

Consolidated Financial Statements

Zeal Education Trust
For the year ended 30 June 2022

Prepared by Eden Palmer Prewett Ltd

Contents

3	Auditors Report
5	Entity Information
7	CEO Report
8	Approval of Consolidated Financial Report
9	Consolidated Statement of Comprehensive Revenue and Expenses
10	Consolidated Statement of Changes in Trust Equity
11	Consolidated Statement of Financial Position
12	Consolidated Statement of Cash Flows
13	Notes to the Consolidated Financial Statements
16	Notes to the Consolidated Financial Statements

INDEPENDENT AUDITOR'S REPORT

To the Trustees of the Zeal Education Trust, for the year ended 30 June 2022

Opinion

We have audited the financial statements within the performance report of the Zeal Education Trust on pages 9 to 22, which comprises the entity information and statement of financial position as at 30 June 2022 and the statements of comprehensive revenue and expenses, changes in equity and cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion the financial statements on pages 9 to 22 present fairly, in all material respects, the financial position of the Zeal Education Trust as at 30 June 2022 and its comprehensive revenue, expenses and its cash flows for the year ended, in accordance with Public Benefit Entity International Public Sector Accounting Standards [PBE NZ IPSAS] Reduced Disclosure Regime [RDR] tier 2 framework.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described below in the *Auditor's*

Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Zeal Education Trust in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor of the report, we have no other relationship with, or

interests in, the Zeal Education Trust.

Restriction on Responsibility

This report is made solely to the Trustees, as a body, in accordance with section 42F of the Charities Act 2005, and their deed of incorporation. Our audit work has been undertaken so that we might state to the Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Governance Responsibility for the Financial Statements

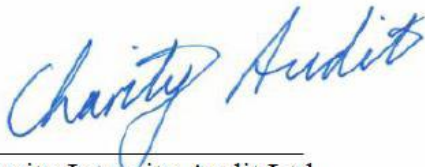
The governance is responsible for the preparation and fair presentation of the performance statements in accordance with PBE NZ IPSAS framework with the RDR and for such internal control as the governance determines is necessary to enable the preparation of the performance statements that are free from material misstatement, whether due to fraud or error.

In preparing the performance statements, the governance is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the governance either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the performance statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 and 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 financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the XRB's website at <http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>



Charity Integrity Audit Ltd,
Chartered Accountants South Auckland
Director: Peter Conaglen
22 September 2022

Entity Information

Zeal Education Trust

For the year ended 30 June 2022

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 250 volunteers across the country. On average each of these volunteers gives between 1-2 hours of volunteer time per week adding up to 13,000 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 2022

Zeal, as a leading national youth organisation continues to provide much needed hope and practical support to many young people who need it in our local communities. Zeal exists to support and empower young people in Aotearoa to flourish. Zeal engages with tens of thousands of young people every year from across Aotearoa, helping young people, particularly those experiencing distress and disconnection, to embrace their mana and sense of belonging, giving them an equitable shot to thrive.

The impact Zeal has in communities is difficult to measure, though social and community wellbeing indicators suggest Zeal is making a big difference for both young people and communities at both an overarching and individual level. Young people indicating increased sense of self-worth and belonging in our post-programme surveys, police indicating a decrease in youth crime in areas Zeal work all point to Zeal making a valuable difference to New Zealand society.

This year was another of major uncertainty and difficulty for many in our communities. In amongst this, Zeal was able to be a stable presence in the community, promoting hope through communication channels as well as continuing to provide safe programming still supporting young people through what for many was a challenging time.

A highlight for Zeal this year has been our ability to pivot to the immediate needs of the communities we serve during extended lockdown periods delivering food and education packs to young people and their families in need, this alongside continuing to deliver remote and safe programming for keeping positive activities available for vulnerable young people both locally and online.

As with every year, Zeal's impact is enabled by gracious supporters who share belief with us that rangatahi are incredibly valuable and all deserve an equitable shot to thrive. Thank you to our staff, volunteers, board and external partners, we value your support greatly.

Arohanui

Jesse Boyce

CEO

Approval of Consolidated Financial Report

Zeal Education Trust For the year ended 30 June 2022

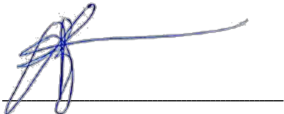
The Trustees are pleased to present the approved consolidated financial report including the historical financial statements of Zeal Education Trust for year ended 30 June 2022.

