

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, 2019, 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 6, 2019

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
May 31, 2019

ASSETS

Current Assets			
City Bank - Cash	\$	3,177	
City Bank Savings		476,552	
Prepaid Expense		<u>1,429</u>	
Total Current Assets	\$		481,159
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>482,259</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	14	
SUTA Payable		8	
Deferred Income - 2019 Dues		77,903	
Deferred Income - 2019 S&S		<u>146,393</u>	
Total Current Liabilities	\$		224,319
Unrestricted Net Assets			
Unrestricted Net Assets		260,676	
Increase/(Decrease) in Unrestricted Net Assets		<u>(2,736)</u>	
Total Unrestricted Net Assets			<u>257,940</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>482,259</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, 2019

	1 Month Ended May 31, 2019		5 Months Ended May 31, 2019
Revenues			
Memberships - Full	\$ 11,129	\$	45,038
Memberships - Associate	300		2,350
Safety and Security	20,913		84,142
Architectural Fee	215		1,118
Interest & Fees	430		1,876
Donations	3,751		3,751
Legal Fee Reimbursement	238		16,979
SCAN	0		14,632
Transfer Fees	5,750		24,000
Refinance Fees	1,100		2,600
Total Revenues	43,826		196,485
Expenses			
Accounting	377		3,456
Bank/Merchant Charges	251		3,041
Community Events & Beautificat	5,734		5,734
Safety and Security	21,346		81,790
Donation	6,086		6,086
Esplanades/Lot Maintenance	0		2,399
Insurance	169		979
Legal Fees - DR/ACC	3,662		18,534
Membership Campaign	0		7,698
Mosquito Spraying	2,451		3,730
Office Supplies - General Post	334		2,935
Outreach/Incentives for GM	132		1,264
Payroll	5,602		27,488
Payroll Taxes	441		2,232
Rent	1,100		5,500
SCAN Printing - Postage	5,979		22,032
Telephone & Internet	231		1,356
TOPS Monthly Fee	480		2,350
Utilities	88		618
Total Expenses	54,462		199,221
Increase/(Decrease) Unrestricted Net Assets	\$ (10,636)	\$	(2,736)

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended May 31, 2019 and 2018

	<u>1 Month Ended</u> <u>May 31, 2019</u>	<u>1 Month Ended</u> <u>May 31, 2018</u>
Revenues		
Memberships - Full	\$ 11,129	\$ 10,650
Memberships - Associate	300	0
Safety and Security	20,913	19,827
Architectural Fee	215	110
Interest & Fees	430	0
Donations	3,751	0
Legal Fee Reimbursement	238	1,488
Interest (Chase)	0	238
Transfer Fees	5,750	8,150
Refinance Fees	<u>1,100</u>	<u>750</u>
Total Revenues	<u>43,826</u>	<u>41,213</u>
Expenses		
Accounting	377	378
Bank/Merchant Charges	251	157
Community Events & Beautificat	5,734	2,673
Safety and Security	21,346	15,870
Donation	6,086	0
Insurance	169	186
Legal Fees - DR/ACC	3,662	7,282
Membership Campaign	0	37
Mosquito Spraying	2,451	2,268
Office Supplies - General Post	334	841
Outreach/Incentives for GM	132	107
Payroll	5,602	5,747
Payroll Taxes	441	453
Rent	1,100	1,100
SCAN Printing - Postage	5,979	1,546
Telephone & Internet	231	223
TOPS Monthly Fee	480	430
Utilities	<u>88</u>	<u>121</u>
Total Expenses	<u>54,462</u>	<u>39,419</u>
Increase/(Decrease) Unrestricted Net Assets	\$ <u>(10,636)</u>	\$ <u>1,794</u>

