

# **Consolidated Financial Statements**

Zeal Education Trust  
For the year ended 30 June 2021

Prepared by Eden Palmer Prewett Ltd

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O'Meara & Co

Chartered Accountant

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## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE TRUSTEES OF ZEAL EDUCATION TRUST**

#### **Report on the Consolidated Financial Statements**

##### ***Qualified Opinion***

I have audited the consolidated financial statements of Zeal Education Trust on pages 9 to 22, which comprise the consolidated statement of financial position as at 30 June 2021, the consolidated statement of comprehensive revenue and expenses, consolidated statement of changes in Trust equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In my opinion, except for the possible effects on the corresponding figures of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements of Zeal Education Trust on pages 9 to 22, present fairly, in all material respects, the consolidated financial position as at 30 June 2021, and its consolidated financial performance and cash flows for the year then ended on that date in accordance with Public Benefit Entity Standards Reduced Disclosure Regime (Not for Profit) issued by the New Zealand Accounting Standards Board.

##### ***Basis for Qualified Opinion***

Prior to being recorded, control over cash receipts from ticket sales, café sales, donations, venue hire, is limited and there are no practical audit procedures that I could adopt to confirm independently that all cash received was properly recorded.

I conducted my audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the consolidated financial statements* section of my report.

I am independent of Zeal Education Trust in accordance with Professional and Ethical Standard 1 (*International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)*) issued by the New Zealand Auditing and Assurance Standards Board, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Other than in my capacity as auditor, I have no relationship with, or interests, in Zeal Education Trust.

##### ***Other Information***

The Trustees are responsible for the other information included in the Trust's Financial Statements. My opinion on the consolidated financial statements, on pages 9 to 22, does not cover any other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated financial statements my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or my knowledge obtained in the audit, or otherwise appears materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

##### ***Restrictions of use of this Independent Auditor's Report***

This report is made solely to the Trustees, as a body. My audit has been undertaken so that I might state those matters which I am required to state to then in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not

accept or assume responsibility to anyone other than the Trustees as a body, for my audit work, for this report or the opinions I have formed.

***The Responsibility of the Trustees for the Consolidated Financial Statements***

The Trustees are responsible on behalf of the Trust for:

- the preparation and fair presentation of the consolidated financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime (Not for Profit);
- for such internal control as the Trustees determine is necessary, to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error; and
- for assessing the Trust's ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate Zeal Education Trust or to cease operations, or have no realistic alternative but to do so.

***Auditor's Responsibilities for the Audit of the Consolidated Financial Statements***

My objectives are to obtain reasonable assurance about whether the consolidated financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an independent auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

A further description of the auditor's responsibilities for the audit of the consolidated financial statements is located at the External Reporting Board's (XRB) website at:

<https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-7/>



M A O'Meara  
Chartered Accountant  
O'Meara & Co  
Auckland

12 October 2021

# Entity Information

## Zeal Education Trust

For the year ended 30 June 2021

### Legal Name of Entity

Zeal Education Trust

### Entity Type and Legal Basis

Zeal Education Trust is a registered charity under the Charitable Trust Act 1957.

### Registration Number

CC29343

### Entity's Purpose or Mission

#### *Our Mission*

To make transformative spaces and experiences accessible to all young people in Aotearoa.

#### *Our Vision*

All young people in Aotearoa living full lives of meaning and purpose.

We provide/cultivate:

1. Transformative physical spaces for young people where rangatahi feel safe, valued and seen.
2. Inclusive communities for young people to belong to, where they can be themselves and can come as they are.
3. A creative community for young people to belong to, engaging them through passion and connecting them to their innate self-worth and capability.
4. A youth empowerment programme, journeying with and enabling support for young people experiencing barriers to living lives they value.
5. A skills and training re-engagement programme, providing pathways for young people to develop and engage in further education and employment.
6. A digital engagement programme, engaging young people where they are – extending Zeal's transformative culture and 'vibe' to device and online.

