

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 January 31, 2023 and the related statement of revenues and expenses – modified cash basis and statement of cash flow – modified cash basis for the one month 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.
February 8, 2023

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
January 31, 2023

ASSETS

Current Assets			
City Bank - Cash	\$	22,818	
City Bank Savings		301,042	
Prepaid Expense		<u>8,544</u>	
Total Current Assets	\$		332,404
Other Assets			
Deposits		<u>1,100</u>	
Total Other Assets			<u>1,100</u>
Total Assets	\$		<u><u>333,504</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities			
FUTA Payable	\$	36	
SUTA Payable		30	
Deferred Income - 2023 Dues		20,247	
Deferred Income - 2023 S&S		<u>40,142</u>	
Total Current Liabilities	\$		60,455
Net Assets			
Without restrictions		298,852	
Increase/(Decrease) without restrictions		<u>(25,803)</u>	
Total Net Assets			<u>273,049</u>
Total Liabilities and Net Assets	\$		<u><u>333,504</u></u>

See Attached Accountant's Compilation Report.

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

	1 Month Ended Jan. 31, 2023
Revenues	
Memberships - Full	\$ 1,841
Safety and Security	3,649
Architectural Fee	425
Interest & Fees	345
SCAN	660
Transfer Fees	<u>250</u>
Total Revenues	<u>7,170</u>
Expenses	
Accounting	375
Bank/Merchant Charges	833
Safety and Security	11,836
External Groups	124
Esplanades/Lot Maintenance	1,762
Insurance	1,588
Legal Fees - DR/ACC	4,784
Office Supplies - General Post	652
Payroll	6,023
Payroll Taxes	516
Rent	1,100
Telephone & Internet	216
TOPS Monthly Fee	2,982
Utilities	<u>183</u>
Total Expenses	<u>32,973</u>
Increase/(Decrease) in Net Asstes Without restrictions	\$ <u>(25,803)</u>

See Attached Accountant's Compilation Report.

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended January 31, 2023

Cash Flow From Operating Activities		\$ (25,803)
Current Year's Earnings		(25,803)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 632	
Equipment	4,232	
FUTA Payable	14	
SUTA Payable	19	
Deferred Income - 2023 Dues	13,752	
Deferred Income - 2023 S&S	<u>27,712</u>	
 Total Adjustments		 <u>46,361</u>
 Cash Provided (Used) By Operations		 <u>20,558</u>
 Purchase of Equipment	 <u>(4,232)</u>	
 Cash Provided (Used) By Investing		 <u>4,232</u>
 Net Increase (Decrease) In Cash		 24,790
 Cash at Beginning of Period		 <u>307,534</u>
 Cash at End of Period		 \$ <u><u>332,324</u></u>

See Attached Accountant's Compilation Report.

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

	1 Month Ended Jan. 31, 2023	Budget	Variance	Pct
Revenues				
Memberships - Full	\$ 1,841	\$ 8,667	\$ (6,826)	(79)
Memberships - Associate	0	167	(167)	(100)
Safety and Security	3,649	18,417	(14,767)	(80)
Architectural Fee	425	1,417	(992)	(70)
Interest & Fees	345	108	236	218
Legal Fee Reimbursement	0	833	(833)	(100)
SCAN	660	1,333	(673)	(50)
Transfer Fees	250	3,750	(3,500)	(93)
Refinance Fees	0	417	(417)	(100)
Total Revenues	7,170	35,108	(27,939)	(80)
Expenses				
Accounting	375	583	(208)	(36)
Bank/Merchant Charges	833	375	458	122
Annual Fireworks Event	0	417	(417)	(100)
Safety and Security	11,836	12,667	(831)	(7)
External Groups	124	0	124	0
Website & Other	0	100	(100)	(100)
Esplanades/Lot Maintenance	1,762	1,333	429	32
Insurance	1,588	167	1,421	853
Legal Fees - DR/ACC	4,784	3,333	1,450	44
Membership Campaign	0	1,167	(1,167)	(100)
Mosquito Spraying	0	1,667	(1,667)	(100)
Office Supplies - General Post	652	500	152	30
Outreach/Incentives for GM	0	83	(83)	(100)
Payroll	6,023	7,083	(1,060)	(15)
Payroll Taxes	516	583	(68)	(12)
Rent	1,100	1,100	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)
SCAN - Photographer	0	42	(42)	(100)
Yard Signs - Not Security	0	62	(62)	(100)
Telephone & Internet	216	275	(59)	(22)
TOPS Monthly Fee	2,982	530	2,452	463
Utilities	183	125	58	46
Total Expenses	32,973	35,108	(2,135)	(6)
Increase/(Decrease) in Net Asstes Without restrictions	\$ (25,803)	\$ (0)	\$ (25,803)	999

See Attached Accountant's Compilation Report.