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended May 31, 2019

	1 Month Ended May 31, 2019				5 Months Ended May 31, 2019			
	Budget	Variance	Pct	Budget	Variance	Pct		
Revenues								
Memberships - Full	\$ 11,129	\$ 10,000	\$ 1,129	11	\$ 45,038	\$ 50,000	\$ (4,962) (10)	
Memberships - Associate	300	42	258	620	2,350	208	2,142 999	
Safety and Security	20,913	18,333	2,580	14	84,142	91,667	(7,525) (8)	
Architectural Fee	215	417	(202)	(48)	1,118	2,083	(965) (46)	
Interest & Fees	430	250	180	72	1,876	1,250	626 50	
Donations	3,751	0	3,751	0	3,751	0	3,751 0	
Legal Fee Reimbursement	238	1,333	(1,096)	(82)	16,979	6,667	10,312 155	
SCAN	0	1,500	(1,500)	(100)	14,632	7,500	7,132 95	
Transfer Fees	5,750	4,958	792	16	24,000	24,792	(792) (3)	
Refinance Fees	1,100	417	683	164	2,600	2,083	517 25	
Total Revenues	43,826	37,250	6,576	18	196,485	186,250	10,235 5	
Expenses								
Accounting	377	583	(206)	(35)	3,456	2,917	539 18	
Bank/Merchant Charges	251	333	(82)	(25)	3,041	1,667	1,374 82	
Community Events & Bea	5,734	167	5,567	999	5,734	833	4,900 588	
Safety and Security	21,346	16,667	4,679	28	81,790	83,333	(1,543) (2)	
Donation	6,086	0	6,086	0	6,086	0	6,086 0	
External Groups	0	42	(42)	(100)	0	208	(208) (100)	
Website & Other	0	250	(250)	(100)	0	1,250	(1,250) (100)	
Esplanades/Lot Maintena	0	417	(417)	(100)	2,399	2,083	316 15	
Public Relations	0	42	(42)	(100)	0	208	(208) (100)	
Insurance	169	250	(81)	(32)	979	1,250	(271) (22)	
Legal Fees - DR/ACC	3,662	3,000	662	22	18,534	15,000	3,534 24	
Membership Campaign	0	733	(733)	(100)	7,698	3,667	4,031 110	
Mosquito Spraying	2,451	1,750	701	40	3,730	8,750	(5,020) (57)	
Office Supplies - General	334	400	(66)	(17)	2,935	2,000	935 47	
Outreach/Incentives for G	132	208	(77)	(37)	1,264	1,042	222 21	
Payroll	5,602	6,250	(648)	(10)	27,488	31,250	(3,762) (12)	
Payroll Taxes	441	542	(101)	(19)	2,232	2,708	(476) (18)	
Rent	1,100	1,100	0	0	5,500	5,500	0 0	
SCAN Printing - Postage	5,979	3,500	2,479	71	22,032	17,500	4,532 26	
SCAN - Photographer	0	83	(83)	(100)	0	417	(417) (100)	
Yard Signs - Not Security	0	25	(25)	(100)	0	125	(125) (100)	
Telephone & Internet	231	258	(28)	(11)	1,356	1,292	65 5	
TOPS Monthly Fee	480	483	(3)	(1)	2,350	2,417	(67) (3)	
Utilities	88	167	(78)	(47)	618	833	(215) (26)	
Total Expenses	54,462	37,250	17,212	46	199,221	186,250	12,970 7	
Increase/(Decrease) Unrest	\$ (10,636)	\$ 0	\$ (10,636)	(999)	\$ (2,736)	\$ (0)	\$ (2,735) 999	

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended May 31, 2019

	1 Month Ended May 31, 2019	5 Months Ended May 31, 2019
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (10,636)	\$ (2,736)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 169	\$ (868)
FUTA Payable	8	14
SUTA Payable	5	8
Deferred Income - 2019 Dues	(6,977)	37,320
Deferred Income - 2019 S&S	(12,639)	66,259
Total Adjustments	(19,434)	102,734
Cash Provided (Used) By Operations	(30,070)	99,998
Net Increase (Decrease) In Cash	(30,070)	99,998
Cash at Beginning of Period	509,800	379,732
Cash at End of Period	\$ 479,730	\$ 479,730

See Attached Accountant's Compilation Report.