### Entity Structure

Zeal Education Trust is a Not-For-Profit organisation governed by its Board of Trustees. The Trust deed specifies that the Board of Trustees is to be comprised of no less than three and no more than 12 trustees.

## Main Sources of Entity's Cash and Resources

Zeal receives its cash and resources through four main sources.

**Local Government Contracts:** Zeal holds contracts with local councils within each region where it operates for delivering youth development initiatives. These contracts are outcome centred and form the base level of funding for most of Zeal's initiatives.

**Central Government Contracts:** Zeal holds a number of central government contracts which are mostly project focused. These contracts vary in length depending on the project.

**Grants:** Zeal applies for a number of contestable grants throughout the year and receives grants from a wide variety of both local and national funders.

**Donations:** Zeal receives donations both large and small from a range of supporters.

## Main Methods Used by Entity to Raise Funds

Zeal's uses a few key methods to raise funds for its work.

Drawing on the success with local government funding over 22 years, Zeal seeks to outperform its current KPI's with council stakeholders. This is in order to renew partnerships and/or expand them at the end of the term of each fund.

Zeal also uses its track record and key data to persuade potential partners to support the work of the charity. Zeal has a robust and professional approach to managing contracts and grants ensuring that deliverables are met on time and success is shared with all stakeholders.

Zeal runs a number of fundraising initiatives each year including bidding for contracts, grant writing, fundraising events and crowd funding.

## Entity's Reliance on Volunteers and Donated Goods or Services

Zeal's work would be far harder and more expensive if it weren't for the tremendous investment and efforts of over 300 volunteers across the country. On average each of these volunteers gives between 1-2 hours of volunteer time per week adding up to a huge 20,000+ hours per annum.

Without their support, Zeal would struggle to function. Zeal also holds a number of quality relationships with businesses who offer the charity in-kind, wholesale and discounted products and services that enable our work to thrive.

## Physical Address

20 Alderman Drive  
Henderson

Auckland 0612

## Postal Address

c/- Zeal National Office  
PO Box 12 1429  
Henderson

Auckland 0650

# CEO Report

## Zeal Education Trust

For the year ended 30 June 2021

Zeal is an organisation focused on the transformation of young people. We reach out to and invite young people, particularly those struggling with mental distress and disconnection, to authentic connection and community. We cultivate spaces and experiences that help awaken within young people a healthy sense of their self-worth and identity and provide opportunities for young people to explore their purpose and part to play in the world.

Year on year our primary success measure is the level of impact we enable. We measure impact by the number of moments of connection (or MoCs) we make happen. The more MoCs we enable, the more likely transformative change happens in a young person's life. Transformation doesn't happen overnight, but MoCs compounded over time provide a strong platform for transformation to take place.

This year has been one of 'consolidation'. COVID-19 had a major impact on the world in 2020 and this impact continues to be felt right throughout Aotearoa and the communities we serve. As an organisation we have remained responsive to the impact of the virus on both our communities and our staff and organisation.

A highlight for us this year was the starting of a large scale national project supporting young people who are disengaged or at risk of disengaging from education through COVID-19 into in-depth training and work readiness programming helping them re-engage back into education or permanent employment in a practical way. Another highlight has been our ability as an organisation to improve financial stability in what has been a typically unstable financial environment.

Thank you to all those who partner with us in bringing our mission of making transformative spaces and experiences accessible to all young people in Aotearoa to life – our staff, volunteers, board and external partners. We continue to be humbled at your support and encouragement. We appreciate your valuable contribution and heart. Thank you.

Arohanui,

Jesse Boyce  
CEO

# Approval of Consolidated Financial Report

Zeal Education Trust

For the year ended 30 June 2021

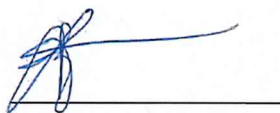
The Trustees are pleased to present the approved consolidated financial report including the historical financial statements of Zeal Education Trust for year ended 30 June 2021.

