

Arena Community
Registered Charity Limited
By Guarantee
REPORT AND
FINANCIAL STATEMENTS
for the Year Ended 31 March 2013

Charity Number 1115569
Company Number 5116407

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**Arena Community
Registered Charity Limited by Guarantee**

**Financial Statements
for the Year Ended 31 March 2013**

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**Arena Community
Registered Charity Limited by Guarantee**

Report of the Trustees for the Year Ended 31 March 2013

The Trustees present their report and financial statements for the year ended 31 March 2013

Reference and Administrative Information

| | | |
|---|--|---|
| CHARITY NAME: | Arena Community | |
| TRUSTEES OF THE CHARITY WHO ALSO SIT ON THE BOARD OF GOVERNORS AND ARE DIRECTORS OF THE COMPANY: | A Simpson P Pye S Marshall | |
| SECRETARY: | S Marshall | |
| REGISTERED OFFICE: | 22-26 Nottingham Road Stapleford Nottingham NG9 8AA | |
| OPERATIONAL ADDRESS: | 1 Rutland Street, Ilkeston, Derbyshire DE7 8DG | |
| CHARITY SHOP ADDRESSES: | Hope Charity Shop 22-24 Market Place Ilkeston Derbyshire DE7 5QA | Open Doors Charity and Coffee Shop 6 Ladybrook Place Mansfield Nottinghamshire NG18 5JP |
| COMMUNITY BUILDING | Belfield Street Project Community Hub Unit 1, Belfield Street Ilkeston Derbyshire DE7 8DU | |
| REGISTERED COMPANY NUMBER: | 5116407(England & Wales) | |
| REGISTERED CHARITY NUMBER: | 1115569 | |
| INDEPENDENT EXAMINER | LING PHIPP Chartered Accountants Cliffe Hill House 22-26 Nottingham Road Stapleford Nottingham NG9 8AA | |
| BANKERS: | Nat West Plc Ilkeston Branch 42 Bath Street Ilkeston Derbyshire DE7 8HF | Santander UK Plc BBA Bridle Road Bootle Merseyside M30 4GB |
| SOLICITORS | S Marshall Robinsons St James Court Friar Gate Derby DE1 1BT | |

**Arena Community
Registered Charity Limited by Guarantee**

Trustees' Report for the Year Ended 31 March 2013 continued

Structure, Governance and Management

Governing Document

The organisation is a charitable company limited by guarantee, not having a share capital and having obtained exemption under Section 60 of the Companies Act 2006 to dispense with the word limited as part of the company name. The company was incorporated on 29 April 2004 and registered as a charity on 25 July 2006.

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

Change of Name

On the 25 November 2009 the Arena in Ilkeston changed its name to Arena Community.

Recruitment and Appointment of Management Committee

The directors of the company are also charity trustees for the purposes of Charity Law and under the company's Articles are known as members of the management committee. Under the requirements of the Memorandum and Articles of Association the members of the management committee are elected to serve for a period of two years after which they must be re-elected at the next Annual General Meeting.

Trustee Training

The trustees have served for a considerable period of time not only with this charity but are also involved with other charities as directors and trustees and are familiar with the practical work of this charity and their responsibilities as trustees.

Risk Management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Organisational Structure

Arena Community has a board of three trustees. They meet on a regular basis to review current issues and at these meetings decisions concerning the running of the charity are made. A full record of all meetings is kept.

**Arena Community
Registered Charity Limited by Guarantee**

Trustees' Report for the Year Ended 31 March 2013 continued

Public Benefit

The foodbank is now operating from its own building on Belfield Street on Tuesday and Fridays. It gives out food parcels with sufficient food to cover three days worth of meals as well as serving hot meals to its clients. There is also a furniture bank operating where people can purchase second hand furniture at affordable prices or, where necessary, clients will be given furniture to help them. With the growing awareness of food poverty we are getting more donations from local businesses and organisations.

We continue to work closely with Arena Church (charity no 1052643) but we actively seek the support of other local agencies, charities, businesses, schools and councils in order to sustain and increase the impact of the foodbank operation.

