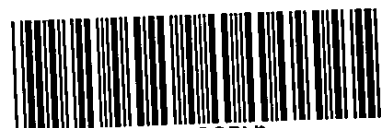


REGISTERED COMPANY NUMBER: 06602989 (England and Wales)
REGISTERED CHARITY NUMBER: 1126872

Report of the Trustees and
Unaudited Financial Statements For The Year Ended 31st March 2010
for
ARTS GATEWAY MK LIMITED

Chancery Hartwell LLP
Chartered Accountants
183 Watling Street West
Towcester
Northamptonshire
NN12 6BX

THURSDAY



A25 *AU4UQQDV* 364
30/12/2010
COMPANIES HOUSE

Arts Gateway MK Limited

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for the Year Ended 31st March 2010

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ARTS GATEWAY MK LIMITED

Report of the Trustees for the Year Ended 31st March 2010

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2010. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

INCORPORATION

The charitable company was incorporated on 27th May 2008.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06602989 (England and Wales)

Registered Charity number

1126872

Registered office

Acorn House
351 Midsummer Boulevard
Milton Keynes
Buckinghamshire
MK9 3HP

Trustees

Dr A J H Lucas-Smith
D R John
P Blackwell
M Metcalf

Company Secretary

Miss N Prince

Independent Examiner

Chancery Hartwell LLP
Chartered Accountants
183 Watling Street West
Towcester
Northamptonshire
NN12 6BX

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable company is controlled by its governing document, Memorandum and Articles of Association.

The charitable company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the charitable company being wound up members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

A new trustee or new trustees may be appointed at any time (either by way of replacement or addition), but so that the total number of trustees shall at not be less than two.

A trustee may be appointed or discharged by a decision of the trustees by an ordinary resolution or of a meeting of the members.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

ARTS GATEWAY MK LIMITED

Report of the Trustees
for the Year Ended 31st March 2010

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the company shall be to foster and develop the arts in the unitary council area of Milton Keynes (hereafter called the area of benefit)

Significant activities

To provide funding and support for the arts to individuals and organisations in Milton Keynes or whose projects are based in Milton Keynes To promote the arts in Milton Keynes by way of Networking Events and a regular Newsletter

ARTS GATEWAY MK LIMITED

Report of the Trustees for the Year Ended 31st March 2010

ACHIEVEMENT AND PERFORMANCE

Charitable activities

1 A year of change

The year was a highly significant one for the new organisation. The "old" Milton Keynes Arts Association was replaced by Arts Gateway MK, a limited liability charity, and launched on 1st May, 2009. This has involved re-branding, acquiring a new web domain, creating a new website, and designing and producing new letterheads, new publicity literature, and new application forms and procedures.

2 Launch of new Organisation

To assist with our launch and re-branding, we were given a supplementary grant of £8,000, in addition to the basic grant award of £17,000 by Milton Keynes Council, our major funder. This enabled us to employ a marketing assistant for the period leading up to the launch in May as well as paying for the launch itself.

3 Funding Activities -

Funding Organisation, Groups and individuals is our core activity. We have 3 Grant Rounds per year: 1st of February, 1st of May and the 1st of October and therefore 3 Awards Meetings per year where the final Award decisions are made by our Executive Committee. All applications are assessed by our specialist panels in Music, Dance, Literature, Visual Arts and Drama.

During the year to date we delivered grants to a large number of individuals and organisations. In summary:

Total No. of Applications: 36

Total No. of Groups/Orgs: 19

Total No. of Individuals: 17

Total No. of Training Grants: 1

Total Amount Awarded: £21,596

4 Application Procedures

We have revised the following:

" all our grant application forms and procedures to make them clearer for applicants,

" our guidelines to applicants,

" our guidelines to Panel members.

These procedures will be subject to a further review during the coming year, following testing and feedback from applicants and the Awards Panel members and the Awards Panel Chairs.

5 Networking Events

With the assumption that the economic climate is likely to deteriorate during the year, and with the encouragement of the Arts team at Milton Keynes Council, we started a programme of networking events called "Mingles" to expand the levels of contact and collaboration between individual arts practitioners and local arts groups. The Mingles are informal networking events, including an opportunity for information and practise to be shared through a series of performances and presentations. The feedback from attendees has been entirely positive, and these events will occur quarterly throughout the coming year to become a fixture in the local Arts calendar.

As an additional part of our services to the local Arts community, we have expanded the scope and dramatically increased the circulation of our weekly E-Newsletter, which gives news on artistic events and initiatives in Milton Keynes, and enables groups and individuals to promote their events on the AGMK website.

6 Community Arts Resource Centre

As part of the services to be provided by AGMK, we have created The Community Arts Resource Centre (CARC) as a new Community Interest Company (CIC). This has been operating from a small industrial unit in Stacey Bushes, rented from Milton Keynes Community Properties at a subsidised rental.