APPROVED



A Pilbrow  
Chairperson

Date .....12 October 2021.....



J Boyce  
CEO

Date .....12 October 2021.....



# Consolidated Statement of Comprehensive Revenue and Expenses

Zeal Education Trust

For the year ended 30 June 2021

	NOTES	2021	2020
<b>Operating Revenue</b>			
<b>Revenue from Non-Exchange Transactions</b>			
Donations, fundraising and other similar revenue	5	1,356,200	950,099
<b>Revenue from Exchange Transactions</b>			
Revenue from providing goods or services	5	1,492,988	1,859,161
Interest, dividends and other investment revenue	5	1,835	1,179
Other revenue	5	36,067	315,533
<b>Total Operating Revenue</b>		<b>2,887,090</b>	<b>3,125,972</b>
<b>Operating Expenses</b>			
Volunteer and employee related costs	6	2,044,467	2,184,574
Costs related to providing goods or service	6	678,048	721,208
Depreciation	6	273,059	289,524
Other expenses	6	71,974	104,545
<b>Total Operating Expenses</b>		<b>3,067,548</b>	<b>3,299,851</b>
<b>Net Operating Surplus/(Deficit) for the Year</b>		<b>(180,458)</b>	<b>(173,879)</b>
<b>Total Comprehensive Revenue and Expenses for the Year</b>		<b>(180,458)</b>	<b>(173,879)</b>

The accompanying Notes form part of these financial statements. These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

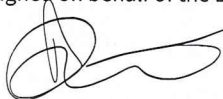
# Consolidated Statement of Financial Position

Zeal Education Trust

As at 30 June 2021

	NOTES	30 JUN 2021	30 JUN 2020
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	7	935,851	666,972
Trade and other receivables	7	29,367	29,987
<b>Total Current Assets</b>		<b>965,218</b>	<b>696,959</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	9	1,718,311	1,900,426
<b>Total Non-Current Assets</b>		<b>1,718,311</b>	<b>1,900,426</b>
<b>Total Assets</b>		<b>2,683,529</b>	<b>2,597,385</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	8	180,527	148,666
Funds in advance	8	634,178	399,437
<b>Total Current Liabilities</b>		<b>814,705</b>	<b>548,103</b>
<b>Total Liabilities</b>		<b>814,705</b>	<b>548,103</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>1,868,824</b>	<b>2,049,282</b>
<b>Trust Equity</b>			
Retained earnings	10	1,868,824	2,049,282
<b>Total Trust Equity</b>		<b>1,868,824</b>	<b>2,049,282</b>

Signed on behalf of the Board

  
Chairperson

  
CEO

Date 12 October 2021

The accompanying notes form part of these financial statements. These financial statements have been subject to audit, and should be read in conjunction with the Auditors Report.

# Consolidated Statement of Changes in Trust Equity

Zeal Education Trust

For the year ended 30 June 2021

	2021	2020
<b>Trust Equity</b>		
Opening Balance	2,049,282	2,223,161
<b>Decreases</b>		
Loss for the Period	180,458	173,879
<b>Total Decreases</b>	<b>180,458</b>	<b>173,879</b>
<b>Total Trust Equity</b>	<b>1,868,824</b>	<b>2,049,282</b>