Objectives and Activities

The Charity's objectives and principal activities are to develop the capacity and skills of the members of the socially and economically disadvantaged community of Ilkeston, Derbyshire, in such a way that they are better able to identify, and meet, their needs and to participate more fully in society.

Related Party

Arena Community is a charitable company set up to support the work of its trading company known as Anera Enterprises Ltd of which it owns the whole of the share capital.

The Arena Community also has links with Arena Church whose members and trustees support the work of the charity by way of donation and help.

Achievements and Performance

This year has been a very busy one for the charity with the expansion of its community operation.

Community Hub, Ilkeston

The foodbank operation continued to grow to the effect that new premises were sought and located in the summer, which enabled us to lease a building at Belfield Street from September. This is ideally located as it is only five minutes away from Rutland Street where the administration operates. It took from September until the end of 2012 to get the building kitted out and set up for the foodbank operation and at the beginning of January we were able to relaunch from the new location. We have a kitchen, offices, a dining room and storage for furniture, which means that we can continue with the furniture bank which we had originally operated from premises in Stapleford. We have employed two people one to manage the community operation and the other to run the furniture bank at Belfield Street. The foodbank operation has grown so much that by the early spring we expect to have given out over 5000 parcels.

In January we had the official opening at Belfield Street which was opened by Hannah Skelhorn and Lisa Harrison, two of the initial members of the foodbank team. The opening was attended by the Mayor of Erewash, Councillor Hulse, and other local councillors, members of the police force, business people and various agencies.

We continue to build relationships and make connections with local schools, churches and businesses within Ilkeston, who help with keeping the food stocks topped up. We launched 1000 Club and Business Buddies via an advertising campaign in the Ilkeston Advertiser, whereby people can make regular donations to the community hub at Belfield Street, which will help sustain the running costs of the building. The aim of 1000 Club is to get 1000 people to regularly give £2 a month, which would give us £2,000 towards the operation.

We were successful in obtaining funding for various activities and projects – a grant towards the purchase of food parcels and funding towards the purchase of tables and chairs for the foodbank dining room at Belfield Street.

The number of volunteers has steadily increased as the operation has grown. At present we have over 40 helping in the different areas. Many of these people are from the local area itself, some have even been clients of the foodbank itself. It is great to see the difference in some of the lives of those people who instead of receiving are now giving to the community.

**Arena Community
Registered Charity Limited by Guarantee
Trustees' Report for the Year Ended 31 March 2013 continued**

There are quite a few community activities we would like to run from Belfield and already links have been made with local schools regarding an afterschool programme which would be aimed at children who would not have a proper meal when they arrive home from school. The children would be nominated by their school teachers.

Charity Shops

Both the shops at Ilkeston and Mansfield continue to be a presence within their respective communities, although there has been a decrease in sales year on year. There has been a decrease in the footfall in the town centre of Ilkeston and with the imminent closure of the Co-op, this will impact further. However for both shops, they are often a daily port of call for those who are on their own, seeking company and friendship. One of the challenges for both shops is finding suitable volunteers.

Mansfield

One of our targets was to purchase a building in Mansfield to run a community operation along similar lines to the one in Ilkeston. A building on Westgate was seen and enquiries made with the view to purchasing. However Rileys Snooker Hall, Leeming Street came on the market in February 2013 and we were able to purchase this at auction in March. We would like to run community activities from there and also establish conferencing and room hire facilities which will go towards the running costs of the building.

We no longer use the facilities at Bosworth Street and Arena Church is looking to sell the site, which will release the charity from the small running costs incurred.

Financial Review

The attached financial statements show the current state of the finances. The company had net incoming resources during the year of £105,054. The company's revenue general fund balance is a balance of £(4,535) at 31 03 13 (£2,709 at 31 3 12). There is a loan outstanding to Arena Church of £40,000 not due by any planned repayment date. The company's deficit for the year totalled £(7,244) (2012 £2,043).

The Board of Trustees consider the current state of the company's finances to be sound.

