

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 August 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 eight 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.
September 6, 2023

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

ASSETS

Current Assets			
City Bank - Cash	\$	37,295	
City Bank Savings		273,558	
Prepaid Expense		<u>17,098</u>	
Total Current Assets			\$ 327,951
Other Assets			
Deposits		<u>1,100</u>	
Total Other Assets			<u>1,100</u>
Total Assets			\$ <u><u>329,051</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities			
FUTA Payable	\$	10	
SUTA Payable		6	
Deferred Income - 2023 Dues		39,843	
Deferred Income - 2023 S&S		<u>77,232</u>	
Total Current Liabilities			\$ 117,090
Net Assets			
Without restrictions		298,852	
Increase/(Decrease) without restrictions		<u>(86,892)</u>	
Total Net Assets			<u>211,960</u>
Total Liabilities and Net Assets			\$ <u><u>329,051</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>Aug. 30, 2023</u>		<u>8 Months Ended</u> <u>Aug. 30, 2023</u>
Revenues			
Memberships - Full	\$ 10,211	\$	62,704
Memberships - Associate	0		700
Safety and Security	19,308		120,903
Architectural Fee	725		5,181
Interest & Fees	371		2,860
Booth Fee	0		50
Donations	0		58,962
Legal Fee Reimbursement	4,511		9,106
SCAN	0		898
Transfer Fees	5,750		29,600
Refinance Fees	<u>0</u>		<u>600</u>
Total Revenues	<u>40,876</u>		<u>291,564</u>
Expenses			
Accounting	750		5,238
Bank/Merchant Charges	181		3,377
Community Events & Beautificat	0		979
Annual Fireworks Event	0		75,832
Safety and Security	15,615		128,786
External Groups	0		473
Esplanades/Lot Maintenance	1,814		14,585
Insurance	1,181		12,484
Legal Fees - DR/ACC	0		18,704
Mosquito Spraying	2,724		12,267
Office Supplies - General Post	413		5,091
Outreach/Incentives for GM	70		1,785
Payroll	6,551		50,203
Payroll Taxes	508		3,971
Rent	1,100		8,800
SCAN Printing - Postage	0		16,640
Telephone & Internet	290		2,075
TOPS Monthly Fee	0		15,969
Utilities	<u>159</u>		<u>1,198</u>
Total Expenses	<u>31,356</u>		<u>378,455</u>
Increase/(Decrease) in Net Asstes			
Without restrictions	<u>\$ 9,521</u>	\$	<u>(86,892)</u>

See Attached Accountant's Compilation Report.

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

	1 Month Ended Aug. 30, 2023		1 Month Ended Aug. 30, 2022
Revenues			
Memberships - Full	\$ 10,211	\$	10,358
Safety and Security	19,308		20,660
Architectural Fee	725		850
Interest & Fees	371		194
Legal Fee Reimbursement	4,511		0
SCAN	0		4,113
Transfer Fees	5,750		5,250
Total Revenues	40,876		41,424
Expenses			
Accounting	750		750
Bank/Merchant Charges	181		61
Community Events & Beautificat	0		350
Safety and Security	15,615		12,856
Esplanades/Lot Maintenance	1,814		1,900
Insurance	1,181		1,588
Legal Fees - DR/ACC	0		938
Mosquito Spraying	2,724		3,753
Office Supplies - General Post	413		342
Outreach/Incentives for GM	70		94
Payroll	6,551		6,158
Payroll Taxes	508		472
Rent	1,100		1,100
SCAN Printing - Postage	0		6,880
Telephone & Internet	290		303
TOPS Monthly Fee	0		530
Utilities	159		160
Total Expenses	31,356		38,234
Increase/(Decrease) in Net Asstes Without restrictions	\$ 9,521	\$	3,190