# Consolidated Statement of Cash Flows

Zeal Education Trust

For the year ended 30 June 2021

	2021	2020
<b>Cash Flows for the Period</b>		
<b>Cash Flows from Operating Activities</b>		
Receipts from providing goods or services	1,493,608	1,890,440
Donations, fundraising and other similar activities	1,590,941	1,141,680
Payments to suppliers and employees	(2,660,654)	(3,034,228)
Other cash items from operating activities	(27,725)	236,100
<b>Total Cash Flows from Operating Activities</b>	<b>396,170</b>	<b>233,992</b>
<b>Cash Flows from Investing and Financing Activities</b>		
<b>Cash from investing in property, plant and equipment</b>		
Receipts from sale of property, plant and equipment	2,174	12,741
Payments to acquire property, plant and equipment	(101,300)	(102,921)
<b>Net cash from investing in property, plant and equipment</b>	<b>(99,126)</b>	<b>(90,180)</b>
<b>Cash from borrowings, interest, dividends and other investments</b>		
Proceeds from loans borrowed from other parties	-	-
Repayments of loans borrowed from other parties	-	-
Receipts from Interest, dividends and other investments	1,835	1,179
<b>Net cash from borrowings, interest, dividends and other investments</b>	<b>1,835</b>	<b>1,179</b>
<b>Total Cash Flows from Investing and Financing Activities</b>	<b>(97,291)</b>	<b>(89,001)</b>
<b>Net increase/(decrease) in cash</b>	<b>298,879</b>	<b>144,991</b>
	2021	2020
<b>Cash Balances</b>		
Cash and cash equivalents at end of period	935,851	666,972
Cash and cash equivalents at beginning of period	(666,972)	(521,981)
<b>Net change in cash for period</b>	<b>268,879</b>	<b>144,991</b>

The accompanying notes form part of these financial statements. These financial statements have been subject to audit, and should be read in conjunction with the Auditors Report.

# Notes to the Consolidated Financial Statements

## Zeal Education Trust

For the year ended 30 June 2021

### 1. Reporting Entity

These financial statements comprise the consolidated financial statements of Zeal Education Trust (the "Trust") for the year ended 30 June 2021. The Trust is a charitable trust incorporated under the Charities Trusts Act 1957, and registered under the Charities Act 2005. The primary objective of the Trust is to provide goods and services for community and social benefit rather than to make a financial return. The financial statements presented are for the year ended 30 June 2021 and were authorised for issue by the Board of Trustees on

12 October 2021 2021.

### 2. Basis of Consolidation

The consolidated financial statements for Zeal Education Trust Group (the "Group") include the parent trust (Zeal Education Trust) and its subsidiary (Zeal Youth Enterprises Limited) accounted for using the purchase method. All significant intra-group transactions and balances are eliminated on consolidation. The accounting policies of the subsidiary are consistent with the policies adopted by the Group and have a 30 June reporting date.

### 3. Basis of Preparation

#### Statement of Compliance

The financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with Public Benefit Entity Accounting Standards Reduced Disclosure Regime (PBE Standards RDR) and other applicable Financial Reporting Standards, as appropriate for Tier 2 not-for-profit public benefit entities, for which all reduced disclosure regime exemptions have been adopted. The Group qualifies as a Tier 2 reporting entity on the basis that it has had less the \$30m in expenses for the previous two reporting periods. These financial statements are for the Zeal Education Trust Group for the 12 months ended 30 June 2021. The financial statements have been prepared on the basis of historical cost. The financial statements are presented in New Zealand dollars (NZ\$) rounded to the nearest dollar.

### 4. Significant Accounting Policies

There have been no significant changes in accounting policies as the Trust had previously applied PBE Tier 2 reporting. The following specific accounting policies which materially affect the measurement of financial performance, position and cash flows have been applied consistently to all years reported in these financial statements.

#### a. Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid Investments with original maturities of three months or less, and bank overdrafts.

#### b. Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment. A provision for impairment is established where there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivable. Changes in the provision are recognised in the surplus and deficit component of the Statement of Comprehensive Revenue and Expense.

#### c. Trade and other payables

Trade and other payables are initially recognised at fair value and subsequently measured at amortised cost.

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The accompanying Notes form part of these financial statements. These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

**d. Property, plant and equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. When an asset is donated to the entity, its cost is measured at its fair value at the date of acquisition.