Reserves Policy

It is the policy of the trustees to build up and maintain unrestricted reserves of £10,000.

Plans for the Future

With the increase of the operation, it is clear that we need a robust administration function to support the work at Belfield Street. We would like to have someone on board, either a volunteer or paid, to build the administration operation.

To launch a baby and also a clothing bank and continue to build up the furniture at Belfield Street.

To purchase or get funding for a minibus so we can make collections and deliveries of furniture which will create an income stream.

To launch an afterschool programme for primary school children who do not get fed properly or at all when they get home. This will include a two course hot meal and activities for the children.

To launch a support group for those families who have members with life controlling problems.

To launch a furniture restoration programme for young adults who are currently unemployed, to teach them skills which will hopefully enable them to find full time employment.

To develop profitable businesses to help sustain the different projects that are run by the charity.

**Arena Community
Registered Charity Limited by Guarantee**

Trustees' Report for the Year Ended 31 March 2013 continued

To obtain a garden or allotments from which to run a community gardening project which will engage with different ages and groups from the local area

To increase the portfolio of charity shops

To refurbish the ground floor at Leeming Street so that rooms can be hired out

To establish a room hire and conferencing business to operate from Leeming Street

To develop a programme which will operate from Leeming Street to engage with difference age and social groups in Mansfield

Longer Term

To obtain funding to enable the further refurbishments of other floors at the Leeming Street site

Responsibilities of the Trustees

Company Law requires the management committee to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the Balance Sheet date and of its incoming resources and application of resources, including income and expenditure for the financial year. In preparing those financial statements, the management committee should follow best practice and

- Select suitable accounting policies and then apply them consistently,
- Make judgements and estimates that are reasonable and prudent, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis

The management committee is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The management committee is also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities


Members of the Board of Trustees

Members of the management committee, who are directors for the purpose of Company Law and trustees for the purpose of Charity Law, who served during the year and up to the date of this report are set out on page 1

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31 March 2013 was three (31 March 2012 - three)

This report has been prepared in accordance with the Statement of Recommended Practice Accounting and Reporting by Charities (issued in March 2005) and in accordance with the Special Provisions of Part 15 of the Companies Act 2006 relating to small entities

On behalf of the Board of Trustees

Signature 
Trustee and Director of the Company

(A Simpson)

Dated

13.12.13

**Arena Community
Registered Charity Limited by Guarantee**

Independent Examiner's report to the Trustees of Arena Community

I report on the accounts of the company charity for the year ended 31 March 2013, which are set out on pages 7 to 14

Respective responsibilities of trustees and examiner

The trustees, (who are also the directors of the company for the purposes of company law), are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

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 145 of the 2011 Act,
- to follow the procedures laid down in the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act, and
- to state whether particular matters have come to my attention

Basis of 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 statement below.

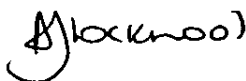
Independent examiner's statement

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 of the Companies Act 2006, and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 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



Dated 18.12.2013

D J Lockwood ACA, FCCA ATT
Chartered Accountant

Messrs Ling Phipp
Chartered Accountants
Cliffe Hill House
22-26 Nottingham Road
Stapleford
Nottingham NG9 8AA

**Arena Community
Registered Charity Limited by Guarantee**

Statement of Financial Activities (Including Income and Expenditure Account)