A grant from the Milton Keynes Community Foundation has allowed us to invest in storage racking and long span shelving for the CARC, as well as hangers, dust covers, labelling equipment. We have also completed the move of costumes from the Bath House Costume Store, and have been gifted the funds of £1,300 from the same source.

ARTS GATEWAY MK LIMITED

Report of the Trustees for the Year Ended 31st March 2010

ACHIEVEMENT AND PERFORMANCE

Charitable activities

While this process has been going on, we have audited, listed and stored the stock of equipment, and discovered that some of it has been randomly acquired, not as the result of any market research. This has led to the current situation where a substantial amount of stock is either unsuitable for hire (in need of repair), is outdated, or needs to be sold because it generates too little income (an example of this is the stock of drums and guitars).

The CARC is operating on a break even basis, and the plan will be to move into a surplus during the next financial year. In addition, we have commissioned a Business Plan for the CARC with the aid of funding from Business Link - essential in our pursuit of increased funding from new sources.

7 Additional Services

We continue to provide information to new and aspiring and developing artists across the range of arts. This information is provided by our Administrator, our Panel Chairs and our Panel Members, and forms an important part of our added value to the local community.

8 Organisational Development

Our Current Chairman has announced his intention to step down as Chair during the next financial year, and a shortlist of candidates is being compiled. Now that the necessary structural changes for Arts Gateway MK have been completed, a candidate is sought who will have the necessary interest in the Arts and business expertise, combined with vision and strategic planning skills, to move the organisation forward in the current and future challenging financial climate. The new Chair will identify and recruit additional members to the Board of Trustees with the necessary expertise to guide Arts Gateway MK towards a sound and secure future.

FINANCIAL REVIEW

Reserves policy

The Trustees have the power to establish funds for particular purposes or to maintain reserves.

ON BEHALF OF THE BOARD



D.R. John - Trustee

Date 22/12/2010

Independent Examiner's Report to the Trustees of
Arts Gateway MK Limited

I report on the accounts for the year ended 31st March 2010 set out on pages six to fourteen

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 43(2) of the Charities Act 1993 (the 1993 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 43 of the 1993 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 43(7)(b) of the 1993 Act), and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006, and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Chancery Hartwell LLP
Chartered Accountants
183 Watling Street West
Towcester
Northamptonshire
NN12 6BX

Date: 21 December 2010

ARTS GATEWAY MK LIMITED

Statement of Financial Activities
for the Year Ended 31st March 2010

	Notes	Unrestricted funds £
INCOMING RESOURCES		
Incoming resources from generated funds		
Voluntary income	2	46,012
Investment income	3	46
		<hr/>
Total incoming resources		46,058
 RESOURCES EXPENDED		
Charitable activities		
Developing the arts in the Milton Keynes area		21,596
Governance costs	6	24,155
		<hr/>
Total resources expended		45,751
 NET INCOMING RESOURCES		<hr/> 307
 TOTAL FUNDS CARRIED FORWARD		<hr/> <hr/> 307

The notes form part of these financial statements

ARTS GATEWAY MK LIMITED**Balance Sheet****At 31st March 2010**

	Notes	Unrestricted funds £
FIXED ASSETS		
Tangible assets	10	255
CURRENT ASSETS		
Debtors amounts falling due within one year	11	512
Cash at bank and in hand		5,961
		<hr/> 6,473
CREDITORS		
Amounts falling due within one year	12	(6,421)
NET CURRENT ASSETS		<hr/> 52
TOTAL ASSETS LESS CURRENT LIABILITIES		<hr/> 307
NET ASSETS		<hr/> <hr/> 307
FUNDS	13	
Unrestricted funds		307
TOTAL FUNDS		<hr/> <hr/> 307

The notes form part of these financial statements

ARTS GATEWAY MK LIMITEDBalance Sheet - continuedAt 31st March 2010

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2010

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st March 2010 in accordance with Section 476 of the Companies Act 2006

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Trustees on 22/12/10 and were signed on its behalf by



D R John - Trustee

The notes form part of these financial statements

ARTS GATEWAY MK LIMITED

Notes to the Financial Statements for the Year Ended 31st March 2010

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Computer equipment	-33% on cost
--------------------	--------------

Taxation

The charity is exempt from corporation tax on its charitable activities

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease

2 VOLUNTARY INCOME

	£
Donations from MK Arts Association	9,296
Grants	36,716
	<hr/>
	46,012
	<hr/>

Grants received, included in the above, are as follows

	£
M Powell Grant	1,450
MKC Grant	24,966
MKCF Funding	10,300
	<hr/>
	36,716
	<hr/>