CITY BANK

G/L ACCOUNT #: 100 Month May YEAR: 2019

BEG. BOOK BALANCE: 33,677.80 BALANCE PER BANK: 31,921.54

ADD: DEPOSITS

GL #	AMOUNT
Deposit	23,703.38
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 23,703.38 **DEPOSITS IN TRANSIT:** 0.00

LESS: CHECKS

19,784.03

OUTSTANDING

CHECKS

28,744.10

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	28,224.32
Payroll	4,977.30
Tax	1,218.09
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 34,419.71 **TOTAL JE'S** 0.00

BALANCE PER BOOKS:

3,177.44

BALANCE PER BANK:

3,177.44

0.00

Per Check Register:

3,177.44

Per Easy:

3,177.44

0.00

0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
92	4,430.00	Simms	1,100.00		
Coveler	377.40				
Lambright	3,661.70				
Liberty	144.00				
Masterpiece	4,725.00				
SEAL	14,306.00				
Total:	27,644.10	Total:	1,100.00	Total:	0.00

TOTALS: 28,744.10

**Sharpstown Civic Association
City Bank
Check Register**

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
05/01/19	Beginning Balance				33,677.80
5/1/2019	Scott Gilbert	-	1915.52		31,762.28
5/1/2019	Johnson Samuel	-	608.95		31,153.33
5/1/2019	IRS	-	623.28		30,530.05
5/16/2019	Scott Gilbert	-	1936.52		28,593.53
5/16/2019	Johnson Samuel	-	516.31		28,077.22
5/16/2019	IRS	-	594.81		27,482.41
5/1/2019	HPD	204	7040.00		20,442.41
5/14/2019	Illumination Firework	209	5589.72		14,852.69
5/16/2019	Thomas Freeman	210	1700.00		13,152.69
5/16/2019	Thomas Freeman	211	1100.00		12,052.69
5/21/2019	Gonzalex Dry Wall and Paint	212	3100.00		8,952.69
5/20/2019	DMR	213	1254.31		7,698.38
5/2/2019	USPS	-	110.00		7,588.38
5/6/2019	Fdms Okb	-	173.98		7,414.40
5/6/2019	TOPS	-	480.00		6,934.40
5/6/2019	COH Water	-	26.37		6,908.03
5/10/2019	USPS	-	6.85		6,901.18
5/10/2019	Google Storage	-	10.65		6,890.53
5/13/2019	USPS	-	13.70		6,876.83
5/16/2019	Home Depot	-	185.89		6,690.94
5/16/2019	USPS	-	20.55		6,670.39
5/23/2019	USPS	-	6.30		6,664.09
5/24/2019	USPS	-	11.60		6,652.49
5/24/2019	Sams Club	-	48.58		6,603.91
5/25/2019	Coveler	-	377.40		6,226.51
5/25/2019	Lambright	-	3661.70		2,564.81
5/25/2019	Liberty Office Products	-	144.00		2,420.81
5/25/2019	Masterpiece Litho	-	4725.00		-2,304.19
5/25/2019	SEAL Security	-	14306.00		-16,610.19
5/25/2019	Robert Simms	-	1100.00		-17,710.19
5/28/2019	Cypress Creek Mosquito Control	-	2451.00		-20,161.19
5/28/2019	Charmaine LeBlanc	-	83.07		-20,244.26
5/28/2019	Capizmo	-	100.94		-20,345.20
5/28/2019	Reliant Energy	-	61.82		-20,407.02
5/30/2019	Comcast	-	118.92		-20,525.94
5/31/2019	Deposit	-		23703.38	3,177.44
		Disbursement	54203.74	23703.38	Deposits
		Payroll	4977.30		Debits
		IRS	1218.09		
		Checks	19784.03		
		Misc Debits	28224.32		
		Total Checks	54203.74	23703.38	Collections