

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, 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 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 11, 2019

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
June 30, 2019

ASSETS

Current Assets			
City Bank - Cash	\$	18,296	
City Bank Savings		476,918	
Prepaid Expense		<u>1,260</u>	
Total Current Assets	\$		496,474
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>497,574</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	20	
SUTA Payable		12	
Deferred Income - 2019 Dues		68,630	
Deferred Income - 2019 S&S		<u>129,250</u>	
Total Current Liabilities	\$		197,912
Unrestricted Net Assets			
Unrestricted Net Assets		260,676	
Increase/(Decrease) in Unrestricted Net Assets		<u>38,987</u>	
Total Unrestricted Net Assets			<u>299,662</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>497,574</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, 2019

	1 Month Ended <u>Jun. 30, 2019</u>	6 Months Ended <u>Jun. 30, 2019</u>
Revenues		
Memberships - Full	\$ 11,438	\$ 56,476
Memberships - Associate	0	2,350
Safety and Security	21,542	105,683
Architectural Fee	55	1,173
Interest & Fees	366	2,241
Donations	11,179	14,930
Legal Fee Reimbursement	26,154	43,133
SCAN	1,803	16,435
Transfer Fees	1,250	25,250
Refinance Fees	<u>0</u>	<u>2,600</u>
 Total Revenues	 <u>73,786</u>	 <u>270,271</u>
Expenses		
Accounting	0	3,456
Bank/Merchant Charges	74	3,114
Community Events & Beautificat	19,422	25,155
Safety and Security	0	81,790
Donation	0	6,086
External Groups	200	200
Website & Other	75	75
Esplanades/Lot Maintenance	0	2,399
Insurance	169	1,148
Legal Fees - DR/ACC	5,159	23,693
Membership Campaign	0	7,698
CC Fees	104	104
Mosquito Spraying	0	3,730
Office Supplies - General Post	211	3,146
Outreach/Incentives for GM	121	1,385
Payroll	5,414	32,902
Payroll Taxes	424	2,657
Rent	0	5,500
SCAN Printing - Postage	0	22,032
Telephone & Internet	112	1,468
TOPS Monthly Fee	480	2,830
Utilities	<u>100</u>	<u>718</u>
 Total Expenses	 <u>32,064</u>	 <u>231,285</u>
 Increase/(Decrease) Unrestricted Net Assets	 <u>\$ 41,722</u>	 <u>\$ 38,987</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, 2019 and 2018

	1 Month Ended <u>Jun. 30, 2019</u>	1 Month Ended <u>Jun. 30, 2018</u>
Revenues		
Memberships - Full	\$ 11,438	\$ 10,682
Safety and Security	21,542	19,972
Architectural Fee	55	180
Interest & Fees	366	0
Donations	11,179	0
Legal Fee Reimbursement	26,154	0
Interest (Chase)	0	231
SCAN	1,803	0
Transfer Fees	1,250	1,500
Refinance Fees	<u>0</u>	<u>100</u>
Total Revenues	<u><u>73,786</u></u>	<u><u>32,665</u></u>
Expenses		
Accounting	0	351
Bank/Merchant Charges	74	0
Beautification Project	0	332
Community Events & Beautificat	19,422	0
Safety and Security	0	17,917
External Groups	200	0
Website & Other	75	0
Insurance	169	186
Legal Fees - DR/ACC	5,159	0
CC Fees	104	0
Mosquito Spraying	0	2,268
Office Supplies - General Post	211	4,765
Outreach/Incentives for GM	121	112
Payroll	5,414	5,672
Payroll Taxes	424	439
Rent	0	1,100
SCAN Printing - Postage	0	4,982
Telephone & Internet	112	112
TOPS Monthly Fee	480	430
Utilities	<u>100</u>	<u>26</u>
Total Expenses	<u><u>32,064</u></u>	<u><u>38,691</u></u>
Increase/(Decrease) Unrestricted Net Assets	\$ <u><u>41,722</u></u>	\$ <u><u>(6,026)</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, 2019

