

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, 2021, 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.
March 5, 2021

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
February 28, 2021

ASSETS

Current Assets			
City Bank - Cash	\$	127,970	
City Bank Savings		300,289	
Prepaid Expense		1,136	
Total Current Assets	\$		429,395
Fixed Assets			
Equipment		4,232	
Accumulated Depreciation		(4,232)	
Total Fixed Assets, Net			0
Other Assets			
Deposits		1,100	
Total Other Assets			1,100
Total Assets	\$		430,495

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	61	
SUTA Payable		38	
Deferred Income - 2021 Dues		62,940	
Deferred Income - 2021 S&S		124,536	
Total Current Liabilities	\$		187,575
Unrestricted Net Assets			
Unrestricted Net Assets		274,783	
Increase/(Decrease) in Unrestricted Net Assets		(31,862)	
Total Unrestricted Net Assets			242,920
Total Liabilities and Unrestricted Net Assets	\$		430,495

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended February 28, 2021

	<u>1 Month Ended</u> <u>Feb. 28, 2021</u>	<u>2 Months Ended</u> <u>Feb. 28, 2021</u>	
Revenues			
Memberships - Full	\$ 5,954	\$ 11,043	
Safety and Security	12,794	23,389	
Architectural Fee	870	1,574	
Interest & Fees	58	134	
Legal Fee Reimbursement	2,247	4,510	
SCAN	1,260	2,585	
Transfer Fees	6,250	6,250	
Refinance Fees	<u>1,000</u>	<u>1,000</u>	
 Total Revenues	 <u>30,432</u>	 <u>50,484</u>	
Expenses			
Accounting	1,166	1,541	
Bank/Merchant Charges	280	1,356	
Community Events & Beautificat	205	405	
Safety and Security	18,239	37,301	
Website & Other	100	200	
Esplanades/Lot Maintenance	1,597	3,211	
Insurance	148	199	
Legal Fees - DR/ACC	5,248	9,694	
Office Supplies - General Post	541	4,230	
Outreach/Incentives for GM	53	122	
Payroll	6,608	14,672	
Payroll Taxes	531	1,221	
Rent	0	1,100	
SCAN Printing - Postage	5,381	5,381	
Telephone & Internet	297	424	
TOPS Monthly Fee	530	1,010	
Utilities	<u>147</u>	<u>282</u>	
 Total Expenses	 <u>41,068</u>	 <u>82,346</u>	
 Increase/(Decrease) Unrestricted Net Assets	 \$ <u><u>(10,636)</u></u>	 \$ <u><u>(31,862)</u></u>	

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended February 28, 2021 and 2020

	<u>1 Month Ended</u> <u>Feb. 28, 2021</u>	<u>1 Month Ended</u> <u>Feb. 28, 2020</u>	
Revenues			
Memberships - Full	\$ 5,954	\$ 6,444	
Memberships - Associate	0	750	
Safety and Security	12,794	11,792	
Architectural Fee	870	225	
Interest & Fees	58	215	
Legal Fee Reimbursement	2,247	0	
SCAN	1,260	2,634	
Transfer Fees	6,250	6,500	
Refinance Fees	<u>1,000</u>	<u>300</u>	
Total Revenues	<u>30,432</u>	<u>28,860</u>	
Expenses			
Accounting	1,166	0	
Bank/Merchant Charges	280	445	
Community Events & Beautificat	205	0	
Safety and Security	18,239	15,458	
Security Cameras	0	333	
Website & Other	100	199	
Esplanades/Lot Maintenance	1,597	1,696	
Public Relations	0	10,000	
Insurance	148	168	
Legal Fees - DR/ACC	5,248	5,628	
Membership Campaign	0	331	
Office Supplies - General Post	541	461	
Outreach/Incentives for GM	53	58	
Payroll	6,608	6,592	
Payroll Taxes	531	548	
Rent	0	1,100	
SCAN Printing - Postage	5,381	4,400	
SCAN - Photogropher	0	330	
Telephone & Internet	297	140	
TOPS Monthly Fee	530	480	
Utilities	<u>147</u>	<u>91</u>	
Total Expenses	<u>41,068</u>	<u>48,456</u>	
Increase/(Decrease) Unrestricted Net Assets	<u>\$ (10,636)</u>	<u>\$ (19,596)</u>	

