

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, 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 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 11, 2023

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

ASSETS

Current Assets			
City Bank - Cash	\$	52,331	
City Bank Savings		273,187	
Prepaid Expense		<u>18,511</u>	
Total Current Assets			\$ 344,028
Other Assets			
Deposits		<u>1,100</u>	
Total Other Assets			<u>1,100</u>
Total Assets			\$ <u><u>345,128</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities			
FUTA Payable	\$	6	
SUTA Payable		2	
Deferred Income - 2023 Dues		47,972	
Deferred Income - 2023 S&S		<u>94,708</u>	
Total Current Liabilities			\$ 142,688
Net Assets			
Without restrictions		298,852	
Increase/(Decrease) without restrictions		<u>(96,413)</u>	
Total Net Assets			<u>202,440</u>
Total Liabilities and Net Assets			\$ <u><u>345,128</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, 2023	7 Months Ended Jul. 31, 2023
Revenues		
Memberships - Full	\$ 9,594	\$ 52,493
Memberships - Associate	0	700
Safety and Security	18,942	101,595
Architectural Fee	781	4,456
Interest & Fees	351	2,489
Booth Fee	50	50
Donations	58,962	58,962
Legal Fee Reimbursement	3,000	4,594
SCAN	0	898
Transfer Fees	5,250	23,850
Refinance Fees	300	600
	<u>97,230</u>	<u>250,687</u>
Total Revenues		
Expenses		
Accounting	0	4,488
Bank/Merchant Charges	93	3,196
Community Events & Beautificat	0	979
Annual Fireworks Event	75,832	75,832
Safety and Security	17,522	113,171
External Groups	0	473
Esplanades/Lot Maintenance	1,874	12,771
Insurance	1,749	11,303
Legal Fees - DR/ACC	1,600	18,704
Mosquito Spraying	3,402	9,543
Office Supplies - General Post	607	4,678
Outreach/Incentives for GM	0	1,714
Payroll	6,243	43,651
Payroll Taxes	486	3,463
Rent	1,100	7,700
SCAN Printing - Postage	0	16,640
Telephone & Internet	215	1,785
TOPS Monthly Fee	530	15,969
Utilities	154	1,039
	<u>111,410</u>	<u>347,100</u>
Total Expenses		
Increase/(Decrease) in Net Asstes		
Without restrictions	\$ <u>(14,179)</u>	\$ <u>(96,413)</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>Jul. 31, 2023</u>	<u>1 Month Ended</u> <u>Jul. 31, 2022</u>	
Revenues			
Memberships - Full	\$ 9,594	\$ 9,958	
Safety and Security	18,942	19,879	
Architectural Fee	781	750	
Interest & Fees	351	142	
Booth Fee	50	175	
Donations	58,962	53,600	
Legal Fee Reimbursement	3,000	707	
SCAN	0	800	
Transfer Fees	5,250	8,500	
Refinance Fees	<u>300</u>	<u>400</u>	
 Total Revenues	 <u>97,230</u>	 <u>94,910</u>	
Expenses			
Accounting	0	375	
Bank/Merchant Charges	93	53	
Community Events & Beautificat	0	67	
Annual Fireworks Event	75,832	53,565	
Safety and Security	17,522	13,805	
Esplanades/Lot Maintenance	1,874	1,791	
Insurance	1,749	1,587	
Legal Fees - DR/ACC	1,600	5,268	
Membership Campaign	0	467	
Mosquito Spraying	3,402	3,075	
Office Supplies - General Post	607	440	
Payroll	6,243	6,072	
Payroll Taxes	486	469	
Rent	1,100	1,100	
Telephone & Internet	215	164	
TOPS Monthly Fee	530	530	
Utilities	<u>154</u>	<u>166</u>	
 Total Expenses	 <u>111,410</u>	 <u>88,993</u>	
 Increase/(Decrease) in Net Asstes Without restrictions	 \$ <u>(14,179)</u>	 \$ <u>5,917</u>	

See Attached Accountant's Compilation Report.