	1 Month Ended				6 Months Ended			
	Jun. 30, 2019	Budget	Variance	Pct	Jun. 30, 2019	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 11,438	\$ 10,000	\$ 1,438	14	\$ 56,476	\$ 60,000	\$ (3,524)	(6)
Memberships - Associate	0	42	(42)	(100)	2,350	250	2,100	840
Safety and Security	21,542	18,333	3,208	17	105,683	110,000	(4,317)	(4)
Architectural Fee	55	417	(362)	(87)	1,173	2,500	(1,327)	(53)
Interest & Fees	366	250	116	46	2,241	1,500	741	49
Donations	11,179	0	11,179	0	14,930	0	14,930	0
Legal Fee Reimbursement	26,154	1,333	24,821	999	43,133	8,000	35,133	439
SCAN	1,803	1,500	303	20	16,435	9,000	7,435	83
Transfer Fees	1,250	4,958	(3,708)	(75)	25,250	29,750	(4,500)	(15)
Refinance Fees	0	417	(417)	(100)	2,600	2,500	100	4
Total Revenues	73,786	37,250	36,536	98	270,271	223,500	46,771	21
Expenses								
Accounting	0	583	(583)	(100)	3,456	3,500	(44)	(1)
Bank/Merchant Charges	74	333	(260)	(78)	3,114	2,000	1,114	56
Community Events & Bea	19,422	167	19,255	999	25,155	1,000	24,155	999
Safety and Security	0	16,667	(16,667)	(100)	81,790	100,000	(18,210)	(18)
Donation	0	0	0	0	6,086	0	6,086	0
External Groups	200	42	158	380	200	250	(50)	(20)
Website & Other	75	250	(175)	(70)	75	1,500	(1,425)	(95)
Esplanades/Lot Maintena	0	417	(417)	(100)	2,399	2,500	(101)	(4)
Public Relations	0	42	(42)	(100)	0	250	(250)	(100)
Insurance	169	250	(81)	(32)	1,148	1,500	(352)	(23)
Legal Fees - DR/ACC	5,159	3,000	2,159	72	23,693	18,000	5,693	32
Membership Campaign	0	733	(733)	(100)	7,698	4,400	3,298	75
CC Fees	104	0	104	0	104	0	104	0
Mosquito Spraying	0	1,750	(1,750)	(100)	3,730	10,500	(6,770)	(64)
Office Supplies - General	211	400	(189)	(47)	3,146	2,400	746	31
Outreach/Incentives for G	121	208	(87)	(42)	1,385	1,250	135	11
Payroll	5,414	6,250	(836)	(13)	32,902	37,500	(4,598)	(12)
Payroll Taxes	424	542	(117)	(22)	2,657	3,250	(593)	(18)
Rent	0	1,100	(1,100)	(100)	5,500	6,600	(1,100)	(17)
SCAN Printing - Postage	0	3,500	(3,500)	(100)	22,032	21,000	1,032	5
SCAN - Photographer	0	83	(83)	(100)	0	500	(500)	(100)
Yard Signs - Not Security	0	25	(25)	(100)	0	150	(150)	(100)
Telephone & Internet	112	258	(147)	(57)	1,468	1,550	(82)	(5)
TOPS Monthly Fee	480	483	(3)	(1)	2,830	2,900	(70)	(2)
Utilities	100	167	(67)	(40)	718	1,000	(282)	(28)
Total Expenses	32,064	37,250	(5,186)	(14)	231,285	223,500	7,785	3
Increase/(Decrease) Unrest	\$ 41,722	\$ 0	\$ 41,722	999	\$ 38,987	\$ (0)	\$ 38,987	(999)

See Attached Accountant's Compilation Report.

