

# 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 September 30, 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 nine 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.

October 6, 2021

Sharpstown Civic Association, Inc.  
Statement of Assets, Liabilities, and Net Assets  
Modified Cash Basis  
September 30, 2021

ASSETS

Current Assets			
City Bank - Cash	\$	2,500	
City Bank Savings		350,822	
Prepaid Expense		<u>13,631</u>	
Total Current Assets	\$		366,952
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>368,052</u></u>

LIABILITIES AND UNRESTRICTED NET ASSETS

Current Liabilities			
Deferred Income - 2021 Dues	\$	31,368	
Deferred Income - 2021 S&S		<u>61,848</u>	
Total Current Liabilities	\$		93,215
Unrestricted Net Assets			
Unrestricted Net Assets		274,783	
Increase/(Decrease) in Unrestricted Net Assets		<u>54</u>	
Total Unrestricted Net Assets			<u>274,837</u>
Total Liabilities and Unrestricted Net Assets	\$		<u><u>368,052</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.  
Statement of Revenues and Expenses  
Modified Cash Basis  
For the Period Ended September 30, 2021

	<u>1 Month Ended</u> <u>Sep. 30, 2021</u>	<u>9 Months Ended</u> <u>Sep. 30, 2021</u>
<b>Revenues</b>		
Memberships - Full	\$ 10,536	\$ 80,540
Memberships - Associate	0	300
Safety and Security	20,786	159,546
Architectural Fee	150	8,285
Interest & Fees	72	667
Booth Fee	0	150
Donations	0	17,815
Legal Fee Reimbursement	2,461	13,506
SCAN	(201)	13,187
Transfer Fees	6,000	49,900
Refinance Fees	<u>300</u>	<u>4,100</u>
 Total Revenues	 <u>40,104</u>	 <u>347,995</u>
<b>Expenses</b>		
Accounting	375	4,894
Bank/Merchant Charges	(119)	3,188
Beautification Project	42	42
Community Events & Beautificat	0	11,916
Annual Fireworks Event	0	5,040
Safety and Security	14,904	140,635
Website & Other	100	900
Esplanades/Lot Maintenance	1,797	15,278
Insurance	1,412	3,729
Legal Fees - DR/ACC	2,808	29,394
Membership Campaign	0	4,239
Mosquito Spraying	2,586	15,426
Office Supplies - General Post	326	8,420
Outreach/Incentives for GM	0	197
Payroll	6,080	58,556
Payroll Taxes	465	4,608
Rent	1,100	9,900
SCAN Printing - Postage	0	22,880
Telephone & Internet	285	2,795
TOPS Monthly Fee	530	4,720
Utilities	<u>133</u>	<u>1,185</u>
 Total Expenses	 <u>32,823</u>	 <u>347,941</u>
 Increase/(Decrease) Unrestricted Net Assets	 <u>\$ 7,281</u>	 <u>\$ 54</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.  
Statement of Revenues and Expenses  
Modified Cash Basis  
For the Periods Ended September 30, 2021 and 2020

	<u>1 Month Ended</u> <u>Sep. 30, 2021</u>	<u>1 Month Ended</u> <u>Sep. 30, 2020</u>
<b>Revenues</b>		
Memberships - Full	\$ 10,536	\$ 10,554
Safety and Security	20,786	20,722
Architectural Fee	150	2,650
Interest & Fees	72	99
Legal Fee Reimbursement	2,461	1,250
SCAN	(201)	1,050
Transfer Fees	6,000	2,750
Refinance Fees	<u>300</u>	<u>0</u>
 Total Revenues	 <u>40,104</u>	 <u>39,074</u>
<b>Expenses</b>		
Accounting	375	376
Bank/Merchant Charges	(119)	164
Beautification Project	42	0
Safety and Security	14,904	19,062
Security Cameras	0	333
Website & Other	100	100
Esplanades/Lot Maintenance	1,797	1,524
Public Relations	0	(3,474)
Insurance	1,412	146
Legal Fees - DR/ACC	2,808	8,954
Membership Campaign	0	69
Mosquito Spraying	2,586	0
Office Supplies - General Post	326	355
Payroll	6,080	6,532
Payroll Taxes	465	500
Rent	1,100	1,100
Telephone & Internet	285	248
TOPS Monthly Fee	530	480
Utilities	<u>133</u>	<u>156</u>
 Total Expenses	 <u>32,823</u>	 <u>36,626</u>
 Increase/(Decrease) Unrestricted Net Assets	 <u>\$ 7,281</u>	 <u>\$ 2,448</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.  
Statement of Cash Flow  
Modified Cash Basis  
For the Period Ended September 30, 2021

	<u>1 Month Ended</u> <u>Sep. 30, 2021</u>	<u>9 Months Ended</u> <u>Sep. 30, 2021</u>
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 7,281	\$ 54
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 1,411	\$ (13,209)
Deferred Income - 2021 Dues	(11,016)	(1,393)
Deferred Income - 2021 S&S	<u>(21,417)</u>	<u>(3,027)</u>
Total Adjustments	<u>(31,022)</u>	<u>(17,629)</u>
Cash Provided (Used) By Operations	<u>(23,741)</u>	<u>(17,575)</u>
Net Increase (Decrease) In Cash	(23,741)	(17,575)
Cash at Beginning of Period	<u>377,062</u>	<u>370,897</u>
Cash at End of Period	\$ <u><u>353,321</u></u>	\$ <u><u>353,321</u></u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.  
Statement of Revenues and Expenses  
Modified Cash Basis  
For the Period Ended September 30, 2021