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Sharpstown Civic Association, Inc.
Regular Trial Balance

Company: SCA
Page: 1

<u>Account #</u>	<u>Type</u>	<u>Description</u>	<u>1 Month Ended Jul 31, 2023</u>	<u>7 Months Ended Jul 31, 2023</u>
100	A	City Bank - Cash	21,630.52	52,330.65
103	A	City Bank Savings	-29,649.22	273,186.50
177	A	Prepaid Expense	-29,843.85	18,510.64
196	A	Deposits	0.00	1,100.00
224	L	FUTA Payable	13.13	-6.36
225	L	SUTA Payable	5.03	-2.43
241	L	Deferred Income - 2023 Dues	7,804.33	-47,971.64
246	L	Deferred Income - 2023 S&S	15,860.71	-94,707.74
300	L	Without restrictions	0.00	-298,852.24
400	R	Memberships - Full	-9,594.33	-52,492.84
420	R	Memberships - Associate	0.00	-700.00
425	R	Safety and Security	-18,941.55	-101,594.82
426	R	Architectural Fee	-781.00	-4,456.00
428	R	Interest & Fees	-350.78	-2,489.14
429	R	Booth Fee	-50.00	-50.00
430	R	Donations	-58,962.49	-58,962.49
440	R	Legal Fee Reimbursement	-3,000.00	-4,594.32
470	R	SCAN	0.00	-897.60
480	R	Transfer Fees	-5,250.00	-23,850.00
485	R	Refinance Fees	-300.00	-600.00
600	E	Accounting	0.00	4,487.50
620	E	Bank/Merchant Charges	93.43	3,196.19
625	E	Community Events & Beautificat	0.00	978.78
626	E	Annual Fireworks Event	75,832.05	75,832.05
630	E	Safety and Security	17,521.98	113,170.93
646	E	External Groups	0.00	473.28
647	E	Website & Other	0.00	0.00
650	E	Esplanades/Lot Maintenance	1,874.00	12,771.00
660	E	Insurance	1,749.48	11,303.19
665	E	Legal Fees - DR/ACC	1,600.00	18,704.21
670	E	Membership Campaign	0.00	0.00
690	E	Mosquito Spraying	3,401.70	9,542.76
703	E	Office Supplies - General Post	607.32	4,677.93
705	E	Outreach/Incentives for GM	0.00	1,714.44
710	E	Payroll	6,243.34	43,651.38
720	E	Payroll Taxes	486.41	3,463.16
750	E	Rent	1,100.00	7,700.00
770	E	SCAN Printing - Postage	0.00	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	215.33	1,784.92
790	E	TOPS Monthly Fee	530.00	15,969.00

8/11/2023
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Sharpstown Civic Association, Inc.
Regular Trial Balance

Company: SCA
Page: 2

<u>Account #</u>	<u>Type</u>	<u>Description</u>	<u>1 Month Ended Jul 31, 2023</u>	<u>7 Months Ended Jul 31, 2023</u>
800	E	Utilities	154.46	1,039.22
		Account Balances	0.00	0.00
		Current Loss	14,179.35	96,412.62
		Y-T-D Loss		

