

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, 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 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.
June 7, 2021

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

ASSETS

Current Assets			
City Bank - Cash	\$	41,849	
City Bank Savings		400,510	
Prepaid Expense		<u>692</u>	
Total Current Assets			\$ 443,052
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>444,152</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
FUTA Payable	\$	14	
SUTA Payable		10	
Deferred Income - 2021 Dues		68,752	
Deferred Income - 2021 S&S		<u>135,072</u>	
Total Current Liabilities			\$ 203,848
Unrestricted Net Assets			
Unrestricted Net Assets		274,783	
Increase/(Decrease) in Unrestricted Net Assets		<u>(34,479)</u>	
Total Unrestricted Net Assets			<u>240,304</u>
Total Liabilities and Unrestricted Net Assets			\$ <u><u>444,152</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, 2021

	<u>1 Month Ended</u> <u>May 31, 2021</u>	<u>5 Months Ended</u> <u>May 31, 2021</u>
Revenues		
Memberships - Full	\$ 9,822	\$ 38,595
Memberships - Associate	0	300
Safety and Security	19,296	77,122
Architectural Fee	1,550	4,960
Interest & Fees	80	356
Legal Fee Reimbursement	5,073	10,158
SCAN	516	7,537
Community Project - Donation	0	(546)
Transfer Fees	4,000	26,650
Refinance Fees	<u>0</u>	<u>2,100</u>
 Total Revenues	 <u>40,336</u>	 <u>167,232</u>
Expenses		
Accounting	350	3,369
Bank/Merchant Charges	156	2,327
Community Events & Beautificat	0	405
Annual Fireworks Event	0	3,750
Safety and Security	18,029	83,977
Website & Other	100	500
Esplanades/Lot Maintenance	1,757	8,285
Insurance	148	643
Legal Fees - DR/ACC	3,804	19,289
Membership Campaign	0	4,239
Mosquito Spraying	2,571	4,503
Office Supplies - General Post	438	6,265
Outreach/Incentives for GM	22	144
Payroll	6,232	33,708
Payroll Taxes	485	2,715
Rent	1,100	5,500
SCAN Printing - Postage	5,556	17,324
Telephone & Internet	129	1,499
TOPS Monthly Fee	530	2,600
Utilities	<u>101</u>	<u>669</u>
 Total Expenses	 <u>41,506</u>	 <u>201,710</u>
 Increase/(Decrease) Unrestricted Net Assets	 \$ <u>(1,170)</u>	 \$ <u>(34,479)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Periods Ended May 31, 2021 and 2020

	<u>1 Month Ended</u> <u>May 31, 2021</u>	<u>1 Month Ended</u> <u>May 31, 2020</u>
Revenues		
Memberships - Full	\$ 9,822	\$ 9,944
Memberships - Associate	0	300
Safety and Security	19,296	19,849
Architectural Fee	1,550	1,650
Interest & Fees	80	115
Donations	0	110
Legal Fee Reimbursement	5,073	1,550
SCAN	516	3,810
Transfer Fees	4,000	3,250
Refinance Fees	<u>0</u>	<u>1,600</u>
 Total Revenues	 <u>40,336</u>	 <u>42,177</u>
Expenses		
Accounting	350	1,100
Bank/Merchant Charges	156	544
Annual Fireworks Event	0	16,179
Safety and Security	18,029	17,388
Security Cameras	0	333
Website & Other	100	100
Esplanades/Lot Maintenance	1,757	1,378
Insurance	148	168
Legal Fees - DR/ACC	3,804	6,340
Mosquito Spraying	2,571	2,571
Office Supplies - General Post	438	569
Outreach/Incentives for GM	22	0
Payroll	6,232	6,677
Payroll Taxes	485	519
Rent	1,100	1,100
SCAN Printing - Postage	5,556	1,253
Telephone & Internet	129	127
TOPS Monthly Fee	530	480
Utilities	<u>101</u>	<u>84</u>
 Total Expenses	 <u>41,506</u>	 <u>56,910</u>
 Increase/(Decrease) Unrestricted Net Assets	 \$ <u><u>(1,170)</u></u>	 \$ <u><u>(14,733)</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, 2021