for the Year Ended 31 March 2013

| | <u>Notes</u> | <u>Unrestricted</u> <u>Funds</u> <u>2013</u> <u>£</u> | <u>Restricted</u> <u>Funds</u> <u>2013</u> <u>£</u> | <u>Total</u> <u>Funds</u> <u>2013</u> <u>£</u> | <u>Total</u> <u>Funds</u> <u>2012</u> <u>£</u> |
|---|--------------|--|--|---|---|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds: | | | | | |
| Voluntary income | | | | | |
| Shop Sales | | 80,323 | | 80,323 | 84,561 |
| Other Income & Grants | | 2,328 | | 3,171 | 1,796 |
| Grant | | - | - | - | 4,905 |
| Future Jobs Fund | | - | - | - | - |
| Donations inc Gift Aid – Foodbank | 15 | - | 10,638 | 10,790 | 10,449 |
| Donations - Arena Enterprises Ltd | | - | - | - | 800 |
| Donations – Mansfield Building | 18 | - | 1,950 | 2,005 | - |
| Donations - Afterschool Project | 17 | - | 2,060 | 2,100 | - |
| Donations - 1000 Club | 16 | - | 175 | 1,030 | - |
| Donations – Belfield Street | 19 | - | 7,580 | 5,635 | - |
| TOTAL INCOMING RESOURCES | | 82,651 | 22,403 | 105,054 | 102,511 |
| RESOURCES EXPENDED | | | | | |
| Charitable activities | 2 | 84,705 | 12,361 | 97,066 | 86,832 |
| Governance costs | 2 | 15,232 | - | 15,232 | 13,636 |
| TOTAL RESOURCES EXPENDED | 2 | 99,937 | 12,361 | 112,298 | 100,468 |
| NET INCOMING/(NET OUTGOING) RESOURCES FOR THE FINANCIAL YEAR | | (17,286) | 10,042 | (7,244) | 2,043 |
| TRANSFER BETWEEN FUNDS | | | - | | - |
| RECONCILIATION OF FUNDS | | (1,298) | 4,007 | 2,709 | 666 |
| TOTAL FUNDS BROUGHT FORWARD | | | | | |
| TOTAL FUNDS CARRIED FORWARD | 15 | (18,584) | 14,049 | (4,535) | 2,709 |

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

**Arena Community
Registered Charity Limited by Guarantee**

Balance Sheet as at 31 March 2013

| | Notes | 31 03.13 | 31.03.12 |
|--|-------|------------------|----------------|
| | | £ | £ |
| FIXED ASSETS. | | | |
| Tangible Assets | 3 | 7,440 | 4,625 |
| CURRENT ASSETS: | | | |
| Debtors & prepayments | | 21,396 | 1,114 |
| Cash at Bank and in Hand | | 10,780 | 19,456 |
| | | <u>32,176</u> | <u>20,570</u> |
| CREDITORS Amounts falling due within one year | | | |
| Sundry Creditors | | 4,151 | 2,486 |
| | | <u>4,151</u> | <u>2,486</u> |
| NET CURRENT ASSETS/(LIABILITIES): | | 28,025 | 18,084 |
| LOAN – repayable after 12 months | | (40,000) | (20,000) |
| Arena Church | | | |
| NET ASSETS | | <u>£ (4,535)</u> | <u>£ 2,709</u> |
| TOTAL FUNDS | | | |
| Unrestricted | 15 | (18,584) | (1,298) |
| Restricted | | 14,049 | 4,007 |
| | | <u>£ (4,535)</u> | <u>£ 2,709</u> |

The Company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ending 31 March 2013

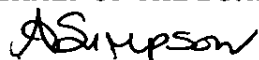
No notice has been deposited under Section 476 of the Companies Act 2006 in relation to its financial statements for the financial year

The Directors acknowledge their responsibilities for

- (a) ensuring that the Company keeps accounting records which 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 Company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far applicable to the Company

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

ON BEHALF OF THE BOARD:



Trustee and Director – A Simpson

Approved by the Directors who are the Trustees of the Charity on

6-12-13

**Arena Community
Registered Charity Limited by Guarantee
Notes to the Financial Statements
for the Year Ended 31 March 2013**

1 ACCOUNTING POLICIES

a) Basis of Accounting

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of fixed asset investments at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), the Companies Act 2006 and the Statement of Recommended Practice Accounting and Reporting by Charities issued in March 2005

b) Incoming Resources

Represents charity shop sales, donations specifically for the Foodbank Project, Mansfield and Community Projects and Gift Aid reclaims. All donations and sales are included in full in the Statement of Financial Activities when receivable. The value of services by volunteers has not been included in these accounts or the value of items gifted for resale at the charity shop. Amounts annually are donated by Anera Enterprises Ltd the shares of this company are held entirely by this charity (see note 11)

Donations of food are made by both church members and local businesses for the "foodbank" project. It is not possible to quantify or value these gifts.

c) Resources Expended

Expenditure is recognised on an accruals basis as a liability is incurred.