APPROVED



A Pilbrow
Chairperson

Date **22/09/22**.....



J Boyce
CEO

Date **27/09/22**.....

Consolidated Statement of Comprehensive Revenue and Expenses

Zeal Education Trust

For the year ended 30 June 2022

	NOTES	2022	2021
Operating Revenue			
Revenue from Non-Exchange Transactions			
Donations, fundraising and other similar revenue	5	1,231,758	1,356,200
Revenue from Exchange Transactions			
Revenue from providing goods or services	5	2,243,910	1,492,988
Interest, dividends and other investment revenue	5	5,960	1,835
Other revenue	5	112,548	36,067
Total Operating Revenue		3,594,176	2,887,090
Operating Expenses			
Volunteer and employee related costs	6	2,791,884	2,044,467
Costs related to providing goods or service	6	761,334	678,048
Depreciation	6	273,448	273,059
Other expenses	6	63,170	71,974
Total Operating Expenses		3,889,836	3,067,548
Net Operating Surplus/(Deficit) for the Year		(295,660)	(180,458)
Total Comprehensive Revenue and Expenses for the Year		(295,660)	(180,458)



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 Changes in Trust Equity

Zeal Education Trust For the year ended 30 June 2022

	2022	2021
Trust Equity		
Opening Balance	1,868,824	2,049,282
Decreases		
Loss for the Period	295,660	180,458
Total Decreases	295,660	180,458
Total Trust Equity	1,573,164	1,868,824

Consolidated Statement of Financial Position

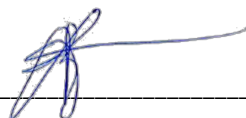
Zeal Education Trust As at 30 June 2022

	NOTES	30 JUN 2022	30 JUN 2021
Assets			
Current Assets			
Cash and cash equivalents	7	928,010	935,851
Trade and other receivables	7	27,274	29,367
Total Current Assets		955,284	965,218
Non-Current Assets			
Property, plant and equipment	9	1,525,302	1,718,311
Total Non-Current Assets		1,525,302	1,718,311
Total Assets		2,480,586	2,683,529
Liabilities			
Current Liabilities			
Trade and other payables	8	186,910	180,527
Funds in advance	8	720,512	634,178
Total Current Liabilities		907,422	814,705
Total Liabilities		907,422	814,705
Total Assets less Total Liabilities (Net Assets)		1,573,164	1,868,824
Trust Equity			
Retained earnings	10	1,573,164	1,868,824
Total Trust Equity		1,573,164	1,868,824

Signed on behalf of the Board



Chairperson



CEO

Date 27/09/22

Charity
AUDIT

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 Cash Flows

Zeal Education Trust

For the year ended 30 June 2022

	NOTES	2022	2021 (RESTATED)
Cash Flows for the Period			
Cash Flows from Operating Activities			
Receipts from providing goods or services		2,332,337	1,493,608
Donations, fundraising and other similar activities		1,231,758	1,590,941
Payments to suppliers and employees	14	(3,546,835)	(2,690,654)
Other cash items from operating activities		53,013	(27,725)
Total Cash Flows from Operating Activities	14	70,273	366,170
Cash Flows from Investing and Financing Activities			
Cash from investing in property, plant and equipment			
Receipts from sale of property, plant and equipment		-	2,174
Payments to acquire property, plant and equipment		(84,074)	(101,300)
Net cash from investing in property, plant and equipment		(84,074)	(99,126)
Cash from borrowings, interest, dividends and other investments			
Receipts from Interest, dividends and other investments		5,960	1,835
Net cash from borrowings, interest, dividends and other investments		5,960	1,835
Total Cash Flows from Investing and Financing Activities		(78,114)	(97,291)
Net increase/(decrease) in cash	14	(7,841)	268,879
	NOTES	2022	2021 (RESTATED)
Cash Balances			
Cash and cash equivalents at end of period		928,010	935,851
Cash and cash equivalents at beginning of period		(935,851)	(666,972)
Net change in cash for period		(7,841)	268,879

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 2022

1. Reporting Entity

These financial statements comprise the consolidated financial statements of Zeal Education Trust (the "Trust") for the year ended 30 June 2022. 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 2022 and were authorised for issue by the Board of Trustees on

_____ 2022.

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 than \$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 2022. 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.



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.



