

# 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, 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 seven 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.  
August 4, 2022

Sharpstown Civic Association, Inc.  
Statement of Assets, Liabilities, and Net Assets  
Modified Cash Basis  
July 31, 2022

ASSETS

Current Assets			
City Bank - Cash	\$	35,964	
City Bank Savings		350,701	
Prepaid Expense		<u>16,778</u>	
Total Current Assets	\$		403,443
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>404,544</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities			
SUTA Payable	\$	4	
Deferred Income - 2022 Dues		49,788	
Deferred Income - 2022 S&S		<u>99,396</u>	
Total Current Liabilities	\$		149,188
Net Assets			
Without restrictions		287,751	
Increase/(Decrease) without restrictions		<u>(32,395)</u>	
Total Net Assets			<u>255,356</u>
Total Liabilities and Net Assets	\$		<u><u>404,544</u></u>

See Attached Accountant's Compilation Report.

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

	1 Month Ended Jul. 31, 2022	7 Months Ended Jul. 31, 2022
<b>Revenues</b>		
Memberships - Full	\$ 9,958	\$ 59,477
Memberships - Associate	0	1,160
Safety and Security	19,879	117,129
Architectural Fee	750	6,650
Interest & Fees	142	640
Booth Fee	175	175
Donations	53,600	53,700
Legal Fee Reimbursement	707	13,272
SCAN	800	9,241
Transfer Fees	8,500	39,000
Refinance Fees	400	1,900
	<u>94,910</u>	<u>302,344</u>
<b>Expenses</b>		
Accounting	375	4,177
Bank/Merchant Charges	53	3,237
Community Events & Beautificat	67	1,267
Annual Fireworks Event	53,565	72,513
Safety and Security	13,805	88,674
Donation	0	103
Website & Other	0	250
Esplanades/Lot Maintenance	1,791	12,533
Insurance	1,587	10,056
Legal Fees - DR/ACC	5,268	39,202
Membership Campaign	467	8,350
Mosquito Spraying	3,075	11,217
Office Supplies - General Post	440	4,531
Outreach/Incentives for GM	0	560
Payroll	6,072	42,006
Payroll Taxes	469	3,375
Rent	1,100	7,700
SCAN Printing - Postage	0	18,459
Telephone & Internet	164	1,858
TOPS Monthly Fee	530	3,710
Utilities	166	961
	<u>88,993</u>	<u>334,740</u>
<b>Total Expenses</b>	<u>88,993</u>	<u>334,740</u>
<b>Increase/(Decrease) in Net Asstes</b>		
Without restrictions	\$ <u>5,917</u>	\$ <u>(32,395)</u>

See Attached Accountant's Compilation Report.

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

	1 Month Ended <u>Jul. 31, 2022</u>	1 Month Ended <u>Jul. 31, 2021</u>
<b>Revenues</b>		
Memberships - Full	\$ 9,958	\$ 10,500
Safety and Security	19,879	20,603
Architectural Fee	750	1,000
Interest & Fees	142	82
Booth Fee	175	0
Donations	53,600	17,565
Legal Fee Reimbursement	707	0
SCAN	800	1,890
Transfer Fees	8,500	6,250
Refinance Fees	<u>400</u>	<u>200</u>
<b>Total Revenues</b>	<u>94,910</u>	<u>58,090</u>
<b>Expenses</b>		
Accounting	375	350
Bank/Merchant Charges	53	110
Community Events & Beautificat	67	9,850
Annual Fireworks Event	53,565	(464)
Safety and Security	13,805	15,429
Website & Other	0	100
Esplanades/Lot Maintenance	1,791	1,607
Insurance	1,587	104
Legal Fees - DR/ACC	5,268	2,542
Membership Campaign	467	0
Mosquito Spraying	3,075	2,571
Office Supplies - General Post	440	487
Outreach/Incentives for GM	0	44
Payroll	6,072	6,448
Payroll Taxes	469	493
Rent	1,100	1,100
Telephone & Internet	164	285
TOPS Monthly Fee	530	530
Utilities	<u>166</u>	<u>137</u>
<b>Total Expenses</b>	<u>88,993</u>	<u>41,723</u>
<b>Increase/(Decrease) in Net Asstes Without restrictions</b>	<b>\$ <u>5,917</u></b>	<b>\$ <u>16,366</u></b>

See Attached Accountant's Compilation Report.

