

# 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, 2021, 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.  
March 5, 2021

Sharpstown Civic Association, Inc.  
Statement of Assets, Liabilities, and Net Assets  
Modified Cash Basis  
January 31, 2021

ASSETS

Current Assets			
City Bank - Cash	\$	123,540	
City Bank Savings		300,231	
Prepaid Expense		<u>1,284</u>	
Total Current Assets	\$		425,055
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>426,155</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	48	
SUTA Payable		25	
Deferred Income - 2021 Dues		57,850	
Deferred Income - 2021 S&S		<u>114,675</u>	
Total Current Liabilities	\$		172,599
Unrestricted Net Assets			
Unrestricted Net Assets		274,783	
Increase/(Decrease) in Unrestricted Net Assets		<u>(21,227)</u>	
Total Unrestricted Net Assets			<u>253,556</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>426,155</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, 2021

		1 Month Ended <u>Jan. 31, 2021</u>
<b>Revenues</b>		
Memberships - Full	\$	5,089
Safety and Security		10,595
Architectural Fee		704
Interest & Fees		76
Legal Fee Reimbursement		2,263
SCAN		<u>1,325</u>
 Total Revenues		 <u>20,052</u>
<b>Expenses</b>		
Accounting		375
Bank/Merchant Charges		1,076
Community Events & Beautificat		200
Safety and Security		19,062
Website & Other		100
Esplanades/Lot Maintenance		1,614
Insurance		51
Legal Fees - DR/ACC		4,447
Office Supplies - General Post		3,689
Outreach/Incentives for GM		69
Payroll		8,064
Payroll Taxes		690
Rent		1,100
Telephone & Internet		127
TOPS Monthly Fee		480
Utilities		<u>135</u>
 Total Expenses		 <u>41,278</u>
 Increase/(Decrease) Unrestricted Net Assets	 \$	 <u><u>(21,227)</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.  
Statement of Cash Flow  
Modified Cash Basis  
For the Period Ended January 31, 2021

Cash Flow From Operating Activities			\$ (21,227)
Current Year's Earnings			(21,227)
Noncash Items Included in Net Income:			
Changes in:			
Prepaid Expense	\$	(862)	
FUTA Payable		48	
SUTA Payable		25	
Deferred Income - 2021 Dues		25,089	
Deferred Income - 2021 S&S		<u>49,800</u>	
 Total Adjustments			 <u>74,101</u>
 Cash Provided (Used) By Operations			 <u>52,875</u>
  Net Increase (Decrease) In Cash			  <u>52,875</u>
 Cash at Beginning of Period			 <u>370,897</u>
 Cash at End of Period	\$		 <u><u>423,771</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, 2021 and 2020

	1 Month Ended <u>Jan. 31, 2021</u>	1 Month Ended <u>Jan. 31, 2020</u>
<b>Revenues</b>		
Memberships - Full	\$ 5,089	\$ 4,104
Safety and Security	10,595	8,136
Architectural Fee	704	925
Interest & Fees	76	217
Legal Fee Reimbursement	2,263	2,280
SCAN	1,325	0
Transfer Fees	<u>0</u>	<u>1,000</u>
<b>Total Revenues</b>	<u>20,052</u>	<u>16,662</u>
<b>Expenses</b>		
Accounting	375	350
Bank/Merchant Charges	1,076	1,229
Community Events & Beautificat	200	0
Safety and Security	19,062	14,729
Security Cameras	0	333
Website & Other	100	0
Esplanades/Lot Maintenance	1,614	0
Insurance	51	177
Legal Fees - DR/ACC	4,447	935
Membership Campaign	0	4,057
Mosquito Spraying	0	15
Office Supplies - General Post	3,689	2,436
Outreach/Incentives for GM	69	94
Payroll	8,064	7,281
Payroll Taxes	690	623
Rent	1,100	1,100
Telephone & Internet	127	253
TOPS Monthly Fee	480	480
Utilities	<u>135</u>	<u>114</u>
<b>Total Expenses</b>	<u>41,278</u>	<u>34,206</u>
<b>Increase/(Decrease) Unrestricted Net Assets</b>	<b>\$ <u>(21,227)</u></b>	<b>\$ <u>(17,544)</u></b>

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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, 2021</u>	<u>1 Month Ended Jan 31, 2021</u>
100	A	City Bank - Cash	123,539.74	123,539.74
103	A	City Bank Savings	300,231.40	300,231.40
177	A	Prepaid Expense	1,283.57	1,283.57
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	-48.38	-48.38
225	L	SUTA Payable	-25.00	-25.00
239	L	Deferred Income - 2021 Dues	-57,850.29	-57,850.29
244	L	Deferred Income - 2021 S&S	-114,675.00	-114,675.00
300	L	Unrestricted Net Assets	-274,782.66	-274,782.66
400	R	Memberships - Full	-5,089.12	-5,089.12
420	R	Memberships - Associate	0.00	0.00
425	R	Safety and Security	-10,595.00	-10,595.00
426	R	Architectural Fee	-703.64	-703.64
428	R	Interest & Fees	-76.47	-76.47
440	R	Legal Fee Reimbursement	-2,262.50	-2,262.50
470	R	SCAN	-1,324.93	-1,324.93
480	R	Transfer Fees	0.00	0.00
485	R	Refinance Fees	0.00	0.00
600	E	Accounting	375.00	375.00
620	E	Bank/Merchant Charges	1,075.62	1,075.62
625	E	Community Events & Beautificat	200.00	200.00
626	E	Annual Fireworks Event	0.00	0.00
630	E	Safety and Security	19,062.00	19,062.00
632	E	Security Cameras	0.00	0.00
646	E	External Groups	0.00	0.00
647	E	Website & Other	100.00	100.00
650	E	Esplanades/Lot Maintenance	1,614.00	1,614.00
656	E	Public Relations	0.00	0.00
660	E	Insurance	51.30	51.30
665	E	Legal Fees - DR/ACC	4,446.53	4,446.53
670	E	Membership Campaign	0.00	0.00
690	E	Mosquito Spraying	0.00	0.00
703	E	Office Supplies - General Post	3,688.65	3,688.65
705	E	Outreach/Incentives for GM	68.79	68.79
710	E	Payroll	8,064.00	8,064.00
720	E	Payroll Taxes	690.28	690.28
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	127.34	127.34
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, 2021</u>	<u>1 Month Ended Jan 31, 2021</u>
800	E	Utilities	134.70	134.70
		Account Balances	0.00	0.00
		Current Loss	21,226.55	Y-T-D Loss
				21,226.55