

# 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, 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 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. 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.  
October 7, 2022

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

ASSETS

Current Assets			
City Bank - Cash	\$	23,686	
City Bank Savings		351,128	
Prepaid Expense		13,940	
Total Current Assets	\$		388,754
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	\$		389,854

LIABILITIES AND NET ASSETS

Current Liabilities			
FUTA Payable	\$	5	
SUTA Payable		8	
Deferred Income - 2022 Dues		31,853	
Deferred Income - 2022 S&S		63,319	
Total Current Liabilities	\$		95,185
Net Assets			
Without restrictions		287,751	
Increase/(Decrease) without restrictions		6,918	
Total Net Assets			294,669
Total Liabilities and Net Assets	\$		389,854

See Attached Accountant's Compilation Report.

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

	<u>1 Month Ended</u> <u>Sep. 30, 2022</u>	<u>9 Months Ended</u> <u>Sep. 30, 2022</u>	
<b>Revenues</b>			
Memberships - Full	\$ 10,618	\$ 80,452	
Memberships - Associate	0	1,160	
Safety and Security	21,106	158,895	
Architectural Fee	375	7,875	
Interest & Fees	234	1,067	
Booth Fee	0	175	
Donations	8,472	62,172	
Legal Fee Reimbursement	21,566	34,838	
SCAN	630	13,984	
Transfer Fees	5,000	49,250	
Refinance Fees	<u>100</u>	<u>2,000</u>	
<b>Total Revenues</b>	<u><b>68,101</b></u>	<u><b>411,869</b></u>	
<b>Expenses</b>			
Accounting	0	4,927	
Bank/Merchant Charges	123	3,420	
Community Events & Beautificat	0	1,617	
Annual Fireworks Event	0	72,513	
Safety and Security	13,873	115,403	
Donation	0	103	
Website & Other	0	250	
Esplanades/Lot Maintenance	1,375	15,808	
Insurance	1,588	13,232	
Legal Fees - DR/ACC	3,031	43,171	
Membership Campaign	0	8,350	
Mosquito Spraying	2,724	17,694	
Office Supplies - General Post	516	5,389	
Outreach/Incentives for GM	31	685	
Payroll	6,255	54,419	
Payroll Taxes	486	4,334	
Rent	1,100	9,900	
SCAN Printing - Postage	0	25,339	
Telephone & Internet	216	2,376	
TOPS Monthly Fee	530	4,770	
Utilities	<u>129</u>	<u>1,250</u>	
<b>Total Expenses</b>	<u><b>31,978</b></u>	<u><b>404,951</b></u>	
<b>Increase/(Decrease) in Net Asstes</b>			
Without restrictions	\$ <u><u>36,123</u></u>	\$ <u><u>6,918</u></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>Sep. 30, 2022</u>	<u>1 Month Ended</u> <u>Sep. 30, 2021</u>	
<b>Revenues</b>			
Memberships - Full	\$ 10,618	\$ 10,536	
Safety and Security	21,106	20,786	
Architectural Fee	375	150	
Interest & Fees	234	72	
Donations	8,472	0	
Legal Fee Reimbursement	21,566	2,461	
SCAN	630	(201)	
Transfer Fees	5,000	6,000	
Refinance Fees	<u>100</u>	<u>300</u>	
 Total Revenues	 <u>68,101</u>	 <u>40,104</u>	
<b>Expenses</b>			
Accounting	0	375	
Bank/Merchant Charges	123	(119)	
Beautification Project	0	42	
Safety and Security	13,873	14,904	
Website & Other	0	100	
Esplanades/Lot Maintenance	1,375	1,797	
Insurance	1,588	1,412	
Legal Fees - DR/ACC	3,031	2,808	
Mosquito Spraying	2,724	2,586	
Office Supplies - General Post	516	326	
Outreach/Incentives for GM	31	0	
Payroll	6,255	6,080	
Payroll Taxes	486	465	
Rent	1,100	1,100	
Telephone & Internet	216	285	
TOPS Monthly Fee	530	530	
Utilities	<u>129</u>	<u>133</u>	
 Total Expenses	 <u>31,978</u>	 <u>32,823</u>	
 Increase/(Decrease) in Net Asstes Without restrictions	  \$ <u><u>36,123</u></u>	  \$ <u><u>7,281</u></u>	

See Attached Accountant's Compilation Report.

