

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, 2023 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.
July 10, 2023

Sharpstown Civic Association, Inc.
Statement of Assets, Liabilities, and Net Assets
Modified Cash Basis
June 30, 2023

ASSETS

Current Assets			
City Bank - Cash	\$	30,700	
City Bank Savings		302,836	
Prepaid Expense		<u>48,354</u>	
Total Current Assets			\$ 381,890
Other Assets			
Deposits		<u>1,100</u>	
Total Other Assets			<u>1,100</u>
Total Assets			\$ <u><u>382,990</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities			
FUTA Payable	\$	19	
SUTA Payable		7	
Deferred Income - 2023 Dues		55,776	
Deferred Income - 2023 S&S		<u>110,568</u>	
Total Current Liabilities			\$ 166,371
Net Assets			
Without restrictions		298,852	
Increase/(Decrease) without restrictions		<u>(82,233)</u>	
Total Net Assets			<u>216,619</u>
Total Liabilities and Net Assets			\$ <u><u>382,990</u></u>

See Attached Accountant's Compilation Report.

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

	1 Month Ended Jun. 30, 2023		6 Months Ended Jun. 30, 2023
Revenues			
Memberships - Full	\$ 9,296	\$	42,899
Memberships - Associate	0		700
Safety and Security	18,428		82,653
Architectural Fee	975		3,675
Interest & Fees	424		2,138
Legal Fee Reimbursement	250		1,594
SCAN	0		898
Transfer Fees	2,250		18,600
Refinance Fees	0		300
Total Revenues	31,623		153,457
Expenses			
Accounting	0		4,488
Bank/Merchant Charges	95		3,103
Community Events & Beautificat	963		979
Safety and Security	18,788		95,649
External Groups	98		473
Esplanades/Lot Maintenance	1,859		10,897
Insurance	1,593		9,554
Legal Fees - DR/ACC	855		17,104
Mosquito Spraying	2,724		6,141
Office Supplies - General Post	331		4,071
Outreach/Incentives for GM	1,640		1,714
Payroll	6,263		37,408
Payroll Taxes	488		2,977
Rent	1,100		6,600
SCAN Printing - Postage	1,364		16,640
Telephone & Internet	215		1,570
TOPS Monthly Fee	530		15,439
Utilities	161		885
Total Expenses	39,068		235,690
Increase/(Decrease) in Net Asstes Without restrictions	\$ (7,445)	\$	(82,233)

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, 2023</u>		<u>1 Month Ended</u> <u>Jun. 30, 2022</u>
Revenues			
Memberships - Full	\$ 9,296	\$	9,807
Memberships - Associate	0		250
Safety and Security	18,428		19,509
Architectural Fee	975		825
Interest & Fees	424		106
Legal Fee Reimbursement	250		732
SCAN	0		630
Transfer Fees	2,250		3,500
Refinance Fees	<u>0</u>		<u>400</u>
Total Revenues	<u>31,623</u>		<u>35,758</u>
Expenses			
Accounting	0		375
Bank/Merchant Charges	95		124
Community Events & Beautificat	963		0
Annual Fireworks Event	0		13,393
Safety and Security	18,788		13,415
External Groups	98		0
Esplanades/Lot Maintenance	1,859		1,794
Insurance	1,593		1,412
Legal Fees - DR/ACC	855		6,809
Membership Campaign	0		1,226
Mosquito Spraying	2,724		3,005
Office Supplies - General Post	331		353
Outreach/Incentives for GM	1,640		28
Payroll	6,263		6,576
Payroll Taxes	488		517
Rent	1,100		1,100
SCAN Printing - Postage	1,364		0
Telephone & Internet	215		319
TOPS Monthly Fee	530		530
Utilities	<u>161</u>		<u>133</u>
Total Expenses	<u>39,068</u>		<u>51,108</u>
Increase/(Decrease) in Net Asstes			
Without restrictions	\$ <u>(7,445)</u>	\$	<u>(15,350)</u>

See Attached Accountant's Compilation Report.