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 2022

	2022	2021
5. Analysis of Revenue		
Revenue from Non-Exchange Transactions		
Donations, fundraising and other similar revenue		
Donations Received	39,510	85,296
Grants Received	1,192,248	1,270,904
Total Donations, fundraising and other similar revenue	1,231,758	1,356,200
Total Revenue from Non-Exchange Transactions	1,231,758	1,356,200
Revenue from Exchange Transactions		
Revenue from providing goods or services		
Cafe Sales	62,414	32,700
Contract Income	2,036,988	1,222,672
Course Fees	25,868	77,860
Ticket Sales	184	1,133
Venue Hire	118,456	158,623
Total Revenue from providing goods or services	2,243,910	1,492,988
Interest, dividends and other investment revenue		
Interest Received	5,960	1,835
Total Interest, dividends and other investment revenue	5,960	1,835
Other revenue		
Sundry Income	112,548	36,067
Total Other revenue	112,548	36,067
Total Revenue from Exchange Transactions	2,362,418	1,530,890
Total Operating Revenue	3,594,176	2,887,090
	2022	2021

6. Analysis of Expenses

Volunteer and employee related costs		
Accident Compensation Levy	7,144	9,192
Staff Expenses	24,276	18,514
Staff Training	24,884	17,212
Subcontractors	204,290	166,333
Travel - National	18,040	27,319
Volunteer Expenses	1,682	5,408
Wages & Salaries	2,511,568	1,800,489
Total Volunteer and employee related costs	2,791,884	2,044,467



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

	2022	2021
Costs related to providing goods or services		
Advertising	7,010	10,025
Bank Fees	2,712	3,365
Cleaning	46,286	43,554
Conference and Event Expenses	29,376	32,886
Food and Catering	52,130	50,359
General Expenses	2,622	3,028
Insurance	32,448	30,819
Purchases	30,504	16,565
Light Power & Heating	41,516	35,990
Low Value Assets	11,584	13,781
Motor Vehicle Expenses	59,442	64,004
Office Expenses	782	694
Printing, Stamps & Stationery	16,668	15,445
Rents	212,828	205,923
Repairs & Maintenance	32,496	38,014
Resource Materials	116,426	54,855
Security	2,094	3,400
Subscriptions	31,432	29,512
Telecommunications	32,978	25,829
Total Costs related to providing goods or services	761,334	678,048
Depreciation		
Depreciation	273,448	273,059
Total Depreciation	273,448	273,059
Other expenses		
Accountancy Fees	7,142	10,220
Audit Fees	6,400	8,800
Legal Expenses	16,424	2,000
Loss on Disposal	3,634	8,182
Operating Lease payments	29,570	34,009
Systems & Processes Audit Fees	-	8,763
Total Other expenses	63,170	71,974
Total Operating Expenses	3,889,836	3,067,548
	2022	2021

7. Analysis of Assets

Cash and cash equivalents

Cash and Bank	928,010	935,851
Total Cash and cash equivalents	928,010	935,851



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

	2022	2021
Trade and other receivables		
Accounts Receivable	24,802	29,037
Sundry Debtors	2,472	330
Total Trade and other receivables	27,274	29,367
Total Assets	955,284	965,218

8. Analysis of Liabilities

	2022	2021
Trade and other payables		
Accounts Payable	28,026	38,198
GST	23,132	13,800
Sundry Accruals	11,500	31,791
Employee Entitlements		
Holiday Pay Accrual	124,252	96,738
Total Employee Entitlements	124,252	96,738
Total Trade and other payables	186,910	180,527
Funds in Advance		
Funds in Advance	720,512	634,178
Total Funds in Advance	720,512	634,178
Total Liabilities	907,422	814,705

9. Property, Plant and Equipment

2022	Opening Cost	Opening Value	Additions	Disposals	Opening Accum Dep	Dep for the Year	Accum Dep On Disposals	Closing Accum Dep	Closing Value
Plant & Equipment	931,567	188,760	60,161	15,498	742,807	88,302	12,942	818,167	158,063
Furniture & Fittings	129,131	45,322	0	1,969	83,809	12,378	890	95,297	31,865
Buildings	2,271,400	1,457,911	0	0	813,489	166,950	0	980,439	1,290,961
Motor Vehicles	29,055	26,318	23,913	0	2,737	5,818	0	8,555	44,413
Total	3,361,153	1,718,311	84,074	17,467	1,642,842	273,448	13,832	1,902,458	1,525,302

2021	Opening 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
Total	3,297,133	1,900,426	101,300	37,280	1,396,707	273,059	26,924	1,642,842	1,718,311

