

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 June 30, 2022 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. 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.

The supplementary information contained in Schedule I and II is presented for purposes of additional analysis and is not a required part of basic financial statements. Such information is the responsibility of management. The supplemental information was subject to our compilation engagement. We have not audited or reviewed the supplemental information and do not express an opinion, a conclusion, nor provide any assurance on such information.

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.

July 14, 2022

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
June 30, 2022

ASSETS

Current Assets			
City Bank - Cash	\$	54,231	
City Bank Savings		350,559	
Prepaid Expense		19,476	
Total Current Assets	\$		424,267
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	\$		425,367

LIABILITIES AND NET ASSETS

Current Liabilities			
FUTA Payable	\$	22	
SUTA Payable		13	
Deferred Income - 2022 Dues		58,840	
Deferred Income - 2022 S&S		117,053	
Total Current Liabilities	\$		175,928
Net Assets			
Without restrictions		287,751	
Increase/(Decrease) without restrictions		(38,312)	
Total Net Assets			249,439
Total Liabilities and Net Assets	\$		425,367

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis

	<u>1 Month Ended</u> <u>Jun. 30, 2022</u>		<u>6 Months Ended</u> <u>Jun. 30, 2022</u>
Revenues			
Memberships - Full	\$ 9,807	\$	49,520
Memberships - Associate	250		1,160
Safety and Security	19,509		97,250
Architectural Fee	825		5,900
Interest & Fees	106		498
Donations	0		100
Legal Fee Reimbursement	732		12,565
SCAN	630		8,441
Transfer Fees	3,500		30,500
Refinance Fees	<u>400</u>		<u>1,500</u>
 Total Revenues	 <u>35,758</u>		 <u>207,434</u>
Expenses			
Accounting	375		3,802
Bank/Merchant Charges	124		3,185
Community Events & Beautificat	0		1,200
Annual Fireworks Event	13,393		18,948
Safety and Security	13,415		74,868
Donation	0		103
Website & Other	0		250
Esplanades/Lot Maintenance	1,794		10,742
Insurance	1,412		8,469
Legal Fees - DR/ACC	6,809		33,934
Membership Campaign	1,226		7,883
Mosquito Spraying	3,005		8,142
Office Supplies - General Post	353		4,091
Outreach/Incentives for GM	28		560
Payroll	6,576		35,934
Payroll Taxes	517		2,907
Rent	1,100		6,600
SCAN Printing - Postage	0		18,459
Telephone & Internet	319		1,694
TOPS Monthly Fee	530		3,180
Utilities	<u>133</u>		<u>795</u>
 Total Expenses	 <u>51,108</u>		 <u>245,747</u>
 Increase/(Decrease) in Net Asstes Without restrictions	 \$ <u>(15,350)</u>	 \$	 <u>(38,312)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis

	<u>1 Month Ended</u> <u>Jun. 30, 2022</u>	<u>1 Month Ended</u> <u>Jun. 30, 2021</u>	
Revenues			
Memberships - Full	\$ 9,807	\$ 10,313	
Memberships - Associate	250	0	
Safety and Security	19,509	20,219	
Architectural Fee	825	1,200	
Interest & Fees	106	82	
Booth Fee	0	100	
Donations	0	250	
Legal Fee Reimbursement	732	389	
SCAN	630	516	
Community Project - Donation	0	546	
Transfer Fees	3,500	3,750	
Refinance Fees	<u>400</u>	<u>0</u>	
 Total Revenues	 <u>35,758</u>	 <u>37,364</u>	
Expenses			
Accounting	375	350	
Bank/Merchant Charges	124	816	
Community Events & Beautificat	0	1,335	
Annual Fireworks Event	13,393	1,753	
Safety and Security	13,415	13,959	
Website & Other	0	100	
Esplanades/Lot Maintenance	1,794	1,832	
Insurance	1,412	159	
Legal Fees - DR/ACC	6,809	3,084	
Membership Campaign	1,226	0	
Mosquito Spraying	3,005	2,571	
Office Supplies - General Post	353	311	
Outreach/Incentives for GM	28	0	
Payroll	6,576	6,224	
Payroll Taxes	517	468	
Rent	1,100	1,100	
Telephone & Internet	319	441	
TOPS Monthly Fee	530	530	
Utilities	<u>133</u>	<u>119</u>	
 Total Expenses	 <u>51,108</u>	 <u>35,153</u>	
 Increase/(Decrease) in Net Asstes Without restrictions	 <u>\$ (15,350)</u>	 <u>\$ 2,211</u>	