Depreciation is charged at rates and methods calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life, except for land. Land is not depreciated.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

The Trust has the following asset classes and depreciation rates and methods:

Buildings	3 - 20%	Straight Line
Motor Vehicles	20 - 21%	Straight Line
Furniture & Fittings	7 - 21%	Straight Line
Plant & Equipment	6 - 67%	Straight Line

**e. Financial Instruments**

Financial Instruments are comprised of trade and other receivables, cash and cash equivalents, financial assets at fair value through surplus or deficit, and trade and other payables. The Group held no material derivative financial Instruments in the years reported.

Financial assets

The subsequent measurement of financial assets depends on their classification. The Group currently hold financial assets in two classifications:

*(i) Loans and receivables*

Financial assets that are non-derivative with fixed or determinable payments that are not quoted in an active market. After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Discounting is omitted where the effect of discounting is immaterial.

Financial instruments classified as loans and receivables include: trade and other receivable balances, and cash and cash equivalents.

*(ii) Financial Instruments at fair value through surplus or deficit*

An instrument is classified as at fair value through surplus or deficit if it is held for trading or designated as such upon initial recognition. Upon initial recognition, attributable transaction costs are recognised in the Statement of comprehensive Revenue and Expense when incurred. Subsequent to initial recognition, financial instruments at fair value through surplus or deficit are measured at fair value and changes therein are recognised in the Statement of Comprehensive Revenue and Expense.

The Group have no off-balance sheet financial instruments.

**f. Income tax**

Zeal Education Trust is a registered charitable entity under the Charities Act 2005, and is accordingly exempt from Income Tax under sections CW41 and CW42 of the Income Tax Act 2007. The Trusts Charity Registration Number is CC29343.

**g. Goods and services tax (GST)**

The Group is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

The accompanying Notes form part of these financial statements. These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

#### **h. Employee entitlements**

Employee benefits that the Group expect to be settled within 12 months of balance date are measured at nominal value based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, and annual leave earned to, but not yet taken at balance date.

#### **i. Revenue**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Group and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

##### Revenue from Non-Exchange Transactions

Donations are recognised as revenue upon receipt.

Grants are given by other charitable organisations, philanthropic organisations and businesses. Grants with no conditions attached are recognised as revenue upon their receipt. Grants with conditions attached are recognised as liabilities initially, and are only released to revenue once the amounts relating to those conditions are fulfilled.

##### Revenue from Exchange Transactions

The Group receives revenue from various contracts with governmental organisations, sales of coffee and rental of premises. Revenue is recognised in the period the goods and services are provided.

Interest revenue is recognised as it accrues, using the effective interest method.

#### **j. Operating leases**

Plant & Equipment and Land & Buildings are leased by the Group. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the surplus or deficit component of the Statement of Comprehensive Revenue and Expense on a straight-line basis over the period of the lease.

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The accompanying Notes form part of these financial statements. These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

# Notes to the Consolidated Financial Statements

## Zeal Education Trust

For the year ended 30 June 2021

	2021	2020
<b>5. Analysis of Revenue</b>		
<b>Revenue from Non-Exchange Transactions</b>		
<b>Donations, fundraising and other similar revenue</b>		
Donations Received	85,296	92,922
Grants Received	1,270,904	857,177
<b>Total Donations, fundraising and other similar revenue</b>	<b>1,356,200</b>	<b>950,099</b>
<b>Total Revenue from Non-Exchange Transactions</b>	<b>1,356,200</b>	<b>950,099</b>
<b>Revenue from Exchange Transactions</b>		
<b>Revenue from providing goods or services</b>		
Cafe Sales	32,700	81,822
Contract Income	1,222,672	1,416,203
Course Fees	77,860	147,563
Sales	-	12,988
Ticket Sales	1,133	3,464
Venue Hire	158,623	197,121
<b>Total Revenue from providing goods or services</b>	<b>1,492,988</b>	<b>1,859,161</b>
<b>Interest, dividends and other investment revenue</b>		
Interest Received	1,835	1,179
<b>Total Interest, dividends and other investment revenue</b>	<b>1,835</b>	<b>1,179</b>
<b>Other revenue</b>		
Sundry Income	36,067	315,533
<b>Total Other revenue</b>	<b>36,067</b>	<b>315,533</b>
<b>Total Revenue from Exchange Transactions</b>	<b>1,530,890</b>	<b>2,175,873</b>
<b>Total Operating Revenue</b>	<b>2,887,090</b>	<b>3,125,972</b>
	2021	2020

