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Member  
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To the Board of Directors  
National Association of  
Agricultural Educators, Inc.  
Lexington, Kentucky 40546

I have compiled the accompanying statement of financial position of the National Association of Agricultural Educators, Inc. as of March 31, 2008, the related statement of activities for the one and nine months then ended, and the accompanying supplementary information contained in the Schedule of Actual vs. Budgeted Amounts, and Convention Revenue and Expenses, which is presented only for supplementary analysis purposes, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements and supplementary schedules information that is the representation of management. I have not audited or reviewed the accompanying financial statements and supplementary schedules and accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures and the statement of functional expenses and cash flows required by generally accepted accounting principles. If the omitted disclosures and statements of functional expenses and cash flows were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

*Stephen D. Schnettler, PLLC*

April 23, 2008

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Statement of Financial Position

March 31, 2008

ASSETS	
Cash on deposit	\$ 218,838
Investments - operating fund	436,388
Investments - life membership fund	93,837
Investments - legislative fund	361
Accounts receivable	36,597
Prepaid expenses	5,451
Property and equipment	<u>15,446</u>
 TOTAL ASSETS	 <u>\$ 806,918</u>
 LIABILITIES AND NET ASSETS	
LIABILITIES	
Accounts payable	\$ 9,469
Accrued leave payable	13,269
Other current liabilities	<u>5,434</u>
 TOTAL LIABILITIES	 <u>28,172</u>
NET ASSETS	
Unrestricted net assets:	
Current operation	650,805
Board designated for special purposes	124,228
Temporarily restricted net assets	<u>3,713</u>
 TOTAL NET ASSETS	 <u>778,746</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 806,918</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Statement of Activities  
For the Nine Months Ended March 31, 2008

	<u>Unrestricted</u>			
	<u>Current</u>	<u>Board</u>	<u>Temporarily</u>	<u>Total</u>
	<u>Operations</u>	<u>Designated</u>	<u>Restricted</u>	
Revenue, Gains and Losses				
Membership dues	\$ 408,260	\$ 9,020	\$ -	\$ 417,280
Convention registration	104,315	-	-	104,315
Sponsorship and awards	12,700	-	-	12,700
Merchandise sales	3,377	-	-	3,377
Contributions	-	-	730	730
Management fees	16,427	-	-	16,427
Net realized and unrealized				
gains (losses) on securities	(63,973)	-	-	(63,973)
Interest and dividends	39,910	-	-	39,910
FFA Foundation projects	148,998	-	-	148,998
Other income	47,774	-	-	47,774
	<u>717,788</u>	<u>9,020</u>	<u>730</u>	<u>727,538</u>
Total Revenue, Gains and Losses				
	-	-	-	-
Net Assets Released from Restrictions				
	<u>717,788</u>	<u>9,020</u>	<u>730</u>	<u>727,538</u>
Total Revenue, Gains and Losses and Reclassifications				
Expenses				
General expenses	368,212	-	-	368,212
FFA Foundation projects	123,623	-	-	123,623
Convention expenses	94,495	-	-	94,495
	<u>586,330</u>	<u>-</u>	<u>-</u>	<u>586,330</u>
Total expenses				
INCREASE (DECREASE) IN NET ASSETS	131,458	9,020	730	141,208
NET ASSETS AT BEGINNING OF PERIOD	<u>519,347</u>	<u>115,208</u>	<u>2,983</u>	<u>637,538</u>
NET ASSETS AT END OF PERIOD	<u>\$ 650,805</u>	<u>\$ 124,228</u>	<u>\$ 3,713</u>	<u>\$ 778,746</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Schedule of Actual vs. Budget