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

	1 Month Ended				9 Months Ended			
	Sep. 30, 2022	Budget	Variance	Pct	Sep. 30, 2022	Budget	Variance	Pct
<b>Revenues</b>								
Memberships - Full	\$ 10,618	\$ 8,667	\$ 1,951	23	\$ 80,452	\$ 78,000	\$ 2,452	3
Memberships - Associate	0	167	(167)	(100)	1,160	1,500	(340)	(23)
Safety and Security	21,106	18,417	2,690	15	158,895	165,750	(6,855)	(4)
Architectural Fee	375	1,417	(1,042)	(74)	7,875	12,750	(4,875)	(38)
Interest & Fees	234	108	125	116	1,067	975	92	9
Booth Fee	0	0	0	0	175	0	175	0
Donations	8,472	0	8,472	0	62,172	0	62,172	0
Legal Fee Reimbursement	21,566	833	20,733	999	34,838	7,500	27,338	365
SCAN	630	1,333	(703)	(53)	13,984	12,000	1,984	17
Transfer Fees	5,000	3,750	1,250	33	49,250	33,750	15,500	46
Refinance Fees	100	417	(317)	(76)	2,000	3,750	(1,750)	(47)
<b>Total Revenues</b>	<b>68,101</b>	<b>35,108</b>	<b>32,992</b>	<b>94</b>	<b>411,869</b>	<b>315,975</b>	<b>95,894</b>	<b>30</b>
<b>Expenses</b>								
Accounting	0	583	(583)	(100)	4,927	5,250	(323)	(6)
Bank/Merchant Charges	123	375	(252)	(67)	3,420	3,375	45	1
Community Events & Bea	0	0	0	0	1,617	0	1,617	0
Annual Fireworks Event	0	417	(417)	(100)	72,513	3,750	68,763	999
Safety and Security	13,873	12,667	1,207	10	115,403	114,000	1,403	1
Donation	0	0	0	0	103	0	103	0
Website & Other	0	100	(100)	(100)	250	900	(650)	(72)
Esplanades/Lot Maintena	1,375	1,333	42	3	15,808	12,000	3,808	32
Insurance	1,588	167	1,421	853	13,232	1,500	11,732	782
Legal Fees - DR/ACC	3,031	3,333	(302)	(9)	43,171	30,000	13,171	44
Membership Campaign	0	1,167	(1,167)	(100)	8,350	10,500	(2,150)	(20)
Mosquito Spraying	2,724	1,667	1,058	63	17,694	15,000	2,694	18
Office Supplies - General	516	500	16	3	5,389	4,500	889	20
Outreach/Incentives for G	31	83	(52)	(63)	685	750	(65)	(9)
Payroll	6,255	7,083	(828)	(12)	54,419	63,750	(9,331)	(15)
Payroll Taxes	486	583	(97)	(17)	4,334	5,250	(916)	(17)
Rent	1,100	1,100	0	0	9,900	9,900	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	25,339	26,250	(911)	(3)
SCAN - Photographer	0	42	(42)	(100)	0	375	(375)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	555	(555)	(100)
Telephone & Internet	216	275	(59)	(22)	2,376	2,475	(99)	(4)
TOPS Monthly Fee	530	530	0	0	4,770	4,770	0	0
Utilities	129	125	4	3	1,250	1,125	125	11
<b>Total Expenses</b>	<b>31,978</b>	<b>35,108</b>	<b>(3,130)</b>	<b>(9)</b>	<b>404,951</b>	<b>315,975</b>	<b>88,976</b>	<b>28</b>
<b>Increase/(Decrease) in Net Asstes</b>								
Without restrictions	\$ 36,123	\$ 0	\$ 36,123	0	\$ 6,918	\$ (0)	\$ 6,918	(999)

See Attached Accountant's Compilation Report.

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

	1 Month Ended Sep. 30, 2022	9 Months Ended Sep. 30, 2022
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 36,123	\$ 6,918
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 1,588	\$ 1,953
FUTA Payable	5	5
SUTA Payable	3	8
Deferred Income - 2022 Dues	(9,578)	14,152
Deferred Income - 2022 S&S	(19,319)	27,829
Total Adjustments	(27,301)	43,947
Cash Provided (Used) By Operations	8,822	50,865
Net Increase (Decrease) In Cash	8,822	50,865
Cash at Beginning of Period	365,991	323,948
Cash at End of Period	\$ 374,813	\$ 374,813

See Attached Accountant's Compilation Report.

**CITY BANK**

G/L ACCOUNT #: 100 Month September YEAR: 2022

BEG. BOOK BALANCE: 15,096.77 BALANCE PER BANK: 23,804.38

**ADD: DEPOSITS**

GL #	AMOUNT
Deposit	38,913.97
Deposit in Transit	
Double booked	

**DEPOSITS IN TRANSIT:**

DATE	AMOUNT

TOTAL DEPOSITS 38,913.97 DEPOSITS IN TRANSIT: 0.00

**LESS: CHECKS**

1,100.00 **OUTSTANDING CHECKS** 118.86

**LESS: DEBIT MEMOS**

GL#	AMOUNT
Misc Debits	22,207.90
Payroll	5,633.29
Tax	1,384.03
Misc	

**CORRECTING JOURNAL ENTRIES**

JE#	AMOUNT

TOTAL DEBIT MEMOS 29,225.22 TOTAL JE'S 0.00

BALANCE PER BOOKS: 23,685.52 BALANCE PER BANK: 23,685.52 0.00  
Per Check Register: 23,685.52 Per Easy: 23,685.52 0.00  
0.00

**OUTSTANDING CHECKS**

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
317	118.86				

Total: 118.86 Total: 0.00 Total: 0.00

TOTALS: 118.86