7/10/2023
10:50

Sharpstown Civic Association, Inc.
Regular Trial Balance

Company: SCA
Page: 1

<u>Account #</u>	<u>Type</u>	<u>Description</u>	<u>1 Month Ended Jun 30, 2023</u>	<u>6 Months Ended Jun 30, 2023</u>
100	A	City Bank - Cash	-64,331.14	30,700.13
103	A	City Bank Savings	424.20	302,835.72
177	A	Prepaid Expense	33,057.60	48,354.49
196	A	Deposits	0.00	1,100.00
224	L	FUTA Payable	-6.48	-19.49
225	L	SUTA Payable	-2.48	-7.46
241	L	Deferred Income - 2023 Dues	7,746.00	-55,775.97
246	L	Deferred Income - 2023 S&S	15,667.24	-110,568.45
300	L	Without restrictions	0.00	-298,852.24
400	R	Memberships - Full	-9,296.00	-42,898.51
420	R	Memberships - Associate	0.00	-700.00
425	R	Safety and Security	-18,428.08	-82,653.27
426	R	Architectural Fee	-975.00	-3,675.00
428	R	Interest & Fees	-424.20	-2,138.36
440	R	Legal Fee Reimbursement	-250.00	-1,594.32
470	R	SCAN	0.00	-897.60
480	R	Transfer Fees	-2,250.00	-18,600.00
485	R	Refinance Fees	0.00	-300.00
600	E	Accounting	0.00	4,487.50
620	E	Bank/Merchant Charges	95.25	3,102.76
625	E	Community Events & Beautificat	963.00	978.78
626	E	Annual Fireworks Event	0.00	0.00
630	E	Safety and Security	18,787.55	95,648.95
646	E	External Groups	98.47	473.28
647	E	Website & Other	0.00	0.00
650	E	Esplanades/Lot Maintenance	1,859.00	10,897.00
660	E	Insurance	1,593.13	9,553.71
665	E	Legal Fees - DR/ACC	855.00	17,104.21
670	E	Membership Campaign	0.00	0.00
690	E	Mosquito Spraying	2,724.36	6,141.06
703	E	Office Supplies - General Post	330.66	4,070.61
705	E	Outreach/Incentives for GM	1,640.00	1,714.44
710	E	Payroll	6,263.34	37,408.04
720	E	Payroll Taxes	488.10	2,976.75
750	E	Rent	1,100.00	6,600.00
770	E	SCAN Printing - Postage	1,364.24	16,639.89
771	E	SCAN - Photogropher	0.00	0.00
775	E	Yard Signs - Not Security	0.00	0.00
780	E	Telephone & Internet	215.32	1,569.59
790	E	TOPS Monthly Fee	530.00	15,439.00
800	E	Utilities	160.92	884.76
		Account Balances	<u>0.00</u>	<u>0.00</u>

