

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 January 31, 2020, and the related statement of revenues and expenses – modified cash basis and statement of cash flow – modified cash basis for the one month 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.
February 6, 2020

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
January 31, 2020

ASSETS

Current Assets			
City Bank - Cash	\$	48,858	
City Bank Savings		400,765	
Prepaid Rent		1,100	
Prepaid Expense		<u>4,917</u>	
Total Current Assets	\$		455,639
Fixed Assets			
Equipment		4,232	
Accumulated Depreciation		<u>(4,232)</u>	
Total Fixed Assets, Net			0
Other Assets			
Deposits		<u>1,100</u>	
Total Other Assets			<u>1,100</u>
Total Assets	\$		<u><u>456,739</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	44	
SUTA Payable		26	
Deferred Income - 2020 Dues		45,142	
Deferred Income - 2020 S&S		<u>89,499</u>	
Total Current Liabilities	\$		134,711
Unrestricted Net Assets			
Unrestricted Net Assets		339,577	
Increase/(Decrease) in Unrestricted Net Assets		<u>(17,548)</u>	
Total Unrestricted Net Assets			<u>322,029</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>456,739</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended January 31, 2020

		1 Month Ended <u>Jan. 31, 2020</u>
Revenues		
Memberships - Full	\$	4,104
Safety and Security		8,136
Architectural Fee		925
Interest & Fees		217
Legal Fee Reimbursement		2,280
Transfer Fees		<u>1,000</u>
Total Revenues		<u><u>16,662</u></u>
Expenses		
Accounting		350
Bank/Merchant Charges		1,229
Safety and Security		14,729
Security Cameras		333
Insurance		177
Legal Fees - DR/ACC		935
Membership Campaign		4,057
Mosquito Spraying		15
Office Supplies - General Post		2,436
Outreach/Incentives for GM		94
Payroll		7,281
Payroll Taxes		627
Rent		1,100
Telephone & Internet		253
TOPS Monthly Fee		480
Utilities		<u>114</u>
Total Expenses		<u><u>34,210</u></u>
 Increase/(Decrease) Unrestricted Net Assets	 \$	 <u><u>(17,548)</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended January 31, 2020 and 2019

	<u>1 Month Ended</u> <u>Jan. 31, 2020</u>		<u>1 Month Ended</u> <u>Jan. 31, 2019</u>
Revenues			
Memberships - Full	\$ 4,104	\$	5,821
Memberships - Associate	0		450
Safety and Security	8,136		10,497
Architectural Fee	925		255
Interest & Fees	217		323
Legal Fee Reimbursement	2,280		7,074
SCAN	0		2,559
Transfer Fees	1,000		4,000
Refinance Fees	<u>0</u>		<u>300</u>
Total Revenues	<u>16,662</u>		<u>31,279</u>
Expenses			
Accounting	350		350
Bank/Merchant Charges	1,229		816
Safety and Security	14,729		14,628
Security Cameras	333		0
Insurance	177		180
Legal Fees - DR/ACC	935		3,232
Membership Campaign	4,057		1,557
Mosquito Spraying	15		(563)
Office Supplies - General Post	2,436		1,422
Outreach/Incentives for GM	94		794
Payroll	7,281		5,587
Payroll Taxes	627		481
Rent	1,100		1,100
SCAN Printing - Postage	0		4,430
Telephone & Internet	253		231
TOPS Monthly Fee	480		430
Utilities	<u>114</u>		<u>181</u>
Total Expenses	<u>34,210</u>		<u>34,855</u>
Increase/(Decrease) Unrestricted Net Assets	<u>\$ (17,548)</u>	\$	<u>(3,576)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended January 31, 2020

	1 Month Ended Jan. 31, 2020	Budget	Variance	Pct
Revenues				
Memberships - Full	\$ 4,104	\$ 10,000	\$ (5,896)	(59)
Memberships - Associate	0	208	(208)	(100)
Safety and Security	8,136	18,333	(10,197)	(56)
Architectural Fee	925	417	508	122
Interest & Fees	217	250	(33)	(13)
Legal Fee Reimbursement	2,280	1,333	947	71
SCAN	0	2,000	(2,000)	(100)
Transfer Fees	1,000	5,417	(4,417)	(82)
Refinance Fees	<u>0</u>	<u>417</u>	<u>(417)</u>	<u>(100)</u>
Total Revenues	<u>16,662</u>	<u>38,375</u>	<u>(21,713)</u>	<u>(57)</u>
Expenses				
Accounting	350	583	(233)	(40)
Bank/Merchant Charges	1,229	350	879	251
Community Events & Beautificat	0	333	(333)	(100)
Annual Fireworks Event	0	1,667	(1,667)	(100)
Safety and Security	14,729	16,667	(1,938)	(12)
Security Cameras	333	333	0	0
External Groups	0	42	(42)	(100)
Website & Other	0	250	(250)	(100)
Esplanades/Lot Maintenance	0	1,058	(1,058)	(100)
Public Relations	0	2,917	(2,917)	(100)
Insurance	177	250	(73)	(29)
Legal Fees - DR/ACC	935	4,167	(3,232)	(78)
Membership Campaign	4,057	733	3,324	453
Mosquito Spraying	15	1,750	(1,735)	(99)
Office Supplies - General Post	2,436	750	1,686	225
Outreach/Incentives for GM	94	250	(156)	(62)
Payroll	7,281	8,083	(802)	(10)
Payroll Taxes	627	750	(123)	(16)
Rent	1,100	1,100	0	0
SCAN Printing - Postage	0	3,333	(3,333)	(100)
SCAN - Photogropher	0	83	(83)	(100)
Yard Signs - Not Security	0	25	(25)	(100)
Telephone & Internet	253	250	3	1
TOPS Monthly Fee	480	475	5	1
Utilities	<u>114</u>	<u>133</u>	<u>(19)</u>	<u>(15)</u>
Total Expenses	<u>34,210</u>	<u>46,333</u>	<u>(12,124)</u>	<u>(26)</u>
Increase/(Decrease) Unrestricted Net	<u>\$ (17,548)</u>	<u>\$ (7,958)</u>	<u>\$ (9,590)</u>	<u>120</u>

See Attached Accountant's Compilation Report.