For the One and Nine Months Ended March 31, 2008

	MONTH	MONTH	MONTH	YEAR TO DATE	YEAR	YEAR
	ACTUAL	BUDGET	\$VARIANCE	NINE MONTHS	BUDGET	\$VARIANCE
<b>REVENUE</b>						
Member dues	\$ 6,255	\$ 32,030	\$ (25,775)	\$ 387,730	\$ 384,355	\$ 3,375
Corporate membership dues	4,500	1,875	2,625	29,550	22,500	7,050
FL. Dept. of Citrus, freshman scholars	-	-	-	-	-	-
Delmar scholarships	-	625	(625)	-	7,500	(7,500)
Foundation management fees	-	1,250	(1,250)	16,427	15,000	1,427
MBNA affinity credit card program	-	42	(42)	529	500	29
Toyota vehicle lease management fee	-	542	(542)	5,333	6,500	(1,167)
Interest and dividends	765	1,250	(485)	32,692	15,000	17,692
Net realized and unrealized gains (losses) on securities	(5,157)	-	(5,157)	(63,973)	-	(63,973)
Merchandise sales	882	583	299	3,377	7,000	(3,623)
Investment income, Life Fund	111	125	(14)	7,218	1,500	5,718
Contributions, Legislative Fund	10	-	10	730	-	730
Miscellaneous income	600	63	537	2,200	750	1,450
Pioneer Leadership Academy	-	-	-	-	-	-
Teacher crisis fund	-	-	-	1,272	-	1,272
FFA Foundation project - International Forum	-	-	-	12,243	-	12,243
FFA Foundation project - LAA	-	-	-	28,700	-	28,700
FFA Foundation project - TTTK	-	4,658	(4,658)	61,371	55,900	5,471
FFA Foundation project - OPAP	-	1,075	(1,075)	13,376	12,900	476
FFA Foundation project - OMSP	-	1,075	(1,075)	12,114	12,900	(786)
FFA Foundation project - OT	-	1,075	(1,075)	12,288	12,900	(612)
FFA Foundation project - OYM	-	1,075	(1,075)	8,906	12,900	(3,994)
FFA Foundation project - nursery/landscape	-	342	(342)	-	4,100	(4,100)
Convention net income	29,479	4,164	25,315	60,960	49,960	11,000
<b>TOTAL REVENUE</b>	<b>37,445</b>	<b>51,849</b>	<b>(14,404)</b>	<b>633,043</b>	<b>622,165</b>	<b>10,878</b>
<b>EXPENSES</b>						
Salaries	16,040	17,931	(1,891)	148,238	215,172	(66,934)
Taxes and benefits	5,049	4,349	700	34,115	52,190	(18,075)
Computer service	-	42	(42)	1,270	500	770
Telephone	324	350	(26)	2,830	4,200	(1,370)
Accounting	425	925	(500)	10,125	11,100	(975)
Depreciation	510	458	52	3,916	5,500	(1,584)
Rent	-	625	(625)	7,500	7,500	-
Insurance	452	433	19	6,680	5,200	1,480
Legal	-	83	(83)	57	1,000	(943)
Office Supplies	496	417	79	4,954	5,000	(46)
Bank charges and investment fees	10	13	(3)	12	150	(138)
Printing, general	2,255	333	1,922	8,181	4,000	4,181
Staff training	341	83	258	405	1,000	(595)
Taxes and licenses	10	-	10	18	-	18
Membership and contributions	540	1,583	(1,043)	10,651	19,000	(8,349)
Travel, staff	2,903	1,856	1,047	21,084	22,275	(1,191)
Promotion and marketing	833	1,250	(417)	17,455	15,000	2,455
Merchandise and diaries	1,992	1,833	159	12,248	22,000	(9,752)
Photocopying	-	21	(21)	-	250	(250)
Postage, News & Views Mailings	-	-	-	-	-	-
Postage, general	1,069	375	694	3,841	4,500	(659)
Professional liability insurance	-	3,243	(3,243)	37,390	38,920	(1,530)
Public relations	-	167	(167)	170	2,000	(1,830)
Scholarships	-	625	(625)	10,500	7,500	3,000
Travel, special project	-	583	(583)	(500)	7,000	(7,500)
Travel, regional secretaries	317	713	(396)	3,435	8,550	(5,115)
Travel, board of directors	671	2,833	(2,162)	13,308	34,000	(20,692)
Board operations	-	25	(25)	-	300	(300)
Pioneer Leadership Academy	-	-	-	-	-	-
FFA Foundation project - International Forum	-	-	-	10,872	-	10,872
FFA Foundation project - TTTK	-	4,658	(4,658)	61,371	55,900	5,471
FFA Foundation project - OPAP	-	1,075	(1,075)	13,562	12,900	662
FFA Foundation project - OMSP	-	1,075	(1,075)	12,450	12,900	(450)
FFA Foundation project - OT	-	1,075	(1,075)	12,168	12,900	(732)
FFA Foundation project - OYM	-	1,075	(1,075)	8,520	12,900	(4,380)
FFA Foundation project - LLA	-	-	-	780	-	780
FFA Foundation project - nursery/landscape	-	342	(342)	3,900	4,100	(200)
NPS expense	6,875	-	6,875	6,875	-	6,875
Teacher crisis fund	-	-	-	2,500	-	2,500
Webinar expense	99	-	99	635	-	635
Miscellaneous	-	-	-	319	-	319
<b>TOTAL EXPENSES</b>	<b>41,211</b>	<b>50,449</b>	<b>(9,238)</b>	<b>491,835</b>	<b>605,407</b>	<b>(114,207)</b>
<b>NET INCOME (LOSS)</b>	<b>\$ (3,766)</b>	<b>\$ 1,400</b>	<b>\$ (5,166)</b>	<b>\$ 141,208</b>	<b>\$ 16,758</b>	<b>\$ 125,085</b>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Schedule of Convention Revenue and Expenses  
For the One and Nine Months Ended March 31, 2008