## 6. Analysis of Expenses

<b>Volunteer and employee related costs</b>		
Accident Compensation Levy	9,192	6,889
Staff Expenses	18,514	14,547
Staff Training	17,212	15,615
Subcontractors	166,333	162,976
Travel - National	27,319	25,510
Volunteer Expenses	5,408	1,400
Wages & Salaries	1,800,489	1,957,637
<b>Total Volunteer and employee related costs</b>	<b>2,044,467</b>	<b>2,184,574</b>

These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.



	2021	2020
<b>Cost related to providing goods or services</b>		
Advertising	10,025	13,970
Bank Fees	3,365	5,303
Cleaning	43,554	31,462
Conference and Event Expenses	32,886	71,095
Food and Catering	50,359	43,555
Freight & Courier	-	1,143
General Expenses	3,028	10,465
Insurance	30,819	35,735
Purchases	16,565	29,851
Light Power & Heating	35,990	32,806
Low Value Assets	13,781	10,061
Motor Vehicle Expenses	64,004	38,207
Office Expenses	694	508
Printing, Stamps & Stationery	15,445	17,755
Production Costs	-	7,395
Rents	205,923	195,175
Repairs & Maintenance	38,014	33,684
Resource Materials	54,855	49,833
Security	3,400	2,198
Subscriptions	29,512	56,380
Telecommunications	25,829	34,627
<b>Total Cost related to providing goods or services</b>	<b>678,048</b>	<b>721,208</b>
<b>Depreciation</b>		
Depreciation	273,059	289,524
<b>Total Depreciation</b>	<b>273,059</b>	<b>289,524</b>
<b>Other expenses</b>		
Accountancy Fees	10,220	11,264
Audit Fees	8,800	8,737
Interest	-	(11)
Legal Expenses	2,000	-
Loss on Disposal	8,182	25,113
Operating Lease payments	34,009	59,442
Systems & Processes Audit Fees	8,763	-
<b>Total Other expenses</b>	<b>71,974</b>	<b>104,545</b>
<b>Total Operating Expenses</b>	<b>3,067,548</b>	<b>3,299,851</b>
	2021	2020

## 7. Analysis of Assets

### Cash and cash equivalents

Cash and Bank	935,851	666,972
<b>Total Cash and cash equivalents</b>	<b>935,851</b>	<b>666,972</b>

These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

	2021	2020
<b>Trade and other receivables</b>		
Accounts Receivable	29,037	29,804
Sundry Debtors	330	183
<b>Total Trade and other receivables</b>	<b>29,367</b>	<b>29,987</b>
<b>Total Assets</b>	<b>965,218</b>	<b>696,959</b>

	2021	2020
<b>8. Analysis of Liabilities</b>		
<b>Trade and other payables</b>		
Accounts Payable	38,198	38,151
GST	13,800	6,632
Sundry Accruals	31,791	8,700
<b>Employee Entitlements</b>		
Wages Payable	-	1,990
Holiday Pay Accrual	96,738	93,193
<b>Total Employee Entitlements</b>	<b>96,738</b>	<b>95,183</b>
<b>Total Trade and other payables</b>	<b>180,527</b>	<b>148,666</b>
<b>Funds in Advance</b>		
Funds in Advance	634,178	399,437
<b>Total Funds in Advance</b>	<b>634,178</b>	<b>399,437</b>
<b>Total Liabilities</b>	<b>814,705</b>	<b>548,103</b>

