

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 July 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 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.

August 3, 2021

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

ASSETS

Current Assets			
City Bank - Cash	\$	21,490	
City Bank Savings		375,675	
Prepaid Expense		16,129	
Total Current Assets	\$		413,293
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	\$		414,393

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
Deferred Income - 2021 Dues	\$	52,499	
Deferred Income - 2021 S&S		103,013	
Total Current Liabilities	\$		155,512
Unrestricted Net Assets			
Unrestricted Net Assets		274,783	
Increase/(Decrease) in Unrestricted Net Assets		(15,902)	
Total Unrestricted Net Assets			258,881
Total Liabilities and Unrestricted Net Assets	\$		414,393

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended July 31, 2021

	<u>1 Month Ended</u> <u>Jul. 31, 2021</u>	<u>7 Months Ended</u> <u>Jul. 31, 2021</u>
Revenues		
Memberships - Full	\$ 10,500	\$ 59,408
Memberships - Associate	0	300
Safety and Security	20,603	117,944
Architectural Fee	1,000	7,160
Interest & Fees	82	520
Booth Fee	0	100
Donations	17,565	17,815
Legal Fee Reimbursement	0	10,546
SCAN	1,890	9,943
Transfer Fees	6,250	36,650
Refinance Fees	<u>200</u>	<u>2,300</u>
Total Revenues	<u>58,090</u>	<u>262,686</u>
Expenses		
Accounting	350	4,069
Bank/Merchant Charges	110	3,254
Community Events & Beautificat	9,850	11,590
Annual Fireworks Event	(464)	5,040
Safety and Security	15,429	113,365
Website & Other	100	700
Esplanades/Lot Maintenance	1,607	11,724
Insurance	104	906
Legal Fees - DR/ACC	2,542	24,915
Membership Campaign	0	4,239
Mosquito Spraying	2,571	9,645
Office Supplies - General Post	487	7,063
Outreach/Incentives for GM	44	187
Payroll	6,448	46,380
Payroll Taxes	493	3,676
Rent	1,100	7,700
SCAN Printing - Postage	0	17,324
Telephone & Internet	285	2,225
TOPS Monthly Fee	530	3,660
Utilities	<u>137</u>	<u>925</u>
Total Expenses	<u>41,723</u>	<u>278,587</u>
Increase/(Decrease) Unrestricted Net Assets	<u>\$ 16,366</u>	<u>\$ (15,902)</u>

See Attached Accountant's Compilation Report.

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

	<u>1 Month Ended</u> <u>Jul. 31, 2021</u>	<u>1 Month Ended</u> <u>Jul. 31, 2020</u>
Revenues		
Memberships - Full	\$ 10,500	\$ 10,700
Safety and Security	20,603	21,368
Architectural Fee	1,000	2,825
Interest & Fees	82	114
Donations	17,565	0
Legal Fee Reimbursement	0	1,000
SCAN	1,890	710
Transfer Fees	6,250	2,500
Refinance Fees	<u>200</u>	<u>100</u>
Total Revenues	<u>58,090</u>	<u>39,317</u>
Expenses		
Accounting	350	0
Bank/Merchant Charges	110	138
Community Events & Beautificat	9,850	0
Annual Fireworks Event	(464)	0
Safety and Security	15,429	19,076
Security Cameras	0	333
Website & Other	100	100
Esplanades/Lot Maintenance	1,607	1,636
Insurance	104	146
Legal Fees - DR/ACC	2,542	4,146
Mosquito Spraying	2,571	2,556
Office Supplies - General Post	487	529
Outreach/Incentives for GM	44	0
Payroll	6,448	6,244
Payroll Taxes	493	478
Rent	1,100	1,100
SCAN Printing - Postage	0	1,253
Telephone & Internet	285	248
TOPS Monthly Fee	530	480
Utilities	<u>137</u>	<u>130</u>
Total Expenses	<u>41,723</u>	<u>38,592</u>
Increase/(Decrease) Unrestricted Net Assets	<u>\$ 16,366</u>	<u>\$ 725</u>

See Attached Accountant's Compilation Report.