Current Loss

7,445.06

Y-T-D Loss

82,233.27

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

	1 Month Ended				6 Months Ended			
	Jun. 30, 2023	Budget	Variance	Pct	Jun. 30, 2023	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 9,296	\$ 8,667	\$ 629	7	\$ 42,899	\$ 52,000	\$ (9,102)	(18)
Memberships - Associate	0	167	(167)	(100)	700	1,000	(300)	(30)
Safety and Security	18,428	18,417	11	0	82,653	110,500	(27,847)	(25)
Architectural Fee	975	1,417	(442)	(31)	3,675	8,500	(4,825)	(57)
Interest & Fees	424	108	316	292	2,138	650	1,488	229
Legal Fee Reimbursement	250	833	(583)	(70)	1,594	5,000	(3,406)	(68)
SCAN	0	1,333	(1,333)	(100)	898	8,000	(7,102)	(89)
Transfer Fees	2,250	3,750	(1,500)	(40)	18,600	22,500	(3,900)	(17)
Refinance Fees	0	417	(417)	(100)	300	2,500	(2,200)	(88)
Total Revenues	<u>31,623</u>	<u>35,108</u>	<u>(3,485)</u>	<u>(10)</u>	<u>153,457</u>	<u>210,650</u>	<u>(57,193)</u>	<u>(27)</u>
Expenses								
Accounting	0	583	(583)	(100)	4,488	3,500	987	28
Bank/Merchant Charges	95	375	(280)	(75)	3,103	2,250	853	38
Community Events & Bea	963	0	963	0	979	0	979	0
Annual Fireworks Event	0	417	(417)	(100)	0	2,500	(2,500)	(100)
Safety and Security	18,788	12,667	6,121	48	95,649	76,000	19,649	26
External Groups	98	0	98	0	473	0	473	0
Website & Other	0	100	(100)	(100)	0	600	(600)	(100)
Esplanades/Lot Maintena	1,859	1,333	526	39	10,897	8,000	2,897	36
Insurance	1,593	167	1,426	856	9,554	1,000	8,554	855
Legal Fees - DR/ACC	855	3,333	(2,478)	(74)	17,104	20,000	(2,896)	(14)
Membership Campaign	0	1,167	(1,167)	(100)	0	7,000	(7,000)	(100)
Mosquito Spraying	2,724	1,667	1,058	63	6,141	10,000	(3,859)	(39)
Office Supplies - General	331	500	(169)	(34)	4,071	3,000	1,071	36
Outreach/Incentives for G	1,640	83	1,557	999	1,714	500	1,214	243
Payroll	6,263	7,083	(820)	(12)	37,408	42,500	(5,092)	(12)
Payroll Taxes	488	583	(95)	(16)	2,977	3,500	(523)	(15)
Rent	1,100	1,100	0	0	6,600	6,600	0	0
SCAN Printing - Postage	1,364	2,917	(1,552)	(53)	16,640	17,500	(860)	(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	215	275	(60)	(22)	1,570	1,650	(80)	(5)
TOPS Monthly Fee	530	530	0	0	15,439	3,180	12,259	386
Utilities	161	125	36	29	885	750	135	18
Total Expenses	<u>39,068</u>	<u>35,108</u>	<u>3,960</u>	<u>11</u>	<u>235,690</u>	<u>210,650</u>	<u>25,040</u>	<u>12</u>
Increase/(Decrease) in Net Asstes								
Without restrictions	\$ <u>(7,445)</u>	\$ <u>0</u>	\$ <u>(7,445)</u>	<u>(999)</u>	\$ <u>(82,233)</u>	\$ <u>(0)</u>	\$ <u>(82,233)</u>	<u>999</u>

Sharpstown Civic Association, Inc.
Statement of Cash Flow
Modified Cash Basis
For the Period Ended June 30, 2023

	1 Month Ended Jun. 30, 2023	6 Months Ended Jun. 30, 2023
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (7,445)	\$ (82,233)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ (33,057)	\$ (39,178)
FUTA Payable	6	(3)
SUTA Payable	2	(4)
Deferred Income - 2023 Dues	(7,746)	49,281
Deferred Income - 2023 S&S	(15,667)	98,138
Total Adjustments	(56,462)	108,234
Cash Provided (Used) By Operations	(63,907)	26,001
Net Increase (Decrease) In Cash	(63,907)	26,001
Cash at Beginning of Period	397,443	307,535
Cash at End of Period	\$ 333,536	\$ 333,536

See Attached Accountant's Compilation Report.

CITY BANK

G/L ACCOUNT #: 100 Month June YEAR: 2023

BEG. BOOK BALANCE: 95,031.27 BALANCE PER BANK: 34,403.44

ADD: DEPOSITS

GL #	AMOUNT
Deposit	7,690.59
Deposit in Transit	
Double booked	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 7,690.59 **DEPOSITS IN TRANSIT:** 0.00

LESS: CHECKS

11,100.00 **OUTSTANDING CHECKS** 3,703.31

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	53,864.85
Payroll	5,627.00
Tax	1,429.88
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 60,921.73 **TOTAL JE'S** 0.00

BALANCE PER BOOKS: 30,700.13 **BALANCE PER BANK:** 30,700.13 0.00
 Per Check Register: 30,700.13 Per Easy: 30,700.13 0.00
 0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
317	118.86				
350	1100.00				
ious Permittin	2,484.45				

Total: 3,703.31 **0.00** **Total:** 0.00

TOTALS: 3,703.31