	MONTH	MONTH	MONTH	YEAR TO DATE	YEAR	YEAR
	ACTUAL	BUDGET	\$VARIANCE	NINE MONTHS	BUDGET	\$VARIANCE
				ACTUAL		
<b>REVENUE</b>						
Convention, registration	\$ 29,075	\$ 6,476	\$ 22,599	\$ 104,315	\$ 77,710	\$ 26,605
Convention, tickets/workshops	-	-	-	-	-	-
Convention, trade show	-	-	-	900	-	900
Convention - Ideas Unlimited	-	-	-	5,000	-	5,000
Convention - Teacher Mentor	-	-	-	4,250	-	4,250
Convention scholarship fund	-	-	-	1,811	-	1,811
Convention, sponsorships - FFA Foundation	-	1,875	(1,875)	26,479	22,500	3,979
Convention, host state social	-	-	-	-	-	-
Convention, sponsorships	5,000	1,583	3,417	12,700	19,000	(6,300)
<b>TOTAL REVENUE</b>	<b>34,075</b>	<b>9,934</b>	<b>24,141</b>	<b>155,455</b>	<b>119,210</b>	<b>36,245</b>
<b>EXPENSES</b>						
Convention, plaques and trophies	-	125	(125)	2,439	1,500	939
Convention, printing	-	83	(83)	1,400	1,000	400
Conventions, miscellaneous	-	42	(42)	729	500	229
Convention, awards	-	-	-	9,773	-	9,773
Convention, photography	-	42	(42)	-	500	(500)
Conventions, meal functions	-	1,583	(1,583)	9,155	19,000	(9,845)
Convention, promotion and marketing	-	63	(63)	2,023	750	1,273
Convention, postage and shipping	-	250	(250)	4,518	3,000	1,518
Convention, equipment rental	2,991	333	2,658	10,337	4,000	6,337
Convention, workshops	-	-	-	-	-	-
Convention, host state social	-	-	-	-	-	-
Convention, speakers	-	-	-	-	-	-
Convention, trade show expense	-	-	-	-	-	-
Convention, tour expenses	-	-	-	-	-	-
Convention, committee expense	-	-	-	130	-	130
Convention, sponsorships - FFA Foundation	-	1,875	(1,875)	26,479	22,500	3,979
Convention, travel/board of directors	-	833	(833)	14,088	10,000	4,088
Convention, staff travel	1,225	333	892	11,057	4,000	7,057
Convention, CP expenses	380	-	380	2,015	-	2,015
Convention, other travel	-	208	(208)	352	2,500	(2,148)
<b>TOTAL EXPENSES</b>	<b>4,596</b>	<b>5,770</b>	<b>(1,174)</b>	<b>94,495</b>	<b>69,250</b>	<b>25,245</b>
<b>NET INCOME (LOSS)</b>	<b>\$ 29,479</b>	<b>\$ 4,164</b>	<b>\$ 25,315</b>	<b>\$ 60,960</b>	<b>\$ 49,960</b>	<b>\$ 11,000</b>

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