

The costs of administering the program (i.e., creative, administrative, and management personnel; contract negotiation; marketing; advertising; revenue control; etc.) will be the sole responsibility of Walt Disney Canada (Ltd.) and will be paid for out of its share of the royalties.

The MPF's percentage of the royalties will be allocated to support existing RCMP community policing programs, such as crime prevention initiatives, victims services, and drug awareness programs.

The contract in question is between the MPF and the Walt Disney Company (Canada) Ltd., based in Etobicoke, Ontario. Contract negotiations were conducted by the MPF at Disney's offices in Etobicoke and with the RCMP in its offices in Ottawa. Expenses incurred by the MPF in these negotiations were paid for by the MPF. These negotiations did not involve the travel of RCMP or MPF personnel outside Canada.

The MPF has contracted with the Walt Disney Company (Canada) Ltd. which acts independently of the parent company in the United States and which is fully equipped to handle all aspects of the program. Walt Disney (Canada) Ltd. is well established in the Canadian licensing industry and has been since 1966. The company has extensive ties with Canadian manufacturing and distribution networks. All operational and administrative aspects of the MPF and the Walt Disney (Canada) Ltd. agreement will be handled solely by the Walt Disney Company (Canada) Ltd. Under the provisions of the agreement, the Walt Disney Company (Canada) Ltd. will give priority to Canadian manufacturers as licensees to the program. As the Walt Disney Company (Canada) Ltd. expands the licensing program to include foreign markets in the United States, United Kingdom and Japan, it will be liaising with Disney offices in those countries to use existing distribution channels for the marketing of RCMP licensed products.

CANADA POST CORPORATION

LEASE OF PREMISES IN SYDNEY, NOVA SCOTIA—INTERVENTION OF MINISTER OF PUBLIC WORKS

(Response to questions raised by Hon. J. Michael Forrestall on July 11 and 12, 1995)

Pursuant to the request by the Minister's office, this review will include the analysis of the events in chronological order, all supporting documentation as well as the financial evaluation that directly relate to the leader at 124 Pitt Street, Sydney, Nova Scotia.

The purpose of this review is to determine the merits of this transaction.

The precise terms of reference are outlined in the attached letter dated July 24, 1995, from Canada Post Corporation to Price Waterhouse.

(For the text of the letter see Appendix A, page 2084)

ANSWERS TO ORDER PAPER QUESTIONS TABLED

AGRICULTURE FOOD CANADA

Hon. B. Alasdair Graham (Deputy Leader of the Government) tabled the answer to Question No. 81 on the Order Paper—by Senator Tkachuk.

SOLICITOR GENERAL OF CANADA

Hon. B. Alasdair Graham (Deputy Leader of the Government) tabled the answer to Question No. 86 on the Order Paper—by Senator Tkachuk.

CITIZENSHIP AND IMMIGRATION CANADA

Hon. B. Alasdair Graham (Deputy Leader of the Government) tabled the answer to Question No. 89 on the Order Paper—by Senator Tkachuk.

MARINE ATLANTIC—M.V. BLUENOSE FERRY SERVICE

Hon. B. Alasdair Graham (Deputy Leader of the Government) tabled the answer to Question No. 99 on the Order Paper—by Senator Comeau.

The Senate adjourned until Wednesday, October 4, 1995, at 1:30 p.m.