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended February 28, 2021

	1 Month Ended Feb. 28, 2021	2 Months Ended Feb. 28, 2021
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (10,636)	\$ (31,862)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 148	\$ (714)
FUTA Payable	13	61
SUTA Payable	13	38
Deferred Income - 2021 Dues	5,090	30,179
Deferred Income - 2021 S&S	9,861	59,661
Total Adjustments	15,124	89,225
Cash Provided (Used) By Operations	4,488	57,363
Net Increase (Decrease) In Cash	4,488	57,363
Cash at Beginning of Period	423,771	370,897
Cash at End of Period	\$ 428,259	\$ 428,259

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 Feb 28, 2021</u>	<u>2 Months Ended Feb 28, 2021</u>
100	A	City Bank - Cash	4,430.60	127,970.34
103	A	City Bank Savings	57.58	300,288.98
177	A	Prepaid Expense	-147.92	1,135.65
180	A	Equipment	0.00	4,231.94
195	A	Accumulated Depreciation	0.00	-4,231.87
196	A	Deposits	0.00	1,100.00
224	L	FUTA Payable	-12.53	-60.91
225	L	SUTA Payable	-12.67	-37.67
239	L	Deferred Income - 2021 Dues	-5,089.58	-62,939.87
244	L	Deferred Income - 2021 S&S	-9,861.36	-124,536.36
300	L	Unrestricted Net Assets	0.00	-274,782.66
400	R	Memberships - Full	-5,953.99	-11,043.11
420	R	Memberships - Associate	0.00	0.00
425	R	Safety and Security	-12,793.64	-23,388.64
426	R	Architectural Fee	-870.00	-1,573.64
428	R	Interest & Fees	-57.58	-134.05
440	R	Legal Fee Reimbursement	-2,247.05	-4,509.55
470	R	SCAN	-1,260.00	-2,584.93
480	R	Transfer Fees	-6,250.00	-6,250.00
485	R	Refinance Fees	-1,000.00	-1,000.00
600	E	Accounting	1,165.50	1,540.50
620	E	Bank/Merchant Charges	279.97	1,355.59
625	E	Community Events & Beautificat	204.82	404.82
626	E	Annual Fireworks Event	0.00	0.00
630	E	Safety and Security	18,238.50	37,300.50
632	E	Security Cameras	0.00	0.00
646	E	External Groups	0.00	0.00
647	E	Website & Other	100.00	200.00
650	E	Esplanades/Lot Maintenance	1,597.00	3,211.00
656	E	Public Relations	0.00	0.00
660	E	Insurance	147.92	199.22
665	E	Legal Fees - DR/ACC	5,247.50	9,694.03
670	E	Membership Campaign	0.00	0.00
690	E	Mosquito Spraying	0.00	0.00
703	E	Office Supplies - General Post	541.25	4,229.90
705	E	Outreach/Incentives for GM	52.79	121.58
710	E	Payroll	6,608.00	14,672.00
720	E	Payroll Taxes	530.70	1,220.98
750	E	Rent	0.00	1,100.00
770	E	SCAN Printing - Postage	5,380.81	5,380.81
771	E	SCAN - Photographer	0.00	0.00
775	E	Yard Signs - Not Security	0.00	0.00
780	E	Telephone & Internet	296.54	423.88
790	E	TOPS Monthly Fee	530.00	1,010.00

3/5/2021
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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 Feb 28, 2021</u>	<u>2 Months Ended Feb 28, 2021</u>
800	E	Utilities	146.84	281.54
		Account Balances	0.00	0.00
		Current Loss	10,635.88	Y-T-D Loss 31,862.43