

David Sills

From: Miroslav Tevekeliyski <stoychev75@yahoo.co.uk>
Sent: 10 October 2018 15:05
To: David Sills
Subject: Re: Business Rates

Dear Mister Sills

Further to your email I'm writing you and providing the answers you have required.
Please find the Answers below your questions .

1. Does Calverton Gymnastics Club Ltd exist to make a profit either now or potentially at any point in the future?

A- It depends how profits are defined – profits will probably be made known as a surplus

2. I would be interested to know your thoughts as to what may happen with any profits that may be made by The Company?

A- The surplus or profits will be accumulated into the business, The company is limited by guarantee, thus there are no shareholders to benefit from the profits. All profits will be used within the company to benefit the existence of the company. For example, to buy new equipment, to train staff such as coaching courses, to maybe subsidise gymnasts who require bursary fees or subsidise competition fees etc, to pay staff , to increase the staff ratio etc

3. May I ask what the Directors of The Company do for a living

A-Miroslav Tevekeliyski it is freelance coach, currently working at
Liudmila Zatenshchikova , coach at the club (currently not taking a wage)

4. If the Directors work for the company, notwithstanding the current position of the company, how much would The Directors expect to take for a salary?

A- directors will only take a salary when the company can afford to take a salary and in line with current guidelines from British Gymnastics, therefore this will depend on experience and qualifications for the rate of pay, this can range from £7.83 per hour to £40 .00 an hour dependant on whether the club will remain as a recreational club or venture into a competitive club on the FIG pathway

5. Following analysis of The Company accounts it would appear that one Director invested personal money into The Company. May I ask how The Director would see that investment returned?

A- The Director has taken out a personal loan to invest into the company to buy the equipment. This will be repaid to the director on a monthly basis for the loan amount repayable. This was taken out as a personal loan as the club had no credit history to take out itself. The Director is not a shareholder, thus it is not an investment as such but a loan that is repayable.

I wondered if The Company Directors have ever considered registering The Company as either a Community Amateur Sports Club (CASC) or a Community Interest Company (CIC)? These company statuses help with the granting of Mandatory Relief from Business Rates.

A-Yes, we have discussed this and this is a line we are looking at for the future as we are aware that it opens up other avenues for funding. However, this takes time and whilst this is in progress the club needs to benefit from rates relief immediately

Finally I must advise that the Business Rate account is now in arrears and that payment should be made to bring the account up to date. Should you wish to discuss the arrears on the account please do not hesitate to contact this office.

A- The company is a not for profit organisation as detailed in the accounts and in the points above and CANNOT and is not in a position to pay – rates relief needs to be actioned whilst we decide the best way forward of sending the company into CIC or CASC status