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Sharpstown Civic Association, Inc.
Regular Trial Balance

Company: SCA
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<u>Account #</u>	<u>Type</u>	<u>Description</u>	<u>1 Month Ended Jan 31, 2020</u>	<u>1 Month Ended Jan 31, 2020</u>
100	A	City Bank - Cash	48,857.86	48,857.86
103	A	City Bank Savings	400,764.61	400,764.61
176	A	Prepaid Rent	1,100.00	1,100.00
177	A	Prepaid Expense	4,916.87	4,916.87
180	A	Equipment	4,231.94	4,231.94
195	A	Accumulated Depreciation	-4,231.87	-4,231.87
196	A	Deposits	1,100.00	1,100.00
224	L	FUTA Payable	-43.69	-43.69
225	L	SUTA Payable	-26.22	-26.22
240	L	Deferred Income - 2020 Dues	-45,142.02	-45,142.02
245	L	Deferred Income - 2020 S&S	-89,498.75	-89,498.75
300	L	Unrestricted Net Assets	-339,576.62	-339,576.62
400	R	Memberships - Full	-4,103.82	-4,103.82
420	R	Memberships - Associate	0.00	0.00
425	R	Safety and Security	-8,136.25	-8,136.25
426	R	Architectural Fee	-925.00	-925.00
428	R	Interest & Fees	-216.56	-216.56
440	R	Legal Fee Reimbursement	-2,280.00	-2,280.00
470	R	SCAN	0.00	0.00
480	R	Transfer Fees	-1,000.00	-1,000.00
485	R	Refinance Fees	0.00	0.00
600	E	Accounting	350.00	350.00
620	E	Bank/Merchant Charges	1,229.45	1,229.45
625	E	Community Events & Beautificat	0.00	0.00
626	L	Annual Fireworks Event	0.00	0.00
630	E	Safety and Security	14,728.50	14,728.50
632	E	Security Cameras	333.34	333.34
646	E	External Groups	0.00	0.00
647	E	Website & Other	0.00	0.00
650	E	Esplanades/Lot Maintenance	0.00	0.00
656	E	Public Relations	0.00	0.00
660	E	Insurance	176.66	176.66
665	E	Legal Fees - DR/ACC	934.50	934.50
670	E	Membership Campaign	4,057.13	4,057.13
690	E	Mosquito Spraying	15.00	15.00
703	E	Office Supplies - General Post	2,435.73	2,435.73
705	E	Outreach/Incentives for GM	94.40	94.40
710	E	Payroll	7,281.00	7,281.00
720	E	Payroll Taxes	626.89	626.89
750	E	Rent	1,100.00	1,100.00
770	E	SCAN Printing - Postage	0.00	0.00
771	E	SCAN - Photogropher	0.00	0.00
775	E	Yard Signs - Not Security	0.00	0.00
780	E	Telephone & Internet	253.04	253.04
790	E	TOPS Monthly Fee	480.00	480.00

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Sharpstown Civic Association, Inc.
Regular Trial Balance

Company: SCA
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<u>Account #</u>	<u>Type</u>	<u>Description</u>	<u>1 Month Ended Jan 31, 2020</u>	<u>1 Month Ended Jan 31, 2020</u>
800	E	Utilities	113.88	113.88
		Account Balances	0.00	0.00
		Current Loss	17,547.89	Y-T-D Loss
				17,547.89

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended January 31, 2020

Cash Flow From Operating Activities			\$ (17,548)
Current Year's Earnings			(17,548)
Noncash Items Included in Net Income:			
Changes in:			
Prepaid Expense	\$	(4,374)	
FUTA Payable		27	
SUTA Payable		16	
Deferred Income - 2020 Dues		39,302	
Deferred Income - 2020 S&S		<u>77,739</u>	
Total Adjustments			<u>112,710</u>
Cash Provided (Used) By Operations			<u>95,162</u>
Net Increase (Decrease) In Cash			95,162
Cash at Beginning of Period			<u>354,461</u>
Cash at End of Period			\$ <u><u>449,622</u></u>

See Attached Accountant's Compilation Report.

CITY BANK

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

BEG. BOOK BALANCE: 2,912.71 BALANCE PER BANK: 54,667.52

ADD: DEPOSITS

GL #	AMOUNT
Deposit	157,332.89
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 157,332.89 **DEPOSITS IN TRANSIT:** 0.00

LESS: CHECKS

26,641.24

OUTSTANDING

CHECKS

5,809.66

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	76,649.59
Payroll	6,589.23
Tax	1,507.68
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 84,746.50 **TOTAL JE'S** 0.00

BALANCE PER BOOKS:

48,857.86

BALANCE PER BANK:

48,857.86

0.00

Per Check Register:

48,857.86

Per Easy:

48,857.86

0.00

0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
92	4,430.00				
246	609.00				
IRS	770.66				

Total: 5,809.66

Total: 0.00

Total: 0.00

TOTALS: 5,809.66