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

	<u>1 Month Ended</u> <u>Jul. 31, 2021</u>	<u>7 Months Ended</u> <u>Jul. 31, 2021</u>
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 16,366	\$ (15,902)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 104	\$ (15,707)
FUTA Payable	(14)	0
SUTA Payable	(13)	0
Deferred Income - 2021 Dues	(9,380)	19,738
Deferred Income - 2021 S&S	<u>(18,299)</u>	<u>38,138</u>
Total Adjustments	<u>(27,602)</u>	<u>42,169</u>
Cash Provided (Used) By Operations	<u>(11,235)</u>	<u>26,268</u>
Net Increase (Decrease) In Cash	(11,235)	26,268
Cash at Beginning of Period	<u>408,400</u>	<u>370,897</u>
Cash at End of Period	\$ <u><u>397,165</u></u>	\$ <u><u>397,165</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis
For the Period Ended July 31, 2021

	1 Month Ended				7 Months Ended			
	Jul. 31, 2021	Budget	Variance	Pct	Jul. 31, 2021	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 10,500	\$ 8,667	\$ 1,833	21	\$ 59,408	\$ 60,667	\$ (1,258)	(2)
Memberships - Associate	0	167	(167)	(100)	300	1,167	(867)	(74)
Safety and Security	20,603	18,417	2,186	12	117,944	128,917	(10,973)	(9)
Architectural Fee	1,000	1,417	(417)	(29)	7,160	9,917	(2,757)	(28)
Interest & Fees	82	108	(26)	(24)	520	758	(239)	(31)
Booth Fee	0	0	0	0	100	0	100	0
Donations	17,565	0	17,565	0	17,815	0	17,815	0
Legal Fee Reimbursement	0	833	(833)	(100)	10,546	5,833	4,713	81
SCAN	1,890	1,333	557	42	9,943	9,333	610	7
Transfer Fees	6,250	3,750	2,500	67	36,650	26,250	10,400	40
Refinance Fees	200	417	(217)	(52)	2,300	2,917	(617)	(21)
Total Revenues	58,090	35,108	22,981	65	262,686	245,758	16,927	7
Expenses								
Accounting	350	583	(233)	(40)	4,069	4,083	(14)	(0)
Bank/Merchant Charges	110	375	(265)	(71)	3,254	2,625	629	24
Community Events & Bea	9,850	0	9,850	0	11,590	0	11,590	0
Annual Fireworks Event	(464)	417	(880)	(211)	5,040	2,917	2,123	73
Safety and Security	15,429	12,667	2,762	22	113,365	88,667	24,698	28
Website & Other	100	100	0	0	700	700	0	0
Esplanades/Lot Maintena	1,607	1,333	274	21	11,724	9,333	2,391	26
Insurance	104	167	(63)	(38)	906	1,167	(261)	(22)
Legal Fees - DR/ACC	2,542	3,333	(791)	(24)	24,915	23,333	1,582	7
Membership Campaign	0	1,167	(1,167)	(100)	4,239	8,167	(3,928)	(48)
Mosquito Spraying	2,571	1,667	904	54	9,645	11,667	(2,022)	(17)
Office Supplies - General	487	500	(13)	(3)	7,063	3,500	3,563	102
Outreach/Incentives for G	44	83	(40)	(48)	187	583	(396)	(68)
Payroll	6,448	7,083	(635)	(9)	46,380	49,583	(3,203)	(6)
Payroll Taxes	493	583	(90)	(15)	3,676	4,083	(407)	(10)
Rent	1,100	1,100	0	0	7,700	7,700	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	17,324	20,417	(3,092)	(15)
SCAN - Photographer	0	42	(42)	(100)	0	292	(292)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	432	(432)	(100)
Telephone & Internet	285	275	10	4	2,225	1,925	300	16
TOPS Monthly Fee	530	530	0	0	3,660	3,710	(50)	(1)
Utilities	137	125	12	10	925	875	50	6
Total Expenses	41,723	35,108	6,615	19	278,587	245,758	32,829	13
Increase/(Decrease) Unrest	\$ 16,366	\$ 0	\$ 16,366	999	\$ (15,902)	\$ (0)	\$ (15,902)	999

See Attached Accountant's Compilation Report.

CITY BANK

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

BEG. BOOK BALANCE: 32,807.75 BALANCE PER BANK: 24,124.55

ADD: DEPOSITS

GL #	AMOUNT
Deposit	30,681.70
Collections	
Redeposit returned items	
Bank Fee	

DEPOSITS IN TRANSIT:

DATE	AMOUNT
	3995.41

TOTAL DEPOSITS 30,681.70 **DEPOSITS IN TRANSIT:** 3,995.41

LESS: CHECKS

OUTSTANDING CHECKS 9,927.04 6,630.00

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	24,946.97
Payroll	5,752.88
Tax	1,372.60
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 32,072.45 **TOTAL JE'S** 0.00

BALANCE PER BOOKS: 21,489.96 **BALANCE PER BANK:** 21,489.96 0.00
 Per Check Register: 21,489.96 Per Easy: 21,489.96 0.00
0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
92	4,430.00				
SIMMS	1,100.00				
309	1,100.00				

Total: 6,630.00 **Total:** 0.00 **Total:** 0.00

TOTALS: 6,630.00