3. INVESTMENT INCOME

	£
Deposit account interest	46
	<hr/>

ARTS GATEWAY MK LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st March 2010

4. GRANTS PAYABLE

	£
Developing the arts in the Milton Keynes area	21,596

The total grants paid to institutions during the year was as follows

	£
MK Music Service Grant	1,200
Fringe Festival MK	500
Stony Stratford CC	500
Hippofrog Grant	1,500
Sinfonia Ariella Grant	500
MK Chorale Grant	255
Tread the Boards Grant	500
Wavendon AP/Stables	1,450
MKCO Grant	1,000
Madcap Grant	1,000
Lakes Estate Summer School	600
Dhwani Grant	400
Loughton Manor 1st School Grant	500
MKIAHC Grant	500
MK Festival of the Arts Grant	500
South East Folk Arts network	600
Woburn Sands Folk Festival	533
Wolverton Secret Garden	350
A Word in Edgeways	200
	<u>12,588</u>

ARTS GATEWAY MK LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st March 2010

4. GRANTS PAYABLE - continued

The total grants paid to individuals during the year was as follows

	£
Dhwani Grant	251
Benjamin Turner	413
Jasmine Turner	500
Adele Wragg - Split Milk Dance	250
Elizabeth Gordon	500
Charlotte Ashman	250
Annis Le Neve - Blue Girl Project	400
Paul Rainey	500
Nick Smeaton	250
Nikki Dark	300
Isabella Niven	500
Mark Neil	500
David Stuchbury	500
Zoe Eaton	250
Grete Dalum-Tilds	250
Angela Karanja	250
Lea Beaini	300
Pete Giles (Bobby Wotnot)	300
Faye Roberts	344
Helen Parlor	500
Jason Smith	500
Jill Galloway	300
Melanie Watts	400
Janine Haynes	500
	<hr/>
	9,008
	<hr/>

5 SUPPORT COSTS

	Management £
Governance costs	23,175
	<hr/>

Support costs, included in the above, are as follows

ARTS GATEWAY MK LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st March 2010

5. SUPPORT COSTS - continued

Management

**Governance
costs**

	£
Wages	11,751
Social security	773
Rent	915
Insurance	171
Telephone	1,081
Postage and stationery	203
Advertising	384
Sundries	99
Travelling	292
Computer costs	529
Professional fees for launch	2,946
Launch costs	3,906
Depreciation of tangible and heritance assets	125
	<u>23,175</u>

6 GOVERNANCE COSTS

	£
Accountancy	980
Support costs	23,175
	<u>24,155</u>

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	£
Depreciation - owned assets	125
Other operating leases	915
	<u></u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2010

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31st March 2010

9. STAFF COSTS

	£
Wages and salaries	11,751
Social security costs	773
	<u>12,524</u>

ARTS GATEWAY MK LIMITED

Notes to the Financial Statements - continued **for the Year Ended 31st March 2010**

10. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
At 1st April 2009 and 31st March 2010	380
	<hr/>
DEPRECIATION	
Charge for year	125
	<hr/>
NET BOOK VALUE	
At 31st March 2010	255
	<hr/> <hr/>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Prepayments	512
	<hr/> <hr/>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
CARC Loan	2,202
Social security and other taxes	642
Other creditors	2,827
Accrued expenses	750
	<hr/>
	6,421
	<hr/> <hr/>

13. MOVEMENT IN FUNDS

	At 1 4 09 £	Net movement in funds £	At 31 3 10 £
Unrestricted funds			
General fund	-	307	307
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	-	307	307
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	46,058	(45,751)	307
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	46,058	(45,751)	307
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

ARTS GATEWAY MK LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st March 2010

14. RELATED PARTY DISCLOSURES

During the period a total net funds of £9,296 was transferred to the charitable company from Milton Keynes Arts Association, an unregistered association which ceased on the incorporation of the charity

ARTS GATEWAY MK LIMITED

Detailed Statement of Financial Activities
for the Year Ended 31st March 2010

	£
INCOMING RESOURCES	
Voluntary income	
Donations from MK Arts Association	9,296
Grants	36,716
	<hr/>
	46,012
Investment income	
Deposit account interest	46
	<hr/>
Total incoming resources	46,058
RESOURCES EXPENDED	
Charitable activities	
Grants to institutions	12,588
Grants to individuals	9,008
	<hr/>
	21,596
Governance costs	
Accountancy	980
Support costs	
Management	
Wages	11,751
Social security	773
Rent	915
Insurance	171
Telephone	1,081
Postage and stationery	203
Advertising	384
Sundries	99
Travelling	292
Computer costs	529
Professional fees for launch	2,946
Launch costs	3,906
Computer equipment	125
	<hr/>
	23,175
Total resources expended	45,751
	<hr/>
Net income	307
	<hr/>

This page does not form part of the statutory financial statements