9/5/2023
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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 Aug 30, 2023</u>	<u>8 Months Ended Aug 30, 2023</u>
100	A	City Bank - Cash	-15,035.41	37,295.24
103	A	City Bank Savings	371.24	273,557.74
177	A	Prepaid Expense	-1,413.08	17,097.56
196	A	Deposits	0.00	1,100.00
224	L	FUTA Payable	-3.55	-9.91
225	L	SUTA Payable	-3.15	-5.58
241	L	Deferred Income - 2023 Dues	8,128.99	-39,842.65
246	L	Deferred Income - 2023 S&S	17,475.74	-77,232.00
300	L	Without restrictions	0.00	-298,852.24
400	R	Memberships - Full	-10,210.67	-62,703.51
420	R	Memberships - Associate	0.00	-700.00
425	R	Safety and Security	-19,308.00	-120,902.82
426	R	Architectural Fee	-725.00	-5,181.00
428	R	Interest & Fees	-371.24	-2,860.38
429	R	Booth Fee	0.00	-50.00
430	R	Donations	0.00	-58,962.49
440	R	Legal Fee Reimbursement	-4,511.46	-9,105.78
470	R	SCAN	0.00	-897.60
480	R	Transfer Fees	-5,750.00	-29,600.00
485	R	Refinance Fees	0.00	-600.00
600	E	Accounting	750.00	5,237.50
620	E	Bank/Merchant Charges	180.64	3,376.83
625	E	Community Events & Beautificat	0.00	978.78
626	E	Annual Fireworks Event	0.00	75,832.05
630	E	Safety and Security	15,614.70	128,785.63
646	E	External Groups	0.00	473.28
647	E	Website & Other	0.00	0.00
650	E	Esplanades/Lot Maintenance	1,814.00	14,585.00
660	E	Insurance	1,180.53	12,483.72
665	E	Legal Fees - DR/ACC	0.00	18,704.21
670	E	Membership Campaign	0.00	0.00
690	E	Mosquito Spraying	2,724.36	12,267.12
703	E	Office Supplies - General Post	412.88	5,090.81
705	E	Outreach/Incentives for GM	70.22	1,784.66
710	E	Payroll	6,551.34	50,202.72
720	E	Payroll Taxes	507.88	3,971.04
750	E	Rent	1,100.00	8,800.00
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	290.34	2,075.26
790	E	TOPS Monthly Fee	0.00	15,969.00

9/5/2023
13:48

Sharpstown Civic Association, Inc.
Regular Trial Balance

Company: SCA
Page: 2

<u>Account #</u>	<u>Type</u>	<u>Description</u>	<u>1 Month Ended Aug 30, 2023</u>	<u>8 Months Ended Aug 30, 2023</u>
800	E	Utilities	158.70	1,197.92
		Account Balances	0.00	0.00
		Current Profit	9,520.78	Y-T-D Loss 86,891.84

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

	1 Month Ended				8 Months Ended			
	Aug. 30, 2023	Budget	Variance	Pct	Aug. 30, 2023	Budget	Variance	Pct
Revenues								
Memberships - Full	\$ 10,211	\$ 8,667	\$ 1,544	18	\$ 62,704	\$ 69,333	\$ (6,630)	(10)
Memberships - Associate	0	167	(167)	(100)	700	1,333	(633)	(48)
Safety and Security	19,308	18,417	891	5	120,903	147,333	(26,431)	(18)
Architectural Fee	725	1,417	(692)	(49)	5,181	11,333	(6,152)	(54)
Interest & Fees	371	108	263	243	2,860	867	1,994	230
Booth Fee	0	0	0	0	50	0	50	0
Donations	0	0	0	0	58,962	0	58,962	0
Legal Fee Reimbursement	4,511	833	3,678	441	9,106	6,667	2,439	37
SCAN	0	1,333	(1,333)	(100)	898	10,667	(9,769)	(92)
Transfer Fees	5,750	3,750	2,000	53	29,600	30,000	(400)	(1)
Refinance Fees	0	417	(417)	(100)	600	3,333	(2,733)	(82)
Total Revenues	40,876	35,108	5,768	16	291,564	280,867	10,697	4
Expenses								
Accounting	750	583	167	29	5,238	4,667	571	12
Bank/Merchant Charges	181	375	(194)	(52)	3,377	3,000	377	13
Community Events & Bea	0	0	0	0	979	0	979	0
Annual Fireworks Event	0	417	(417)	(100)	75,832	3,333	72,499	999
Safety and Security	15,615	12,667	2,948	23	128,786	101,333	27,452	27
External Groups	0	0	0	0	473	0	473	0
Website & Other	0	100	(100)	(100)	0	800	(800)	(100)
Esplanades/Lot Maintena	1,814	1,333	481	36	14,585	10,667	3,918	37
Insurance	1,181	167	1,014	608	12,484	1,333	11,150	836
Legal Fees - DR/ACC	0	3,333	(3,333)	(100)	18,704	26,667	(7,962)	(30)
Membership Campaign	0	1,167	(1,167)	(100)	0	9,333	(9,333)	(100)
Mosquito Spraying	2,724	1,667	1,058	63	12,267	13,333	(1,066)	(8)
Office Supplies - General	413	500	(87)	(17)	5,091	4,000	1,091	27
Outreach/Incentives for G	70	83	(13)	(16)	1,785	667	1,118	168
Payroll	6,551	7,083	(532)	(8)	50,203	56,667	(6,464)	(11)
Payroll Taxes	508	583	(75)	(13)	3,971	4,667	(696)	(15)
Rent	1,100	1,100	0	0	8,800	8,800	0	0
SCAN Printing - Postage	0	2,917	(2,917)	(100)	16,640	23,333	(6,693)	(29)
SCAN - Photogropher	0	42	(42)	(100)	0	333	(333)	(100)
Yard Signs - Not Security	0	62	(62)	(100)	0	493	(493)	(100)
Telephone & Internet	290	275	15	6	2,075	2,200	(125)	(6)
TOPS Monthly Fee	0	530	(530)	(100)	15,969	4,240	11,729	277
Utilities	159	125	34	27	1,198	1,000	198	20
Total Expenses	31,356	35,108	(3,753)	(11)	378,455	280,867	97,589	35
Increase/(Decrease) in Net Asstes	\$ 9,521	\$ 0	\$ 9,521	0	\$ (86,892)	\$ (0)	\$ (86,892)	999
Without restrictions								

