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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 November 30, 2009, the related statement of activities for the five 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

December 22, 2009

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Statement of Financial Position

November 30, 2009

ASSETS

Cash on deposit	\$	160,038
Investments - operating fund		328,917
Investments - life membership fund		87,389
Investments - legislative fund		368
Accounts receivable		53,456
Prepaid expenses		13,621
Property and equipment		<u>9,624</u>
 TOTAL ASSETS	\$	<u>653,413</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable	\$	56,331
Accrued leave payable		18,459
Other current liabilities		<u>6,374</u>
 TOTAL LIABILITIES		<u>81,164</u>

NET ASSETS

Unrestricted net assets:		
Current operation		452,241
Board designated for special purposes		118,148
Temporarily restricted net assets		<u>1,860</u>
 TOTAL NET ASSETS		<u>572,249</u>
 TOTAL LIABILITIES AND NET ASSETS	\$	<u>653,413</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.
Statement of Activities
For the Five Months Ended November 30, 2009

	Unrestricted			Total
	Current Operations	Board Designated	Temporarily Restricted	
Revenue, Gains and Losses				
Membership dues	\$ 235,270	\$ 1,080	\$ -	\$ 236,350
Convention registration	70,951	-	-	70,951
Sponsorship and awards	6,700	-	-	6,700
Merchandise sales	4,868	-	-	4,868
Contributions	-	-	700	700
Management fees	-	-	-	-
Net realized and unrealized gains (losses) on securities	(39,847)	-	-	(39,847)
Interest and dividends	980	-	-	980
FFA Foundation projects	47,337	-	-	47,337
Other income	50,321	-	-	50,321
Total Revenue, Gains and Losses	376,580	1,080	700	378,360
Net Assets Released from Restrictions	-	-	-	-
Total Revenue, Gains and Losses and Reclassifications	376,580	1,080	700	378,360
Expenses				
General expenses	248,353	-	-	248,353
FFA Foundation projects	52,829	-	-	52,829
Convention expenses	62,932	-	-	62,932
Total expenses	364,114	-	-	364,114
INCREASE (DECREASE) IN NET ASSETS	12,466	1,080	700	14,246
NET ASSETS AT BEGINNING OF PERIOD	439,775	117,068	1,160	558,003
NET ASSETS AT END OF PERIOD	\$ 452,241	\$ 118,148	\$ 1,860	\$ 572,249

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Schedule of Actual vs. Budget

For the Five Months Ended November 30, 2009

	MONTH	MONTH	MONTH	YEAR TO DATE	YEAR	YEAR
	ACTUAL	BUDGET	\$VARIANCE	ACTUAL	BUDGET	\$VARIANCE
REVENUE						
Member dues	\$ 34,855	\$ 32,322	\$ 2,533	\$ 226,350	\$ 387,860	\$ (161,510)
Corporate membership dues	750	2,688	(1,938)	10,000	32,250	(22,250)
Delmar scholarships	-	625	(625)	-	7,500	(7,500)
Foundation management fees	-	-	-	-	-	-
MBNA affinity credit card program	-	58	(58)	140	700	(560)
Toyota vehicle lease management fee	-	-	-	-	-	-
Interest and dividends	21	500	(479)	875	6,000	(5,125)
Net realized and unrealized						
gains (losses) on securities	(81,098)	-	(81,098)	(39,847)	-	(39,847)
Merchandise sales	1,324	708	616	4,868	8,500	(3,632)
Investment income, Life Fund	2	125	(123)	105	1,500	(1,395)
Contributions, Legislative Fund	-	-	-	700	-	700
Miscellaneous income	3,000	167	2,833	3,000	2,000	1,000
National Teach Ag Campaign	-	-	-	12,095	-	12,095
Teacher crisis fund	180	-	180	321	-	321
Risk management education	-	1,000	(1,000)	14,376	12,000	2,376
Webinar revenue	-	2,083	(2,083)	-	25,000	(25,000)
FFA Foundation project - TTTK	-	4,658	(4,658)	33,083	55,900	(22,817)
FFA Foundation project - OPAP	-	1,075	(1,075)	3,462	12,900	(9,438)
FFA Foundation project - OMSP	-	1,250	(1,250)	3,386	15,000	(11,614)
FFA Foundation project - OT	-	1,075	(1,075)	3,683	12,900	(9,217)
FFA Foundation project - OYM	-	1,075	(1,075)	3,723	12,900	(9,177)
Convention net income	32,659	4,563	28,096	35,108	44,750	(9,642)
TOTAL REVENUE	(8,307)	53,972	(62,279)	315,428	637,660	(322,232)
EXPENSES						
Salaries	22,744	18,914	3,830	102,624	226,962	(124,338)
Taxes and benefits	3,096	4,654	(1,558)	23,429	55,843	(32,414)
Computer service	-	125	(125)	-	1,500	(1,500)
Telephone	529	333	196	1,872	4,000	(2,128)
Accounting	450	1,000	(550)	2,250	12,000	(9,750)
Depreciation	581	583	(2)	2,748	7,000	(4,252)
Rent	-	625	(625)	7,500	7,500	-
Insurance	238	500	(262)	2,022	6,000	(3,978)
Legal	-	83	(83)	-	1,000	(1,000)
Office Supplies	1,446	417	1,029	3,373	5,000	(1,627)
Bank charges and investment fees	12	8	4	162	100	62
Printing, general	-	458	(458)	55	5,500	(5,445)
Staff training	-	83	(83)	-	1,000	(1,000)
Taxes and licenses	-	5	(5)	-	60	(60)
Membership and contributions	339	1,000	(661)	8,714	12,000	(3,286)
Travel, staff	8,069	1,856	6,213	14,892	22,275	(7,383)
Promotion and marketing	6,333	2,083	4,250	14,208	25,000	(10,792)
Merchandise and diaries	-	833	(833)	1,373	10,000	(8,627)
Photocopying	-	8	(8)	-	100	(100)
Postage, general	539	333	206	1,932	4,000	(2,068)
Professional liability insurance	-	3,075	(3,075)	-	36,905	(36,905)
Public relations	-	42	(42)	-	500	(500)
Scholarships	-	625	(625)	11,250	7,500	3,750
Travel, regional secretaries	1,384	713	671	3,952	8,550	(4,598)
Travel, board of directors	330	3,083	(2,753)	12,633	37,000	(24,367)
Nat'l Teach Ag Campaign	2,358	-	2,358	19,953	-	19,953
FFA Foundation project - TTTK	4,200	4,658	(458)	37,283	55,900	(18,617)
FFA Foundation project - OPAP	585	1,075	(490)	4,047	12,900	(8,853)
FFA Foundation project - OMSP	235	1,250	(1,015)	3,621	15,000	(11,379)
FFA Foundation project - OT	235	1,075	(840)	3,919	12,900	(8,981)
FFA Foundation project - OYM	235	1,075	(840)	3,959	12,900	(8,941)
FFA Foundation project - Greenhouse	-	-	-	6,000	-	6,000
NPS expense	-	667	(667)	-	8,000	(8,000)
Webinar expense	198	583	(385)	495	7,000	(6,505)
Teacher crisis fund	-	-	-	500	-	500
Communities of practice expense	-	333	(333)	6,416	4,000	2,416
Miscellaneous	-	-	-	-	-	-
TOTAL EXPENSES	54,136	52,155	1,981	301,182	625,895	(324,713)
NET INCOME (LOSS)	\$ (62,443)	\$ 1,817	\$ (64,260)	\$ 14,246	\$ 11,765	\$ 2,481