	1 Month Ended				5 Months Ended			
	May 31, 2021	Budget	Variance	Pct	May 31, 2021	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 9,822	\$ 8,667	\$ 1,155	13	\$ 38,595	\$ 43,333	\$ (4,738)	(11)
Memberships - Associate	0	167	(167)	(100)	300	833	(533)	(64)
Safety and Security	19,296	18,417	879	5	77,122	92,083	(14,961)	(16)
Architectural Fee	1,550	1,417	133	9	4,960	7,083	(2,124)	(30)
Interest & Fees	80	108	(29)	(27)	356	542	(186)	(34)
Legal Fee Reimbursement	5,073	833	4,240	509	10,158	4,167	5,991	144
SCAN	516	1,333	(817)	(61)	7,537	6,667	870	13
Community Project - Dona	0	0	0	0	(546)	0	(546)	0
Transfer Fees	4,000	3,750	250	7	26,650	18,750	7,900	42
Refinance Fees	0	417	(417)	(100)	2,100	2,083	17	1
Total Revenues	40,336	35,108	5,228	15	167,232	175,542	(8,310)	(5)
Expenses								
Accounting	350	583	(233)	(40)	3,369	2,917	452	16
Bank/Merchant Charges	156	375	(219)	(59)	2,327	1,875	452	24
Community Events & Bea	0	0	0	0	405	0	405	0
Annual Fireworks Event	0	417	(417)	(100)	3,750	2,083	1,667	80
Safety and Security	18,029	12,667	5,362	42	83,977	63,333	20,643	33
Website & Other	100	100	0	0	500	500	0	0
Esplanades/Lot Maintena	1,757	1,333	424	32	8,285	6,667	1,618	24
Insurance	148	167	(19)	(11)	643	833	(190)	(23)
Legal Fees - DR/ACC	3,804	3,333	470	14	19,289	16,667	2,622	16
Membership Campaign	0	1,167	(1,167)	(100)	4,239	5,833	(1,595)	(27)
Mosquito Spraying	2,571	1,667	904	54	4,503	8,333	(3,830)	(46)
Office Supplies - General	438	500	(62)	(12)	6,265	2,500	3,765	151
Outreach/Incentives for G	22	83	(61)	(74)	144	417	(273)	(66)
Payroll	6,232	7,083	(851)	(12)	33,708	35,417	(1,709)	(5)
Payroll Taxes	485	583	(99)	(17)	2,715	2,917	(202)	(7)
Rent	1,100	1,100	0	0	5,500	5,500	0	0
SCAN Printing - Postage	5,556	2,917	2,639	90	17,324	14,583	2,741	19
SCAN - Photographer	0	42	(42)	(100)	0	208	(208)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	308	(308)	(100)
Telephone & Internet	129	275	(146)	(53)	1,499	1,375	124	9
TOPS Monthly Fee	530	530	0	0	2,600	2,650	(50)	(2)
Utilities	101	125	(24)	(19)	669	625	44	7
Total Expenses	41,506	35,108	6,398	18	201,710	175,542	26,169	15
Increase/(Decrease) Unrest	\$ (1,170)	\$ 0	\$ (1,170)	(999)	\$ (34,479)	\$ (0)	\$ (34,479)	999

See Attached Accountant's Compilation Report.

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

	1 Month Ended May 31, 2021	5 Months Ended May 31, 2021
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (1,170)	\$ (34,479)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 148	\$ (270)
FUTA Payable	3	13
SUTA Payable	5	10
Deferred Income - 2021 Dues	(6,862)	35,992
Deferred Income - 2021 S&S	(13,367)	70,197
Total Adjustments	(20,073)	105,942
Cash Provided (Used) By Operations	(21,243)	71,463
Net Increase (Decrease) In Cash	(21,243)	71,463
Cash at Beginning of Period	463,603	370,897
Cash at End of Period	\$ 442,360	\$ 442,360

See Attached Accountant's Compilation Report.

CITY BANK

G/L ACCOUNT #: 100 Month May YEAR: 2021

BEG. BOOK BALANCE: 63,171.70 BALANCE PER BANK: 45,170.75

ADD: DEPOSITS

GL #	AMOUNT
Deposit	19,871.94
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT
	3995.41

TOTAL DEPOSITS 19,871.94 **DEPOSITS IN TRANSIT:** 3,995.41

LESS: CHECKS

OUTSTANDING CHECKS 1,100.00 7,316.92

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	33,092.24
Payroll	5,662.60
Tax	1,339.56
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 40,094.40 **TOTAL JE'S** 0.00

BALANCE PER BOOKS: 41,849.24 **BALANCE PER BANK:** 41,849.24 0.00
 Per Check Register: 41,849.24 Per Easy: 41,849.24 0.00
 0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
92	4,430.00				
SIMMS	1,100.00				
303	1,100.00				
EFTPS	686.92				
Total:	7,316.92	Total:	0.00	Total:	0.00

TOTALS: 7,316.92