See Attached Accountant's Compilation Report.

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

	<u>1 Month Ended</u> <u>Aug. 30, 2023</u>	<u>8 Months Ended</u> <u>Aug. 30, 2023</u>
Cash Flow From Operating Activities		
Current Year's Earnings	\$ 9,521	\$ (86,892)
Noncash Items Included in Net Income:		
Changes in:		
Prepaid Expense	\$ 1,413	\$ (7,922)
FUTA Payable	4	(12)
SUTA Payable	3	(6)
Deferred Income - 2023 Dues	(8,129)	33,348
Deferred Income - 2023 S&S	<u>(17,476)</u>	<u>64,802</u>
Total Adjustments	<u>(24,185)</u>	<u>90,210</u>
Cash Provided (Used) By Operations	<u>(14,664)</u>	<u>3,318</u>
Net Increase (Decrease) In Cash	(14,664)	3,318
Cash at Beginning of Period	<u>325,517</u>	<u>307,535</u>
Cash at End of Period	\$ <u><u>310,853</u></u>	\$ <u><u>310,853</u></u>

See Attached Accountant's Compilation Report.

CITY BANK

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

BEG. BOOK BALANCE: 52,330.65 BALANCE PER BANK: 42,098.55

ADD: DEPOSITS

GL #	AMOUNT
Deposit	15,285.31
Deposit in Transit	
Double booked	

DEPOSITS IN TRANSIT:

DATE	AMOUNT

TOTAL DEPOSITS 15,285.31 **DEPOSITS IN TRANSIT:** 0.00

LESS: CHECKS

OUTSTANDING CHECKS 1,100.00 4,803.31

LESS: DEBIT MEMOS

GL#	AMOUNT
Misc Debits	21,952.20
Payroll	5,765.23
Tax	1,503.29
Misc	

CORRECTING JOURNAL ENTRIES

JE#	AMOUNT

TOTAL DEBIT MEMOS 29,220.72 **TOTAL JE'S** 0.00

BALANCE PER BOOKS: 37,295.24 **BALANCE PER BANK:** 37,295.24 0.00
 Per Check Register: 37,295.24 Per Easy: 37,295.24 0.00
0.00

OUTSTANDING CHECKS

CK. #	AMOUNT	CK#	AMOUNT	CK. #	AMOUNT
317	118.86				
356	1100.00				
Houston Permitting	2,484.45				
357	1100.00				
Total:	4,803.31		0.00	Total:	0.00

TOTALS: 4,803.31