Significant Donated Assets Recorded

Nil

Significant Donated Assets Not Recorded

Nil



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

10. Accumulated Funds**Trust Equity**

Opening Balance	1,868,824	2,049,282
Accumulated surpluses or (deficits)	(295,660)	(180,458)
Total Trust Equity	1,573,164	1,868,824

11. Operating Lease Commitments

2022	Total Owing at 30/06/2022	1 Year	2 - 5 Years	5 + Years
Building Hamilton	140,847	29,652	111,195	-
Building Wellington	80,737	41,953	38,784	-
Building Rezept	75,004	25,000	50,004	-
Building Kapiti	108,528	81,396	27,132	-
Building Taranaki	68,430	68,430	-	-
Photocopier	18,162	8,376	9,786	-
Vehicles	48,659	23,460	25,199	-
Total	540,367	278,267	262,100	-

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

12. Contingent Liabilities and Guarantees

There are no contingent liabilities and guarantees noted for the current financial period (2021 - 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).

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

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

Nil

14. Restatement in Consolidated Statement of Cash Flows

There was an error identified in the 2021 Consolidated Statement of Cash Flows after the signing of the 2021 Audited Financial Statements. The error relates to an unintentional understatement of 'Payments to suppliers and employees' by \$30,000 for the 2021 year. The ultimate impact of the error is the overstatement of 2021 Consolidated Statement of Cash Flows' 'Net increase/(decrease) in cash' by \$30,000 compared to its 'Net change in cash for the period' (which had the correct amount of cash increase for the year of 268,879). This error does not have an impact on any other Statements in the 2021 Audited Financial Statements.

To correct for this error, the 2021 comparative of this report's Consolidated Statement of Cash Flows includes the following restatements:

- Increase of 'Payments to suppliers and employees' from (2,660,654) to (2,690,654);
- Decrease in 'Total Cash Flows from Operating Activities' from 396,170 to 366,170; and
- Decrease in 'Net increase/(decrease) in cash' from 298,879 to 268,879.

15. Related Parties

Key Management Personnel is made up of seven Trustees and Senior Management. The Trustees receive no remuneration. Senior Management includes the Chief Executive, Finance Manager, National Manager, and Regional Managers.

Senior Management consists of 11.6 Full Time Equivalent (FTE) roles (2021: 8.1 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 \$1,014,261 (2021: \$719,662).

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

	2022	2021
Related Party Transactions		
Accounting Fees	6,140	4,124
Other Purchases	-	7,000

16. 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 (2021: nil).



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

17. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

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

Aotearoa Gaming Trust, Ara Taiohi Youth Week, Auckland Council, Betty Campbell Accommodation Assistance Grants, Chenery Memorial Trust, Chris and Melinda Leatham Charitable Trust, 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 and John Gallagher Foundation, Hamilton City Council, Henderson-Massey Local Board, IHC Foundation, John Ilott Charitable Trust, Joyce Fisher Charitable Trust, Kapiti Coast District Council, Kiwi Gaming Foundation Limited, Lion Foundation, Lottery Grants Board, Milestone Foundation, MOE - Pacific Education Resurgence Fund, MSD COVID-19 Community Capability and Resilience Fund, MYD - Akonga Youth Development Community Fund, New Plymouth District Council, New Zealand Community Trust, Ngā wāhi Auaha Creative Spaces Fund, Nikau Foundation, Norah Howell Charitable Trust, NZ Music Commission Capability Grant, Oranga Tamariki - Ministry for Children, Pacific Inc Limited - Le Va Pasifika Suicide Prevention Community Fund, Pelorus Trust, Police Managers Guild Trust, Pub Charity, Rule Foundation, SkyCity Auckland Community Trust, SkyCity Hamilton Community Trust, Strathlachlan Womens Fund, Tasman Smith Charitable Trust, Te Hiringa Hauora/Health Promotion Agency - Youth Fund 2022, The Trusts - Your West Support Fund, Thomas George Macarthy Trust, Tindall Foundation, Toi Foundation, Trust Waikato, Trusts Community Foundation, Tu Manawa Active Aotearoa, Vavasour Trust, Village Real Estate - For the people, Vodafone Aotearoa Foundation, Waitakere Local Board, Wel Energy Trust, Wellington City Council, Wellington Community Trust, Whau Local Board, Wilberforce Foundation, Wilks Charitable Trust, Winton and Margaret Bear Trust.