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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, 2009, 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 30, 2009

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.
Statement of Financial Position
March 31, 2009

ASSETS	
Cash on deposit	\$ 161,774
Investments - operating fund	325,585
Investments - life membership fund	68,436
Investments - legislative fund	368
Accounts receivable	40,503
Prepaid expenses	9,765
Property and equipment	<u>12,968</u>
 TOTAL ASSETS	 <u>\$ 619,399</u>
 LIABILITIES AND NET ASSETS	
LIABILITIES	
Accounts payable	\$ 37,952
Accrued leave payable	18,351
Other current liabilities	<u>624</u>
 TOTAL LIABILITIES	 <u>56,927</u>
 NET ASSETS	
Unrestricted net assets:	
Current operation	444,443
Board designated for special purposes	117,068
Temporarily restricted net assets	<u>960</u>
 TOTAL NET ASSETS	 <u>562,471</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 619,398</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Statement of Activities

For the Nine Months Ended March 31, 2009

	Unrestricted			
	Current Operations	Board Designated	Temporarily Restricted	Total
Revenue, Gains and Losses				
Membership dues	\$ 392,916	\$ 1,860	\$ -	\$ 394,776
Convention registration	76,751	-	-	76,751
Sponsorship and awards	23,950	-	-	23,950
Merchandise sales	5,746	-	-	5,746
Contributions	-	-	960	960
Management fees	3,600	-	-	3,600
Net realized and unrealized gains (losses) on securities	(182,213)	-	-	(182,213)
Interest and dividends	7,287	-	-	7,287
FFA Foundation projects	112,281	-	-	112,281
Other income	57,896	-	-	57,896
	498,214	1,860	960	501,034
Total Revenue, Gains and Losses				
Net Assets Released from Restrictions	-	-	-	-
Total Revenue, Gains and Losses and Reclassifications	498,214	1,860	960	501,034
Expenses				
General expenses	406,539	-	-	406,539
FFA Foundation projects	128,908	-	-	128,908
Convention expenses	83,702	-	-	83,702
	619,149	-	-	619,149
Total expenses				
INCREASE (DECREASE) IN NET ASSETS	(120,935)	1,860	960	(118,115)
NET ASSETS AT BEGINNING OF PERIOD	565,378	115,208	-	680,586
NET ASSETS AT END OF PERIOD	\$ 444,443	\$ 117,068	\$ 960	\$ 562,471

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, 2009

	MONTH			YEAR TO DATE		
	ACTUAL	BUDGET	SVARIANCE	NINE MONTHS ACTUAL	YEAR BUDGET	YEAR SVARIANCE
REVENUE						
Member dues	\$ 11,885	\$ 31,524	\$ (19,639)	\$ 373,776	\$ 378,290	\$ (4,514)
Corporate membership dues	3,750	2,375	1,375	21,000	28,500	(7,500)
FL. Dept. of Citrus, freshman scholars	-	-	-	-	-	-
Delmar scholarships	-	625	(625)	-	7,500	(7,500)
Foundation management fees	-	-	-	3,600	-	3,600
MBNA affinity credit card program	-	58	(58)	650	700	(50)
Toyota vehicle lease management fee	-	466	(466)	2,982	5,590	(2,608)
Interest and dividends	355	1,667	(1,312)	6,205	20,000	(13,795)
Net realized and unrealized gains (losses) on securities	14,451	-	14,451	(182,213)	-	(182,213)
Merchandise sales	215	500	(285)	5,746	6,000	(254)
Investment income, Life Fund	45	208	(163)	1,082	2,500	(1,418)
Contributions, Legislative Fund	-	-	-	960	-	960
Miscellaneous income	-	167	(167)	1,200	2,000	(800)
Pioneer Leadership Academy	-	-	-	-	-	-
Teacher crisis fund	-	-	-	371	-	371
Webinar revenue	-	833	(833)	9,382	10,000	(618)
Hurricane relief	-	-	-	1,300	-	1,300
FFA Foundation project - TTTK	-	4,658	(4,658)	58,315	55,900	2,415
FFA Foundation project - OPAP	-	1,075	(1,075)	12,032	12,900	(868)
FFA Foundation project - OMSP	-	1,250	(1,250)	12,121	15,000	(2,879)
FFA Foundation project - OT	-	1,075	(1,075)	14,067	12,900	1,167
FFA Foundation project - OYM	-	1,075	(1,075)	11,705	12,900	(1,195)
FFA Foundation project - nursery/landscape	-	342	(342)	4,041	4,100	(59)
Convention net income	-	6,049	(6,049)	59,010	62,587	(3,577)
TOTAL REVENUE	30,701	53,947	(23,246)	417,332	637,367	(220,035)
EXPENSES						
Salaries	18,418	18,631	(213)	167,751	223,568	(55,817)
Taxes and benefits	4,991	4,522	469	34,780	54,267	(19,487)
Computer service	50	125	(75)	882	1,500	(618)
Telephone	(238)	333	(571)	2,463	4,000	(1,537)
Accounting	450	1,000	(550)	10,550	12,000	(1,450)
Depreciation	591	458	133	4,880	5,500	(620)
Rent	-	625	(625)	7,500	7,500	-
Insurance	314	500	(186)	4,983	6,000	(1,017)
Legal	-	167	(167)	-	2,000	(2,000)
Office Supplies	103	417	(314)	3,982	5,000	(1,018)
Bank charges and investment fees	-	8	(8)	254	100	154
Printing, general	634	500	134	5,508	6,000	(492)
Staff training	452	83	369	590	1,000	(410)
Taxes and licenses	50	13	37	58	150	(92)
Membership and contributions	1,617	1,250	367	11,562	15,000	(3,438)
Travel, staff	1,039	1,856	(817)	17,743	22,275	(4,532)
Promotion and marketing	1,274	1,500	(226)	26,150	18,000	8,150
Merchandise and diaries	1,292	500	792	11,009	6,000	5,009
Photocopying	-	21	(21)	63	250	(187)
Postage, general	114	333	(219)	2,937	4,000	(1,063)
Professional liability insurance	-	3,079	(3,079)	36,895	36,945	(50)
Public relations	-	83	(83)	98	1,000	(902)
Scholarships	-	625	(625)	11,250	7,500	3,750
Travel, special project	389	83	306	389	1,000	(611)
Travel, regional secretaries	-	713	(713)	9,165	8,550	615
Travel, board of directors	2,584	3,083	(499)	27,271	37,000	(9,729)
Pioneer Leadership Academy	-	-	-	-	-	-
FFA Foundation project - TTTK	-	4,658	(4,658)	76,612	55,900	20,712
FFA Foundation project - OPAP	-	1,075	(1,075)	11,299	12,900	(1,601)
FFA Foundation project - OMSP	-	1,250	(1,250)	11,883	15,000	(3,117)
FFA Foundation project - OT	-	1,075	(1,075)	13,994	12,900	1,094
FFA Foundation project - OYM	-	1,075	(1,075)	11,870	12,900	(1,030)
FFA Foundation project - nursery/landscape	-	342	(342)	3,250	4,100	(850)
NPS expense	3,910	667	3,243	3,910	8,000	(4,090)
Webinar expense	99	833	(734)	2,706	10,000	(7,294)
Communities of practice expense	-	167	(167)	3,960	2,000	1,960
Toyota lease management expens	-	-	-	250	-	250
Ag Ed Magazine business manager stipend	-	-	-	(4,000)	-	(4,000)
Teacher crisis fund	-	-	-	1,000	-	1,000
Miscellaneous	-	-	-	-	-	-
TOTAL EXPENSES	38,133	51,650	(13,517)	535,447	619,805	(84,358)
NET INCOME (LOSS)	\$ (7,432)	\$ 2,297	\$ (9,729)	\$ (118,115)	\$ 17,562	\$ (135,677)

