

**National Film Board—concluded**

Notes to the financial statements for the year ended March 31, 2018—concluded

**13. Related party transactions**

The Board is related, as a result of common ownership, to all government departments, agencies and Crown corporations as well as its key management personnel, close family members of these and the entities subject of the control of these individuals. The Board enters into transactions with these entities in the normal course of business and on normal trade terms. These transactions are recognized at their exchange amount with the exception of unrecognized services in the Statement of operations and departmental net financial position.

The Government has centralized some of its administrative activities for efficiency, cost-effectiveness purposes and economic delivery of programs to the public. As a result, the Government uses central agencies and common service organizations so that one department performs services for all other departments and agencies without charge. The costs of these services, such as the payroll and cheque issuance services provided by PSPC and audit services provided by the Office of the Auditor General, are not included in the Board's Statement of operations and departmental net financial position.

	2018	2017
	(in thousands of dollars)	
Accounts receivable—Other government departments and agencies .....	463	173
Accounts payable—Other government departments and agencies .....	3,256	755
Expenses—Other government departments and agencies .....	15,995	15,380
Revenues—Other government departments and agencies .....	2,191	322

During the year ending March 31, 2018, the Board leased premises from Public Services and Procurement Canada (PSPC) in the amount of \$4,501 (2017—\$4,871). This amount is included in the Expenses—Other government departments and agencies. The Expenses—Other government departments and agencies includes a capitalized amount of \$1,545.

**14. The Documentary Channel**

Since 2002, the Board owns a permanent share of 14% (14 x \$1 units) of the specialized television channel The Documentary Channel. Pursuant to the investment agreement, the Board's obligations with respect to debts, liabilities, and other obligations are limited to the capital invested.

Revenues from portfolio investments are recognized only to the extent that they are received or eligible and they are presented under miscellaneous revenues in the income statement in the amount of \$0 (\$0 in 2017).

**15. Contractual rights**

By their nature, the activities of the Board may give rise to rights to economic resources arising from contracts or agreements that will result in assets and income in the future over a number of years. During the year, the Board entered into an agreement with a collaborator valued at \$1,540, of which \$1,377 remains to be cashed in subsequent years.