	1 Month Ended				9 Months Ended			
	Sep. 30, 2021	Budget	Variance	Pct	Sep. 30, 2021	Budget	Variance	Pct
<b>Revenues</b>								
Memberships - Full	\$ 10,536	\$ 8,667	\$ 1,869	22	\$ 80,540	\$ 78,000	\$ 2,540	3
Memberships - Associate	0	167	(167)	(100)	300	1,500	(1,200)	(80)
Safety and Security	20,786	18,417	2,369	13	159,546	165,750	(6,204)	(4)
Architectural Fee	150	1,417	(1,267)	(89)	8,285	12,750	(4,465)	(35)
Interest & Fees	72	108	(36)	(33)	667	975	(308)	(32)
Booth Fee	0	0	0	0	150	0	150	0
Donations	0	0	0	0	17,815	0	17,815	0
Legal Fee Reimbursement	2,461	833	1,628	195	13,506	7,500	6,006	80
SCAN	(201)	1,333	(1,534)	(115)	13,187	12,000	1,187	10
Transfer Fees	6,000	3,750	2,250	60	49,900	33,750	16,150	48
Refinance Fees	300	417	(117)	(28)	4,100	3,750	350	9
<b>Total Revenues</b>	<b>40,104</b>	<b>35,108</b>	<b>4,996</b>	<b>14</b>	<b>347,995</b>	<b>315,975</b>	<b>32,020</b>	<b>10</b>
<b>Expenses</b>								
Accounting	375	583	(208)	(36)	4,894	5,250	(356)	(7)
Bank/Merchant Charges	(119)	375	(494)	(132)	3,188	3,375	(187)	(6)
Beautification Project	42	0	42	0	42	0	42	0
Community Events & Bea	0	0	0	0	11,916	0	11,916	0
Annual Fireworks Event	0	417	(417)	(100)	5,040	3,750	1,290	34
Safety and Security	14,904	12,667	2,237	18	140,635	114,000	26,634	23
Website & Other	100	100	0	0	900	900	0	0
Esplanades/Lot Maintena	1,797	1,333	464	35	15,278	12,000	3,278	27
Insurance	1,412	167	1,245	747	3,729	1,500	2,229	149
Legal Fees - DR/ACC	2,808	3,333	(525)	(16)	29,394	30,000	(606)	(2)
Membership Campaign	0	1,167	(1,167)	(100)	4,239	10,500	(6,261)	(60)
Mosquito Spraying	2,586	1,667	919	55	15,426	15,000	426	3
Office Supplies - General	326	500	(174)	(35)	8,420	4,500	3,920	87
Outreach/Incentives for G	0	83	(83)	(100)	197	750	(553)	(74)
Payroll	6,080	7,083	(1,003)	(14)	58,556	63,750	(5,194)	(8)
Payroll Taxes	465	583	(118)	(20)	4,608	5,250	(642)	(12)
Rent	1,100	1,100	0	0	9,900	9,900	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	22,880	26,250	(3,370)	(13)
SCAN - Photographer	0	42	(42)	(100)	0	375	(375)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	555	(555)	(100)
Telephone & Internet	285	275	10	4	2,795	2,475	320	13
TOPS Monthly Fee	530	530	0	0	4,720	4,770	(50)	(1)
Utilities	133	125	8	6	1,185	1,125	60	5
<b>Total Expenses</b>	<b>32,823</b>	<b>35,108</b>	<b>(2,285)</b>	<b>(7)</b>	<b>347,941</b>	<b>315,975</b>	<b>31,966</b>	<b>10</b>
Increase/(Decrease) Unrest	\$ 7,281	\$ 0	\$ 7,281	0	\$ 54	\$ (0)	\$ 54	(999)

See Attached Accountant's Compilation Report.

**CITY BANK**

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

BEG. BOOK BALANCE: 26,313.03 BALANCE PER BANK: 8,029.81

**ADD: DEPOSITS**

GL #	AMOUNT
Deposit	11,712.65
Deposit in Transit	
Double booked	-3,995.41

**DEPOSITS IN TRANSIT:**

DATE	AMOUNT

TOTAL DEPOSITS 7,717.24 DEPOSITS IN TRANSIT: 0.00

**LESS: CHECKS**

1,100.00

**OUTSTANDING CHECKS**

5,530.00

**LESS: DEBIT MEMOS**

GL#	AMOUNT
Misc Debits	23,603.94
Payroll	5,510.24
Tax	1,316.28
Misc	

**CORRECTING JOURNAL ENTRIES**

JE#	AMOUNT

TOTAL DEBIT MEMOS 30,430.46 TOTAL JE'S 0.00

**BALANCE PER BOOKS:**

Per Check Register: 2,499.81  
2,499.81  
 0.00

**BALANCE PER BANK:**

Per Easy: 2,499.81 0.00  
2,499.81 0.00

**OUTSTANDING CHECKS**

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

Total: 5,530.00 Total: 0.00 Total: 0.00

TOTALS: 5,530.00