Expenditure includes VAT which is not recoverable.

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be directly allocated to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include fees and costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource.

d) Interest Receivable

Interest is included when receivable by the Charity.

e) Fixed Assets

These are applied if they have a life expectancy exceeding one year. They are valued at cost, or if gifted at the value to the charity on receipt. Depreciation is provided at the following rates in order to write off each asset over its useful life.

Plant and Equipment – 20% reducing balance
Fixtures and Fittings – 20% reducing balance

The notes form part of these financial statements

**Arena Community
Registered Charity Limited by Guarantee**

**Notes to the Financial Statements
for the Year Ended 31 March 2013 continued**

Fund Accounting

Unrestricted Funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds

Designated Funds

Designated funds are unrestricted funds earmarked by the management committee for particular purposes

Restricted Funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure, which meets these criteria, is charged to the fund, together with a fair allocation of management and support costs

**Arena Community
Registered Charity Limited by Guarantee**

**Notes to the Financial Statements
for the Year Ended 31 March 2013 continued**

2. Resources Expenses

| | Charitable Activity | Governance Costs | Total 2013 | Total 2012 |
|------------------------------------|--------------------------------|-----------------------------|-----------------------|-----------------------|
| Refurbishment of Belfield Street | 6,222 | | 6,222 | |
| Purchases for resale – sale costs | 5,087 | | 5,087 | 3,799 |
| Foodbank Supplies | 4,770 | | 4,770 | 6,262 |
| Refuse Collection | 1,650 | | 1,650 | 1,635 |
| Light & Heat | 4,254 | | 4,254 | 4,761 |
| Water Rates | 987 | | 987 | 1,156 |
| Rent | 18,720 | | 18,720 | 15,858 |
| Telephone | 1,048 | | 1,048 | 831 |
| Staff Wages & NIC | 46,354 | | 46,354 | 45,907 |
| Sundry Costs | 1,195 | | 1,195 | 1,131 |
| Postage & Stationery | 650 | | 650 | 370 |
| Website & IT Costs | 104 | | 104 | 178 |
| Repairs & Renewals | 2,095 | | 2,095 | 1,171 |
| Cleaning | 109 | | 109 | 204 |
| Insurance | 1,616 | 125 | 1,741 | 1,406 |
| Legal Fees and Licences | | 5,100 | 5,100 | 169 |
| Travel Costs | 691 | | 691 | 428 |
| Accountancy Fees | | 1,200 | 1,200 | 1,140 |
| Consultancy Fees | | 5,775 | 5,775 | 7,263 |
| Charitable Giving (see note below) | 150 | | 150 | 100 |
| Bank Charges | - | 32 | 32 | 64 |
| Depreciation | 764 | | 764 | 1,155 |
| Management Fees | | 3,000 | 3,000 | 5,000 |
| Storage Costs | 600 | | 600 | 480 |
| | <u>97,066</u> | <u>15,232</u> | <u>112,298</u> | <u>100,468</u> |

| Charitable Giving | 2013 £ | 2012 £ |
|---------------------------|-------------------|-------------------|
| His Church Charity | - | 50 |
| Into the Light Ministries | 50 | - |
| Mansfield Boys FC | 100 | - |
| Macmillan Cancer | - | 50 |
| | <u>£150</u> | <u>£100</u> |

The notes form part of these financial statements

**Arena Community
Registered Charity Limited by Guarantee**

**Notes to the Financial Statements
for the Year Ended 31 March 2013 continued**

3. Fixed Assets

| | Equipment | Fixtures & Fittings | Total |
|---------------------------|-----------|------------------------|----------|
| | £ | £ | £ |
| Cost b/fwd | 5,254 | 3,613 | 8,867 |
| Additions | 1,043 | 2,536 | 3,579 |
| | 6,297 | 6,149 | 12,446 |
| Less depreciation to date | (2,480) | (1,762) | (4,242) |
| Depreciation in the year | (555) | (209) | (764) |
| Net book value | 3,262 | 4,178 | 7,440 |