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

	1 Month Ended				7 Months Ended			
	Jul. 31, 2022	Budget	Variance	Pct	Jul. 31, 2022	Budget	Variance	Pct
<b>Revenues</b>								
Memberships - Full	\$ 9,958	\$ 8,667	\$ 1,291	15	\$ 59,477	\$ 60,667	\$ (1,189)	(2)
Memberships - Associate	0	167	(167)	(100)	1,160	1,167	(7)	(1)
Safety and Security	19,879	18,417	1,463	8	117,129	128,917	(11,787)	(9)
Architectural Fee	750	1,417	(667)	(47)	6,650	9,917	(3,267)	(33)
Interest & Fees	142	108	33	31	640	758	(118)	(16)
Booth Fee	175	0	175	0	175	0	175	0
Donations	53,600	0	53,600	0	53,700	0	53,700	0
Legal Fee Reimbursement	707	833	(127)	(15)	13,272	5,833	7,439	128
SCAN	800	1,333	(533)	(40)	9,241	9,333	(93)	(1)
Transfer Fees	8,500	3,750	4,750	127	39,000	26,250	12,750	49
Refinance Fees	400	417	(17)	(4)	1,900	2,917	(1,017)	(35)
<b>Total Revenues</b>	<b>94,910</b>	<b>35,108</b>	<b>59,802</b>	<b>170</b>	<b>302,344</b>	<b>245,758</b>	<b>56,586</b>	<b>23</b>
<b>Expenses</b>								
Accounting	375	583	(208)	(36)	4,177	4,083	94	2
Bank/Merchant Charges	53	375	(322)	(86)	3,237	2,625	612	23
Community Events & Bea	67	0	67	0	1,267	0	1,267	0
Annual Fireworks Event	53,565	417	53,149	999	72,513	2,917	69,597	999
Safety and Security	13,805	12,667	1,139	9	88,674	88,667	7	0
Donation	0	0	0	0	103	0	103	0
Website & Other	0	100	(100)	(100)	250	700	(450)	(64)
Esplanades/Lot Maintena	1,791	1,333	458	34	12,533	9,333	3,200	34
Insurance	1,587	167	1,420	852	10,056	1,167	8,889	762
Legal Fees - DR/ACC	5,268	3,333	1,934	58	39,202	23,333	15,868	68
Membership Campaign	467	1,167	(700)	(60)	8,350	8,167	183	2
Mosquito Spraying	3,075	1,667	1,409	85	11,217	11,667	(449)	(4)
Office Supplies - General	440	500	(60)	(12)	4,531	3,500	1,031	29
Outreach/Incentives for G	0	83	(83)	(100)	560	583	(23)	(4)
Payroll	6,072	7,083	(1,011)	(14)	42,006	49,583	(7,578)	(15)
Payroll Taxes	469	583	(115)	(20)	3,375	4,083	(708)	(17)
Rent	1,100	1,100	0	0	7,700	7,700	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	18,459	20,417	(1,958)	(10)
SCAN - Photographer	0	42	(42)	(100)	0	292	(292)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	432	(432)	(100)
Telephone & Internet	164	275	(111)	(40)	1,858	1,925	(67)	(3)
TOPS Monthly Fee	530	530	0	0	3,710	3,710	0	0
Utilities	166	125	41	33	961	875	86	10
<b>Total Expenses</b>	<b>88,993</b>	<b>35,108</b>	<b>53,885</b>	<b>153</b>	<b>334,740</b>	<b>245,758</b>	<b>88,981</b>	<b>36</b>
<b>Increase/(Decrease) in Net Asstes</b>								
Without restrictions	\$ 5,917	\$ 0	\$ 5,917	999	\$ (32,395)	\$ (0)	\$ (32,395)	999

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.  
Statement of Cash Flow  
Modified Cash Basis  
For the Period Ended July 31, 2022

	<u>1 Month Ended</u> <u>Jul. 31, 2022</u>	<u>7 Months Ended</u> <u>Jul. 31, 2022</u>
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 5,917	\$ (32,395)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 2,698	\$ (885)
FUTA Payable	(22)	0
SUTA Payable	(9)	4
Deferred Income - 2022 Dues	(9,053)	32,087
Deferred Income - 2022 S&S	<u>(17,656)</u>	<u>63,906</u>
Total Adjustments	<u>(24,042)</u>	<u>95,112</u>
Cash Provided (Used) By Operations	<u>(18,125)</u>	<u>62,717</u>
Net Increase (Decrease) In Cash	(18,125)	62,717
Cash at Beginning of Period	<u>404,790</u>	<u>323,948</u>
Cash at End of Period	\$ <u><u>386,665</u></u>	\$ <u><u>386,665</u></u>

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