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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 April 30, 2008, the related statement of activities for the one and ten 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*

May 22, 2008

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Statement of Financial Position  
April 30, 2008

ASSETS	
Cash on deposit	\$ 188,439
Investments - operating fund	451,822
Investments - life membership fund	97,068
Investments - legislative fund	362
Accounts receivable	27,992
Prepaid expenses	2,255
Property and equipment	<u>14,850</u>
 TOTAL ASSETS	 <u>\$ 782,788</u>
 LIABILITIES AND NET ASSETS	
LIABILITIES	
Accounts payable	\$ 5,372
Accrued leave payable	13,269
Other current liabilities	<u>9,228</u>
 TOTAL LIABILITIES	 <u>27,869</u>
 NET ASSETS	
Unrestricted net assets:	
Current operation	626,978
Board designated for special purposes	124,228
Temporarily restricted net assets	<u>3,713</u>
 TOTAL NET ASSETS	 <u>754,919</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 782,788</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Statement of Activities

For the Ten Months Ended April 30, 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	\$ 409,470	\$ 9,020	\$ -	\$ 418,490
Convention registration	104,315	-	-	104,315
Sponsorship and awards	12,700	-	-	12,700
Merchandise sales	3,679	-	-	3,679
Contributions	-	-	730	730
Management fees	16,427	-	-	16,427
Net realized and unrealized				
gains (losses) on securities	(45,635)	-	-	(45,635)
Interest and dividends	40,317	-	-	40,317
FFA Foundation projects	148,998	-	-	148,998
Other income	47,809	-	-	47,809
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenue, Gains and Losses	738,080	9,020	730	747,830
Net Assets Released from Restrictions	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	-	-
Total Revenue, Gains and Losses and Reclassifications	<hr/>	<hr/>	<hr/>	<hr/>
	738,080	9,020	730	747,830
Expenses				
General expenses	412,331	-	-	412,331
FFA Foundation projects	123,623	-	-	123,623
Convention expenses	94,495	-	-	94,495
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenses	630,449	-	-	630,449
INCREASE (DECREASE) IN NET ASSETS	107,631	9,020	730	117,381
NET ASSETS AT BEGINNING OF PERIOD	<hr/>	<hr/>	<hr/>	<hr/>
	519,347	115,208	2,983	637,538
NET ASSETS AT END OF PERIOD	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 626,978	\$ 124,228	\$ 3,713	\$ 754,919

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Schedule of Actual vs. Budget

For the One and Ten Months Ended April 30, 2008

	MONTH			YEAR TO DATE		
	ACTUAL	BUDGET	\$VARIANCE	TEN MONTHS ACTUAL	YEAR BUDGET	YEAR \$VARIANCE
<b>REVENUE</b>						
Member dues	\$ 1,210	\$ 32,030	\$ (30,820)	\$ 388,940	\$ 384,355	\$ 4,585
Corporate membership dues	-	1,875	(1,875)	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	344	1,250	(906)	33,036	15,000	18,036
Net realized and unrealized gains (losses) on securities	18,339	-	18,339	(45,635)	-	(45,635)
Merchandise sales	302	583	(281)	3,679	7,000	(3,321)
Investment income, Life Fund	63	125	(62)	7,281	1,500	5,781
Contributions, Legislative Fund	-	-	-	730	-	730
Miscellaneous income	-	63	(63)	2,200	750	1,450
Pioneer Leadership Academy	-	-	-	-	-	-
Teacher crisis fund	35	-	35	1,307	-	1,307
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	-	4,164	(4,164)	60,960	49,960	11,000
<b>TOTAL REVENUE</b>	<b>20,293</b>	<b>51,849</b>	<b>(31,556)</b>	<b>653,335</b>	<b>622,165</b>	<b>31,170</b>
<b>EXPENSES</b>						
Salaries	16,584	17,931	(1,347)	164,822	215,172	(50,350)
Taxes and benefits	4,164	4,349	(185)	38,279	52,190	(13,911)
Computer service	-	42	(42)	1,270	500	770
Telephone	299	350	(51)	3,129	4,200	(1,071)
Accounting	425	925	(500)	10,550	11,100	(550)
Depreciation	596	458	138	4,512	5,500	(988)
Rent	-	625	(625)	7,500	7,500	-
Insurance	452	433	19	7,132	5,200	1,932
Legal	7,500	83	7,417	7,557	1,000	6,557
Office Supplies	1,284	417	867	6,238	5,000	1,238
Bank charges and investment fees	13	13	-	25	150	(125)
Printing, general	-	333	(333)	8,181	4,000	4,181
Staff training	-	83	(83)	405	1,000	(595)
Taxes and licenses	-	-	-	18	-	18
Membership and contributions	300	1,583	(1,283)	10,951	19,000	(8,049)
Travel, staff	3,234	1,856	1,378	24,318	22,275	2,043
Promotion and marketing	833	1,250	(417)	18,288	15,000	3,288
Merchandise and diaries	2,411	1,833	578	14,659	22,000	(7,341)
Photocopying	-	21	(21)	-	250	(250)
Postage, News & Views Mailings	-	-	-	-	-	-
Postage, general	(610)	375	(985)	3,231	4,500	(1,269)
Professional liability insurance	-	3,243	(3,243)	37,390	38,920	(1,530)
Public relations	104	167	(63)	274	2,000	(1,726)
Scholarships	-	625	(625)	10,500	7,500	3,000
Travel, special project	-	583	(583)	(500)	7,000	(7,500)
Travel, regional secretaries	770	713	57	4,205	8,550	(4,345)
Travel, board of directors	2,598	2,833	(235)	15,907	34,000	(18,093)
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	2,960	-	2,960	9,835	-	9,835
Teacher crisis fund	-	-	-	2,500	-	2,500
Webinar expense	202	-	202	836	-	836
Miscellaneous	-	-	-	319	-	319
<b>TOTAL EXPENSES</b>	<b>44,119</b>	<b>50,449</b>	<b>(6,330)</b>	<b>535,954</b>	<b>605,407</b>	<b>(70,289)</b>
<b>NET INCOME (LOSS)</b>	<b>\$ (23,826)</b>	<b>\$ 1,400</b>	<b>\$ (25,226)</b>	<b>\$ 117,381</b>	<b>\$ 16,758</b>	<b>\$ 101,459</b>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Schedule of Convention Revenue and Expenses  
For the One and Ten Months Ended April 30, 2008.

	MONTH	MONTH	MONTH	YEAR TO DATE	YEAR	YEAR
	ACTUAL	BUDGET	\$VARIANCE	TEN MONTHS	BUDGET	\$VARIANCE
				ACTUAL		
REVENUE						
Convention, registration	\$ -	\$ 6,476	\$ (6,476)	\$ 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	-	1,583	(1,583)	12,700	19,000	(6,300)
TOTAL REVENUE	-	9,934	(9,934)	155,455	119,210	36,245
EXPENSES						
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	-	333	(333)	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	-	333	(333)	11,057	4,000	7,057
Convention, CP expenses	-	-	-	2,015	-	2,015
Convention, other travel	-	208	(208)	352	2,500	(2,148)
TOTAL EXPENSES	-	5,770	(5,770)	94,495	69,250	25,245
NET INCOME (LOSS)	\$ -	\$ 4,164	\$ (4,164)	\$ 60,960	\$ 49,960	\$ 11,000

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