4 Management and Administration costs

| | 2013 £ | 2012 £ |
|--|-----------|-----------|
| Average Number of Paid Employees in the Year | 5 | 5 |

No employee received emoluments of more than £60,000 in the year

5. Emoluments of Trustees

No emoluments were received by the Trustees either in their capacities as Trustees or as members of the Board of Trustees

There were no other emoluments or expenses paid to any charity trustee or persons connected with such a trustee directly or indirectly from the funds of the Company or from the property of any institution or body corporate connected with the Company

Mr Kristian Thorpe who is a member and trustee of the Arena Church receives consulting income from the charity

6 Taxation

The Company is a registered Charity and as such no taxation is payable on the excess of income over expenditure

All income generated by the charitable shop is regarded as non – primary purpose trading, generating funds to support its charitable work alone

7. Movement in Total Funds for the year

| | 2013 £ | 2012 £ |
|-------------------------|-----------|-----------|
| Independent Examination | 1,200 | 1,140 |

The notes form part of these financial statements

Arena Community
Registered Charity Limited by Guarantee
Notes to the Financial Statements
for the Year Ended 31 March 2013 continued

8. Limited Liability

Arena Community is a company limited by guarantee and every member undertakes to contribute such an amount, not exceeding one pound as may be required in the event of the company being wound-up while he is a member, or within one year after he ceases to be a member, for payment of debts and liabilities of the company and the cost of winding-up

9 Related Party

Arena Community is a charitable company set up to support the work of its trading company known as Anera Enterprises Ltd of which it owns the whole share capital. The charity operates from premises owned by Arena Church – the costs for this are not quantified

During the year there have been the following transactions between the Arena Church and the charity -

| | |
|-----------------------------------|---|
| Donation of £3,700 | For general purposes made by Arena Church to Arena Community allocated to both the Mansfield Building project and Belfield Street project |
| Loan from Arena Church of £40,000 | All outstanding at the year end date with no specified repayment date |

After the merger with the Mansfield Church, Arena Church acquired a property at Bosworth Street. This has been used by Arena Community at no charge but the charity has covered operating costs. In the next financial year, the property is to be sold but the proceeds of the sale will belong to Arena Church.

Mr K Thorpe is appointed both minister and trustee of the Arena Church

The Arena Church charges a management fee to the charity of £500 per month. This is for the use of the offices, light and heat etc total in the year £3,000 (2012 £5,000)

10. Future Commitments

The charity shop in Ilkeston known as 'Arena Hope' opened on the 2 August 2009 and has a three year lease now extended to 2 August 2015, which is at a cost per annum of £9,360

The charity shop in Mansfield known as 'Open Doors' had a lease until March 2012 which is at a cost per annum of £6,460, the renegotiation of the lease is continuing and not finalised at present

The charity operates a community hub from premises at Belfield Street, Ilkeston, and has a 3 year lease which is at a cost per annum of £6,000 in year 1 and £8,000 in years 2 and 3

11 Investment in subsidiary

The charity wholly owns a subsidiary Anera Enterprises Ltd and the charity holds the issued ordinary shares in the company representing 100% of the equity of the company. The principal activity of Anera Enterprises Ltd is the operation of a conference centre, room hire, events and coffee shops. A summary of the results of the subsidiary is shown below. An amount of £Nil (£800 2012) has been received from the subsidiary in the year

| | 2013 £ | 2012 £ |
|--|-----------|-----------|
| Turnover | 118,412 | 123,292 |
| Cost of sales | 28,762 | 29,839 |
| Gross profit | 89,650 | 93,453 |
| The aggregate of the assets, liabilities and funds was | | |
| Assets | 29,924 | 30,994 |
| Liabilities | 20,025 | 29,196 |
| Funds (representing 1 ordinary share of £1 each) | 9,899 | 1,798 |
| Investment in subsidiary at cost | | |
| 1 Ordinary share of £1 each | 1 | 1 |

