.05 **TOTAL JE'S** 0.00

BALANCE PER BOOKS:

26,422.75

BALANCE PER BANK:

26,422.75

0.00

Per Check Register:

26,422.75

Per Easy:

26,422.75

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