These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

## 9. Property, Plant and Equipment

2021	Cost	Opening Value	Additions	Disposals	Opening Accum Dep	Dep for the Year	Accum Dep On Disposals	Closing Accum Dep	Closing Value
Plant & Equipment	889,281	216,243	68,428	26,142	673,038	89,545	19,776	742,807	188,760
Furniture & Fittings	140,269	63,112	0	11,138	77,157	13,800	7,148	83,809	45,322
Buildings	2,266,868	1,620,443	4,532	0	646,425	167,064	0	813,489	1,457,911
Motor Vehicles	715	628	28,340	0	87	2,650	0	2,737	26,318
<b>Total</b>	<b>3,297,133</b>	<b>1,900,426</b>	<b>101,300</b>	<b>37,280</b>	<b>1,396,707</b>	<b>273,059</b>	<b>26,924</b>	<b>1,642,842</b>	<b>1,718,311</b>

2020	Cost	Opening Value	Additions	Disposals	Opening Accum Dep	Dep for the Year	Accum Dep On Disposals	Closing Accum Dep	Closing Value
Plant & Equipment	873,936	264,611	86,739	71,394	609,327	105,446	41,735	673,038	216,243
Furniture & Fittings	133,182	69,364	7,926	839	63,818	13,766	427	77,157	63,112
Buildings	2,266,868	1,787,544	7,541	7,541	479,324	168,963	1,862	646,425	1,620,443
Motor Vehicles	6,304	3,362	715	6,304	2,942	1,348	4,203	87	628
<b>Total</b>	<b>3,280,290</b>	<b>2,124,881</b>	<b>102,921</b>	<b>86,078</b>	<b>1,155,411</b>	<b>289,523</b>	<b>48,227</b>	<b>1,396,707</b>	<b>1,900,426</b>

### Significant Donated Assets Recorded

Nil

### Significant Donated Assets Not Recorded

Nil

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2021

2020

**10. Accumulated Funds****Trust Equity**

Opening Balance	2,049,282	2,223,161
Accumulated surpluses or (deficits)	(180,458)	(173,879)
<b>Total Trust Equity</b>	<b>1,868,824</b>	<b>2,049,282</b>

**11. Operating Lease Commitments**

<b>2021</b>	<b>Total Owing at 30/06/2021</b>	<b>1 Year</b>	<b>2 - 5 Years</b>	<b>5 + Years</b>
<b>Building Hamilton</b>	170,499	29,652	118,608	22,239
<b>Building Wellington</b>	104,667	34,851	69,816	-
<b>Building Repect</b>	100,000	25,000	75,000	-
<b>Building Kapiti</b>	25,624	25,624	-	-
<b>Building Taranaki</b>	68,250	68,250	-	-
<b>Photocopier</b>	14,415	5,480	8,935	-
<b>Vehicles</b>	24,456	13,404	11,052	-
<b>Total</b>	<b>507,911</b>	<b>202,261</b>	<b>283,411</b>	<b>22,239</b>

<b>2020</b>	<b>Total Owing at 30/06/2020</b>	<b>1 Year</b>	<b>2 - 5 Years</b>	<b>5 + Years</b>
<b>Building Hamilton</b>	190,998	28,296	113,184	49,518
<b>Building Wellington</b>	198,516	33,552	134,208	30,756
<b>Building Repect</b>	295,641	33,156	132,624	129,861
<b>Building Kapiti</b>	100,080	75,060	25,020	-
<b>Building Taranaki</b>	65,004	65,004	-	-
<b>Photocopier</b>	4,852	3,092	1,760	-
<b>Vehicles</b>	48,008	35,108	12,900	-
<b>Total</b>	<b>903,099</b>	<b>273,268</b>	<b>419,696</b>	<b>210,135</b>

**12. Contingent Liabilities and Guarantees**

Personal grievance cases were brought against the Trust during the financial period. As at 30 June 2021, the Trustees anticipate that the total cost of claims arising from these cases would reasonably amount to \$16,000 in total in the next financial period (2020 - nil).