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, 2009

	MONTH <u>ACTUAL</u>	MONTH <u>BUDGET</u>	MONTH <u>\$VARIANCE</u>	YEAR TO DATE NINE MONTHS <u>ACTUAL</u>	YEAR <u>BUDGET</u>	YEAR <u>\$VARIANCE</u>
REVENUE						
Convention, registration	\$ -	\$ 8,693	\$ (8,693)	\$ 76,751	\$ 104,315	\$ (27,564)
Convention, tickets/workshops	-	-	-	1,215	-	1,215
Convention, trade show	-	-	-	300	-	300
Convention - Ideas Unlimited	-	-	-	5,000	-	5,000
Convention - Teacher Mentor	-	-	-	5,000	-	5,000
Convention scholarship fund	-	-	-	2,146	-	2,146
Convention, sponsorships - FFA Foundation	-	2,083	(2,083)	19,926	25,000	(5,074)
Convention, host state social	-	-	-	8,424	-	8,424
Convention, sponsorships	-	1,667	(1,667)	23,950	20,000	3,950
TOTAL REVENUE	-	12,443	(12,443)	142,712	149,315	(6,603)
EXPENSES						
Convention, plaques and trophies	-	208	(208)	3,841	2,500	1,341
Convention, printing	-	117	(117)	3,847	1,400	2,447
Conventions, miscellaneous	-	23	(23)	-	278	(278)
Convention, awards	-	-	-	10,370	10,000	370
Convention - Ideas Unlimited	-	-	-	-	-	-
Convention, photography	-	-	-	28	-	28
Conventions, meal functions	-	1,000	(1,000)	30,249	12,000	18,249
Convention, promotion and marketing	-	125	(125)	1,840	1,500	340
Convention, postage and shipping	-	250	(250)	658	3,000	(2,342)
Convention, equipment rental	-	417	(417)	5,971	5,000	971
Convention, workshops	-	-	-	564	-	564
Convention, host state social	-	-	-	8,424	-	8,424
Convention, speakers	-	-	-	-	-	-
Convention, trade show expense	-	-	-	-	-	-
Convention, tour expenses	-	-	-	702	-	702
Convention, committee expense	-	88	(88)	1,228	1,050	178
Convention, sponsorships - FFA Foundation	-	2,083	(2,083)	1,022	25,000	(23,978)
Convention, travel/board of directors	-	1,167	(1,167)	8,007	14,000	(5,993)
Convention, staff travel	-	833	(833)	6,459	10,000	(3,541)
Convention, other travel	-	83	(83)	492	1,000	(508)
TOTAL EXPENSES	-	6,394	(6,394)	83,702	86,728	(3,026)
NET INCOME (LOSS)	\$ -	\$ 6,049	\$ (6,049)	\$ 59,010	\$ 62,587	\$ (3,577)

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