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Schedule of Convention Revenue and Expenses

For the Five Months Ended November 30, 2009

	MONTH			YEAR TO DATE		
	ACTUAL	BUDGET	\$VARIANCE	FIVE MONTHS ACTUAL	YEAR BUDGET	YEAR \$VARIANCE
REVENUE						
Convention, registration	\$ 74,456	\$ 6,396	\$ 68,060	\$ 70,951	\$ 76,750	\$ (5,799)
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	1,667	-	1,667	1,667	-	1,667
Convention, sponsorships - FFA Foundation	-	2,083	(2,083)	-	25,000	(25,000)
Convention, host state social	7,732	-	7,732	8,572	-	8,572
Convention, sponsorships	-	2,000	(2,000)	6,700	24,000	(17,300)
TOTAL REVENUE	83,855	10,479	73,376	98,040	125,750	(27,710)
EXPENSES						
Convention, plaques and trophies	1,367	208	1,159	1,367	2,500	(1,133)
Convention, printing	3,416	125	3,291	3,416	1,500	1,916
Conventions, miscellaneous	29,975	-	29,975	29,975	-	29,975
Convention, awards	370	-	370	8,365	10,000	(1,635)
Convention, photography	-	-	-	-	-	-
Conventions, meal functions	-	1,000	(1,000)	-	12,000	(12,000)
Convention, promotion and marketing	-	125	(125)	-	1,500	(1,500)
Convention, postage and shipping	422	167	255	422	2,000	(1,578)
Convention, equipment rental	-	500	(500)	-	6,000	(6,000)
Convention, workshops	-	-	-	-	-	-
Convention, host state social	8,572	-	8,572	8,572	-	8,572
Convention, speakers	-	-	-	-	-	-
Convention, trade show expense	-	-	-	-	-	-
Convention, tour expenses	-	-	-	-	-	-
Convention, committee expense	2,527	125	2,402	2,527	1,500	1,027
Convention, sponsorships - FFA Foundation	-	2,083	(2,083)	-	25,000	(25,000)
Convention, travel/board of directors	1,333	917	416	3,934	11,000	(7,066)
Convention, staff travel	3,214	583	2,631	4,354	7,000	(2,646)
Convention, other travel	-	83	(83)	-	1,000	(1,000)
TOTAL EXPENSES	51,196	5,916	45,280	62,932	81,000	(18,068)
NET INCOME (LOSS)	\$ 32,659	\$ 4,563	\$ 28,096	\$ 35,108	\$ 44,750	\$ (9,642)

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