**Sharpstown Civic Association
City Bank
Check Register**

DATE	DESCRIPTION	CHECK #	AMOUNT	DEPOSIT	BALANCE
06/01/19	Beginning Balance				3,177.44
6/3/2019	Scott Gilbert	ACH	1964.12		1,213.32
6/3/2019	Johnson Samuel	ACH	513.23		700.09
6/3/2019	IRS	ACH	576.76		123.33
6/17/2019	Scott Gilbert	ACH	1918.52		-1,795.19
6/17/2019	Johnson Samuel	ACH	457.65		-2,252.84
6/17/2019	IRS	ACH	593.85		-2,846.69
6/12/2019	SiteJab	214	75.00		-2,921.69
6/12/2019	Gainesborogh Waste	215	896.70		-3,818.39
6/3/2019	Blaze Pizza	Debit Card	79.22		-3,897.61
6/4/2019	Fdms Okb	ACH	103.93		-4,001.54
6/4/2019	City of Houston	ACH	15.88		-4,017.42
6/6/2019	Griffin Underwriters-Allstate	ACH	860.60		-4,878.02
6/6/2019	EVO eZpay, LLC	ACH	2.50		-4,880.52
6/6/2019	TOPS	ACH	480.00		-5,360.52
6/10/2019	Google Storage	ACH	10.65		-5,371.17
6/18/2019	USPS	Debit Card	13.70		-5,384.87
6/19/2019	Home Depot	ACH	41.08		-5,425.95
6/20/2019	USPS	Debit Card	1.45		-5,427.40
6/25/2019	Capizmo	ACH	100.94		-5,528.34
6/26/2019	Reliant Energy	ACH	83.97		-5,612.31
6/27/2019	Houston Chronicle	Debit Card	500.00		-6,112.31
6/28/2019	Fiesta Mart	ACH	7.11		-6,119.42
6/28/2019	Sam's Club	Debit Card	34.94		-6,154.36
6/30/2019	Illumination Fireworks	216	5589.42		-11,743.78
6/30/2019	Houston Hospice	217	200.00		-11,943.78
6/30/2019	SCA Productions	219	550.00		-12,493.78
6/30/2019	HPD Explorers	220	700.00		-13,193.78
6/30/2019	Gary Michael Dahl Band	221	1500.00		-14,693.78
6/30/2019	COH Fire Permits	222	1333.81		-16,027.59
6/30/2019	All Show Events	223	7450.00		-23,477.59
6/30/2019	Lambright McKee	224	5158.88		-28,636.47
6/30/2019	Deposit	-		46932.60	18,296.13
		Disbursement	31813.91	46932.60	Deposits
		Payroll	4853.52		Debits
		IRS	1170.61		
		Checks	23453.81		
		Misc Debits	2335.97		
		Total Checks	31813.91	46932.60	Collections

CITY BANK

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

BEG. BOOK BALANCE: 3,177.44 **BALANCE PER BANK:** 43,568.14

ADD: DEPOSITS

GL #	AMOUNT
Deposit	46,932.60
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT
6/28/2019	2233.95

TOTAL DEPOSITS 46,932.60 **DEPOSITS IN TRANSIT:** 2,233.95

LESS: CHECKS

23,453.81

OUTSTANDING

CHECKS

27,505.96

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	2,335.97
Payroll	4,853.52
Tax	1,170.61
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 8,360.10 **TOTAL JE'S** 0.00

BALANCE PER BOOKS:

18,296.13

BALANCE PER BANK:

18,296.13

0.00

Per Check Register:

18,296.13

Per Easy:

18,296.13

0.00

0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
92	4,430.00	221	1,500.00		
IRS	593.85	222	1,333.81		
216	5,589.42	223	7,450.00		
217	200.00	224	5,158.88		
219	550.00				
220	700.00				
Total:	12,063.27	Total:	15,442.69	Total:	0.00

TOTALS: 27,505.96

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended June 30, 2019

	<u>1 Month Ended</u> <u>Jun. 30, 2019</u>	<u>6 Months Ended</u> <u>Jun. 30, 2019</u>
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 41,722	\$ 38,987
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 169	\$ (699)
FUTA Payable	6	20
SUTA Payable	4	12
Deferred Income - 2019 Dues	(9,273)	28,047
Deferred Income - 2019 S&S	<u>(17,144)</u>	<u>49,115</u>
Total Adjustments	<u>(26,238)</u>	<u>76,496</u>
Cash Provided (Used) By Operations	<u>15,484</u>	<u>115,482</u>
Net Increase (Decrease) In Cash	15,484	115,482
Cash at Beginning of Period	<u>479,730</u>	<u>379,732</u>
Cash at End of Period	\$ <u><u>495,214</u></u>	\$ <u><u>495,214</u></u>

See Attached Accountant's Compilation Report.