The notes form part of these financial statements

Arena Community
Registered Charity Limited by Guarantee

Notes to the Financial Statements
for the Year Ended 31 March 2013 continued

12. Group Accounts

The company has taken advantage of examples provided by the Companies Act 2006 in not preparing Group Accounts on the basis that the group qualifies as a small group

13. Open Doors Charity Shop

On the 27 July 2010 a legal agreement was made between the trustees of Arena Church and the trustees of Bosworth Street Church, Mansfield which incorporated a charity shop known as Open Doors

The assets of both the church and the shop were transferred in full to Arena Church

14 Starfish Ministries

A project run by a church member is running at present using the charity number for Arena Community. This charity works with the homeless locally and is also involved with the poor in Romania. Income and expenditure for the project has not been combined into these accounts but, were it to be included, the following would be noted

| | | |
|------------------------|------------|--------------------------|
| | £ | |
| Bank Balance at 1 4 12 | 1,679 58 | |
| Income (Donations) | 457 16 | |
| Charitable Expenditure | (600 00) | |
| | £ 1,536 74 | Bank balance at 31 03 13 |

15 Movement in Funds

| | As At 1.4.12 | Incoming Resources | Outgoing Resources | Transfers | At 31.3.13 |
|-------------------------|--------------|-----------------------|-----------------------|-----------|------------|
| Restricted Funds | | | | | |
| Food Bank | 4,007 | 10,638 | 4,771 | | 9,874 |
| 1000 Club | - | 175 | 10 | | 165 |
| After School Project | - | 2,060 | - | | 2,060 |
| Mansfield Building | - | 1,950 | - | | 1,950 |
| Belfield Street | - | 7,580 | 7,580 | | - |
| | 4,007 | 22,403 | 12,361 | | 14,049 |

Restricted Fund – Foodbank £9,874 (balance held in bank account)

This is a fund related to special offerings and gifts received from individuals and local businesses to be spent providing food to underprivileged individuals and is administered through the “Foodbank Project”. This project is run in partnership with Arena Church

Specific donations during the year have been received from -

| | |
|----------------------------|-------|
| | £ |
| Community Development Fund | 2,500 |

Restricted Fund – 1000 Club £165 – this fund relates to gifts and donations given to the operation and administration of the Community Hub at Belfield Street

Restricted Fund – Afterschool Project £2,060 – this fund relates to gifts and donations given to this project, which runs an afterschool activity for children who would not normally receive a proper meal at home. It is staffed by volunteers and they have activities for children as well as giving them a hot meal

The notes form part of these financial statements

**Arena Community
Registered Charity Limited by Guarantee**

**Notes to the Financial Statements
for the Year Ended 31 March 2013 continued**

Specific donations received from Derbyshire Community Fund £1,950

Restricted Fund – Mansfield Building £1,950 – this fund relates to gifts and donations given towards the purchase and costs of a community building in Mansfield

Restricted Fund – Belfield Street £7,580 – this fund relates to gifts and donations given towards the refurbishment and rent associated with the Community Hub at Belfield Street The balance held at 31 March 2013 NIL

16. Analysis of Net Assets Between Funds

| | General Funds | Restricted Funds | Total |
|-----------------------|---------------|------------------|-----------|
| Fixed Assets | 7,440 | - | 7,440 |
| Current Assets | 18,127 | 14,049 | 32,176 |
| Current Liabilities | (4,151) | - | (4,151) |
| Long Term Liabilities | (40,000) | - | (40,000) |
| Net Assets at 31 3 13 | (18,584) | 14,049 | £ (4,535) |

17. Post Balance Sheet Events

Held within debtors is a total of £17,100, a deposit paid to secure the purchase of Leeming Street, Mansfield. An agreement to purchase the property was finalised with the bank on 16 April 2013 and the purchase secured on that date immediately after the year end date