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

	1 Month Ended				7 Months Ended			
	Jul. 31, 2023	Budget	Variance	Pct	Jul. 31, 2023	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 9,594	\$ 8,667	\$ 928	11	\$ 52,493	\$ 60,667	\$ (8,174)	(13)
Memberships - Associate	0	167	(167)	(100)	700	1,167	(467)	(40)
Safety and Security	18,942	18,417	525	3	101,595	128,917	(27,322)	(21)
Architectural Fee	781	1,417	(636)	(45)	4,456	9,917	(5,461)	(55)
Interest & Fees	351	108	242	224	2,489	758	1,731	228
Booth Fee	50	0	50	0	50	0	50	0
Donations	58,962	0	58,962	0	58,962	0	58,962	0
Legal Fee Reimbursement	3,000	833	2,167	260	4,594	5,833	(1,239)	(21)
SCAN	0	1,333	(1,333)	(100)	898	9,333	(8,436)	(90)
Transfer Fees	5,250	3,750	1,500	40	23,850	26,250	(2,400)	(9)
Refinance Fees	300	417	(117)	(28)	600	2,917	(2,317)	(79)
Total Revenues	97,230	35,108	62,122	177	250,687	245,758	4,929	2
Expenses								
Accounting	0	583	(583)	(100)	4,488	4,083	404	10
Bank/Merchant Charges	93	375	(282)	(75)	3,196	2,625	571	22
Community Events & Bea	0	0	0	0	979	0	979	0
Annual Fireworks Event	75,832	417	75,415	999	75,832	2,917	72,915	999
Safety and Security	17,522	12,667	4,855	38	113,171	88,667	24,504	28
External Groups	0	0	0	0	473	0	473	0
Website & Other	0	100	(100)	(100)	0	700	(700)	(100)
Esplanades/Lot Maintena	1,874	1,333	541	41	12,771	9,333	3,438	37
Insurance	1,749	167	1,583	950	11,303	1,167	10,137	869
Legal Fees - DR/ACC	1,600	3,333	(1,733)	(52)	18,704	23,333	(4,629)	(20)
Membership Campaign	0	1,167	(1,167)	(100)	0	8,167	(8,167)	(100)
Mosquito Spraying	3,402	1,667	1,735	104	9,543	11,667	(2,124)	(18)
Office Supplies - General	607	500	107	21	4,678	3,500	1,178	34
Outreach/Incentives for G	0	83	(83)	(100)	1,714	583	1,131	194
Payroll	6,243	7,083	(840)	(12)	43,651	49,583	(5,932)	(12)
Payroll Taxes	486	583	(97)	(17)	3,463	4,083	(620)	(15)
Rent	1,100	1,100	0	0	7,700	7,700	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	16,640	20,417	(3,777)	(18)
SCAN - Photographer	0	42	(42)	(100)	0	292	(292)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	432	(432)	(100)
Telephone & Internet	215	275	(60)	(22)	1,785	1,925	(140)	(7)
TOPS Monthly Fee	530	530	0	0	15,969	3,710	12,259	330
Utilities	154	125	29	24	1,039	875	164	19
Total Expenses	111,410	35,108	76,301	217	347,100	245,758	101,341	41
Increase/(Decrease) in Net Asstes								
Without restrictions	\$ (14,179)	\$ 0	\$ (14,179)	(999)	\$ (96,413)	\$ (0)	\$ (96,413)	(999)

See Attached Accountant's Compilation Report.

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

	1 Month Ended Jul. 31, 2023	7 Months Ended Jul. 31, 2023
Cash Flow From Operating Activities		
Current Year's Earnings	\$ (14,179)	\$ (96,413)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 29,844	\$ (9,335)
FUTA Payable	(13)	(16)
SUTA Payable	(5)	(9)
Deferred Income - 2023 Dues	(7,804)	41,477
Deferred Income - 2023 S&S	(15,861)	82,278
Total Adjustments	6,161	114,395
Cash Provided (Used) By Operations	(8,018)	17,982
Net Increase (Decrease) In Cash	(8,018)	17,982
Cash at Beginning of Period	333,535	307,535
Cash at End of Period	\$ 325,517	\$ 325,517

See Attached Accountant's Compilation Report.

CITY BANK

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

BEG. BOOK BALANCE: 30,700.13 BALANCE PER BANK: 56,041.43

ADD: DEPOSITS

GL #	AMOUNT
Deposit	103,120.90
Deposit in Transit	
Double booked	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 103,120.90 **DEPOSITS IN TRANSIT:** 0.00

LESS: CHECKS

OUTSTANDING CHECKS 3,710.78

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	40,392.88
Payroll	5,606.93
Tax	1,424.82
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 47,424.63 **TOTAL JE'S** 0.00

BALANCE PER BOOKS: 52,330.65 **BALANCE PER BANK:** 52,330.65 0.00
Per Check Register: 52,330.65 **Per Easy:** 52,330.65 0.00
0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
317	118.86				
356	1100.00				
Houston	2,484.45				
Permitting					
SUTA	7.47				
Total:	3,710.78		0.00	Total:	0.00

TOTALS: 3,710.78