

Backgrounder

2025 January to October Financial Results:

According to internal financial statements provided to the Regional District, the Fraser-Fort George Regional Museum Society (the "Society") recognized a net surplus of \$501,145 for the first ten months of 2025. The forecasted loss for the year is anticipated to be \$97,160 by December 31, 2025 which compares to a loss of \$324,510 in 2024.

There are non-cash related amortization items included in the revenue and expenditures projections that were not included in the Annual Budget. These non-cash amortization items total a net expenditure of \$188,371 in 2025 as compared to \$235,509 included in the 2024 Actuals. Adjusted Surplus/Loss figures have been provided in the table below for comparison.

	2025 Year to Date Actuals (Jan-Oct)	2025 Annual Forecast	2025 Annual Budget	Projected 2025 Variance to Budget	2024 Actuals
Total Revenue	\$2,281,684	\$2,568,964	\$2,519,719	\$49,245	\$2,534,473
Total Expenditures	\$1,780,539	\$2,666,124	\$2,688,879	\$22,755	\$2,858,983
Surplus /(Loss)	\$501,145	(\$97,160)	(\$169,160)	\$72,000	(\$324,510)
Net Amortization Adjustments	\$0	\$188,371	\$188,371	\$0	\$235,509
Surplus /(Loss) excluding Amortization	\$501,145	\$91,211	\$19,211	\$72,000	(\$89,001)

As of October 31, 2025, the Society had a balance of \$0 in their line of credit and approximately \$21,000 in their operating bank account.

2025 Cash Flow Projections:

The Society has provided cash flow projections to the end of December 2025. Based on this information, the projected line of credit balances for the remainder of the year is anticipated to be:

- November 30, 2025 \$54,757
- December 31, 2025 \$109,562

2025 Cash Flow Projections:

As of the end of October 2025, the Society has provided projections for line of credit balances from January to June 2026 as follows:

- January 31, 2026 \$64,426
- February 28, 2026 \$0
- March 31, 2026 \$0
- April 30, 2026 \$0
- May 31, 2026 \$0
- June 30, 2026 \$0

From February to June 2026, the Society is projecting positive cash balances in their operating bank account.

Permitted Encumbrances:

The terms of the loan agreement state the following with regards to Permitted Debt:

a) Royal Bank of Canada Line of Credit the limit of which shall be no more than as follows:

- a. as of the date of this Agreement, \$225,000.00
- b. as of December 31, 2024, \$175,000.00
- c. as of December 31, 2025, \$125,000.00
- d. as of December 31, 2026, \$75,000.00
- e. as of December 31, 2027, \$50,000.00

b) Royal Bank of Canada Overdraft, not to exceed \$25,000.00

c) All other Debt and Obligations incurred by the Society in the operation of the Fraser-Fort George Regional Museum, which shall not exceed a total of \$225,000.00 at any time without the written consent of the RDFFG.

2025 Audited Financial Statements:

It is anticipated that the Society will undergo a financial audit for 2025 and that audited financial statements will be provided to RDFFG Administration within ninety days of their December 31st fiscal year end.

2026 Budget:

The Society has prepared a draft budget for 2026 which will be reviewed by the Society's Board of Directors during their next board meeting.