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**13. Significant Grants and Donations with Conditions not Recorded as a Liability**

Nil

**14. Related Parties**

Key Management Personnel is made up of Six Trustees and Senior Management. The Trustees receive no remuneration. Senior Management includes the Chief Executive, Financial Controller, General Manager, and Regional Managers.

Senior Management consists of 8.1 Full Time Equivalent (FTE) roles (2020: 13.2 FTE). The number of FTE was determined using the contracted hours, as set out in each member's employment agreement or contract. The aggregate remuneration for Senior Management was \$719,662 (2020: \$956,366).

The Trust has other related party transactions and balances due to common Trustees. These include:

	2021	2020
<b>Related Party Transactions</b>		
Accounting Fees	4,124	11,304
Asset Purchases	-	4,408
Other Purchases	7,000	-

**15. Events After the Balance Date**

The effects of the Coronavirus (COVID-19) pandemic on the Group is ongoing and it is not practicable to estimate the full impact of the pandemic (either positive or negative) on the Group's operations, as it is largely dependent on measures imposed by the New Zealand Government (i.e. lockdowns, social distancing, quarantining and travel restrictions) to mitigate its negative societal impact.

With consideration to this uncertainty and with the direction of its Board of Trustees, the Group have applied for and received funding from both government and non-government organisations after reporting date that allows its operations to continue in the foreseeable future (2020: nil).

**16. Ability to Continue Operating**

The entity will continue to operate for the foreseeable future.

These financial statements have been subject to audit, and should be read in conjunction with the attached Auditors Report.

Zeal Education Trust would like to thank the following funders for their generous support:

Aileen Drewitt Charitable Trust, Ann Sinclair Charitable Trust, Ara Taiohi Youth Week, Auckland Council, Betty Campbell Accommodation Assistance Grants, Bluesky Community Trust, Common Good Foundation, Community Waikato, Creative Communities Scheme Auckland, Creative Communities Scheme Kapiti Coast, Creative Communities Scheme New Plymouth, Creative Communities Scheme Waikato, David Ellison Charitable Trust, DV Bryant Trust, Foundation North, Four Winds Foundation, Gallagher Charitable Trust, Glenice & John Gallagher Foundation, Hamilton City Council, Henderson-Massey Local Board, IHC Foundation, J M Thompson Charitable Trust, John Ilott Charitable Trust, Joyce Fisher Trust, Kapiti Coast District Council, Len Reynolds Trust, Lion Foundation, Lottery COVID-19 Community Wellbeing Fund, Lottery National Community, Manor Group No2 Charitable Trust, Milestone Foundation, Ministry of Women Covid-19 Community Fund, MSD - Provider Capability and Resilience Fund, MSD - COVID-19 Community Capability and Resilience Fund, MYD - Akonga Youth Development Community Fund, New Plymouth District Council, New Zealand Community Trust, Nikau Foundation, Norah Howell Charitable Trust, North Taranaki Alternative Education Group, One Foundation Ltd, Oranga Tamariki - Ministry for Children, Pacific Inc Limited - Le Va Pasifika Suicide Prevention Community Fund, Pelorus Trust, Pub Charity, Rule Foundation, Sargood Bequest, Sky City Auckland Community Trust, Sport Taranaki - Tu Manawa Active Aotearoa, Sutherland Self Help Trust, Tasman Smith Charitable Trust, The Southern Trust, The Trusts Community Foundation, The Trusts - Your West Support Fund, Tindall Foundation, Toi Foundation, Trust Waikato, Vavasour Charitable Trust, Vodafone New Zealand Foundation, Waikanae Lions Club, Waitakere Ranges Local Board, Wallis Trust, Wel Energy Trust, Wellington Children's Foundation, Wellington City Council, Wellington Community Trust, Whau Local Board, Wilberforce 21 Trust and the Winton & Margaret Bear Charitable Trust.

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