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Revenues and Expenses
Modified Cash Basis

	1 Month Ended				6 Months Ended			
	Jun. 30, 2022	Budget	Variance	Pct	Jun. 30, 2022	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 9,807	\$ 8,667	\$ 1,140	13	\$ 49,520	\$ 52,000	\$ (2,480)	(5)
Memberships - Associate	250	167	83	50	1,160	1,000	160	16
Safety and Security	19,509	18,417	1,092	6	97,250	110,500	(13,250)	(12)
Architectural Fee	825	1,417	(592)	(42)	5,900	8,500	(2,600)	(31)
Interest & Fees	106	108	(3)	(3)	498	650	(152)	(23)
Donations	0	0	0	0	100	0	100	0
Legal Fee Reimbursement	732	833	(101)	(12)	12,565	5,000	7,565	151
SCAN	630	1,333	(703)	(53)	8,441	8,000	441	6
Transfer Fees	3,500	3,750	(250)	(7)	30,500	22,500	8,000	36
Refinance Fees	400	417	(17)	(4)	1,500	2,500	(1,000)	(40)
Total Revenues	35,758	35,108	650	2	207,434	210,650	(3,216)	(2)
Expenses								
Accounting	375	583	(208)	(36)	3,802	3,500	302	9
Bank/Merchant Charges	124	375	(251)	(67)	3,185	2,250	935	42
Community Events & Bea	0	0	0	0	1,200	0	1,200	0
Annual Fireworks Event	13,393	417	12,976	999	18,948	2,500	16,448	658
Safety and Security	13,415	12,667	749	6	74,868	76,000	(1,132)	(1)
Donation	0	0	0	0	103	0	103	0
Website & Other	0	100	(100)	(100)	250	600	(350)	(58)
Esplanades/Lot Maintena	1,794	1,333	461	35	10,742	8,000	2,742	34
Insurance	1,412	167	1,245	747	8,469	1,000	7,469	747
Legal Fees - DR/ACC	6,809	3,333	3,475	104	33,934	20,000	13,934	70
Membership Campaign	1,226	1,167	59	5	7,883	7,000	883	13
Mosquito Spraying	3,005	1,667	1,338	80	8,142	10,000	(1,858)	(19)
Office Supplies - General	353	500	(147)	(29)	4,091	3,000	1,091	36
Outreach/Incentives for G	28	83	(55)	(66)	560	500	60	12
Payroll	6,576	7,083	(507)	(7)	35,934	42,500	(6,566)	(15)
Payroll Taxes	517	583	(66)	(11)	2,907	3,500	(593)	(17)
Rent	1,100	1,100	0	0	6,600	6,600	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	18,459	17,500	959	5
SCAN - Photographer	0	42	(42)	(100)	0	250	(250)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	370	(370)	(100)
Telephone & Internet	319	275	44	16	1,694	1,650	44	3
TOPS Monthly Fee	530	530	0	0	3,180	3,180	0	0
Utilities	133	125	8	6	795	750	45	6
Total Expenses	51,108	35,108	16,000	46	245,747	210,650	35,096	17
Increase/(Decrease) in Net Asstes								
Without restrictions	\$ (15,350)	\$ 0	\$ (15,350)	(999)	\$ (38,312)	\$ (0)	\$ (38,312)	999

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended June 30, 2022

	1 Month Ended Jun. 30, 2022	6 Months Ended Jun. 30, 2022
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (15,350)	\$ (38,312)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ (15,283)	\$ (3,583)
FUTA Payable	9	22
SUTA Payable	6	13
Deferred Income - 2022 Dues	(8,287)	41,139
Deferred Income - 2022 S&S	(16,431)	81,563
Total Adjustments	(39,986)	119,154
Cash Provided (Used) By Operations	(55,336)	80,842
Net Increase (Decrease) In Cash	(55,336)	80,842
Cash at Beginning of Period	460,126	323,948
Cash at End of Period	\$ 404,790	\$ 404,790

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