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

We have compiled the accompanying statement of financial position of National Association of Agricultural Educators, Inc. (a nonprofit organization) as of February 28, 2015 and the related statement of activities for the eight months then ended, and the accompanying supplementary information contained in the Schedule of Actual vs. Budget, Convention Revenue and Expenses, and Case Program Revenue and Expenses, which is presented only for supplementary purposes. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and statement of 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*

March 22, 2015

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Statement of Financial Position  
February 28, 2015

ASSETS	
Cash on deposit	\$ 170,711
Investments - operating fund	612,524
Investments - life membership fund	212,945
Investments - reserve fund	2,723
Accounts receivable	218,080
Prepaid expenses	396,455
Property and equipment - CASE	703
Property and equipment	<u>8,706</u>
 TOTAL ASSETS	 <u>\$ 1,622,847</u>
 LIABILITIES AND NET ASSETS	
LIABILITIES	
Accounts payable	\$ 9,970
Accrued leave payable	33,802
Other current liabilities	<u>7,321</u>
 TOTAL LIABILITIES	 <u>51,093</u>
 NET ASSETS	
Unrestricted net assets:	
Current operation	1,122,513
Board designated for special purposes	207,325
Temporarily restricted net assets	480
CASE Project	<u>241,436</u>
 TOTAL NET ASSETS	 <u>1,571,754</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 1,622,847</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Statement of Activities

For the Eight Months ended February 28, 2015

	<u>Unrestricted</u>				
	<u>Current</u>	<u>Board</u>	<u>Temporarily</u>	<u>CASE</u>	<u>Total</u>
	<u>Operations</u>	<u>Designated</u>	<u>Restricted</u>	<u>Project</u>	
Revenue, Gains and Losses					
Membership dues	\$ 380,381	\$ 4,170	\$ -	\$ -	\$ 384,551
Convention registration	108,443	-	-	-	108,443
Sponsorship and awards	10,850	-	-	-	10,850
Merchandise sales	1,360	-	-	-	1,360
Contributions	-	-	480	-	480
Management fees	34,096	-	-	-	34,096
Net realized and unrealized gains (losses) on securities	43,897	-	-	-	43,897
Interest and dividends	339	-	-	-	339
FFA Foundation projects	177,547	-	-	-	177,547
CASE Program income	-	-	-	1,214,974	1,214,974
Other income	316,882	-	-	-	316,882
	<u>1,073,795</u>	<u>4,170</u>	<u>480</u>	<u>1,214,974</u>	<u>2,293,419</u>
Total Revenue, Gains and Losses					
Net Assets Released from Restrictions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue, Gains and Losses and Reclassifications	<u>1,073,795</u>	<u>4,170</u>	<u>480</u>	<u>1,214,974</u>	<u>2,293,419</u>
 Expenses					
General expenses	573,907	-	-	-	573,907
FFA Foundation projects	47,517	-	-	-	47,517
CASE Program expenses	-	-	-	1,163,263	1,163,263
Convention expenses	35,796	-	-	-	35,796
	<u>657,220</u>	<u>-</u>	<u>-</u>	<u>1,163,263</u>	<u>1,820,483</u>
Total expenses					
INCREASE (DECREASE) IN NET ASSETS	416,575	4,170	480	51,711	472,936
NET ASSETS AT BEGINNING OF PERIOD	<u>705,938</u>	<u>203,155</u>	<u>-</u>	<u>189,725</u>	<u>1,098,818</u>
NET ASSETS AT END OF PERIOD	<u>\$ 1,122,513</u>	<u>\$ 207,325</u>	<u>\$ 480</u>	<u>\$ 241,436</u>	<u>\$ 1,571,754</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Schedule of Actual vs. Budget  
For the One and Eight Months Ended February 28, 2015

	MONTH ACTUAL	MONTH BUDGET	MONTH \$VARIANCE	YEAR TO DATE ACTUAL	YEAR BUDGET	YEAR \$VARIANCE
<b>REVENUE</b>						
Member dues	\$ 10,480	\$ 31,385	\$ (20,905)	\$ 373,151	\$ 376,615	\$ (3,464)
Corporate membership dues	-	2,500	(2,500)	11,400	30,000	(18,600)
NSTA Dues	-	-	-	-	-	-
Delmar scholarships	-	625	(625)	-	7,500	(7,500)
Freshman scholarships	-	-	-	-	-	-
Foundation management fees	(1,432)	7,083	(8,515)	34,096	85,000	(50,904)
MBNA affinity credit card program	-	-	-	-	-	-
Toyota vehicle lease management fee	-	-	-	-	-	-
Interest and dividends	313	1,667	(1,354)	339	20,000	(19,661)
Net realized and unrealized gains (losses) on securities	36,457	-	36,457	43,897	-	43,897
Merchandise sales	-	708	(708)	1,360	8,500	(7,140)
Investment income, Life Fund	-	42	(42)	-	500	(500)
Contributions, Legislative Fund	-	-	-	480	-	480
Miscellaneous income	-	417	(417)	1,271	5,000	(3,729)
Scholarship raffle proceeds	-	125	(125)	-	1,500	(1,500)
National Teach Ag Campaign	544	13,833	(13,289)	96,363	166,000	(69,637)
Teacher Ag non-foundation revenue	-	-	-	3,116	-	3,116
Teacher crisis fund	-	-	-	1,713	-	1,713
BFRDP Grant	-	2,500	(2,500)	12,797	30,000	(17,203)
AEM business manager stipend	-	333	(333)	-	4,000	(4,000)
AEM subscriptions	-	-	-	10	-	10
Webinar revenue	-	-	-	-	-	-
DuPont Agriscience	14,200	-	14,200	80,919	-	80,919
NPS	-	-	-	-	-	-
State website development	-	-	-	-	-	-
Hurricane relief	-	-	-	-	-	-
Credit card revenue	-	-	-	-	-	-
F2F revenue	-	-	-	-	15,000	(15,000)
CASE management fee	-	2,000	(2,000)	-	24,000	(24,000)
Council MMM management fee	-	417	(417)	-	5,000	(5,000)
C O P	-	-	-	59,860	24,600	35,260
FFA Foundation project - TTTK	-	3,875	(3,875)	68,245	46,500	21,745
FFA Foundation project - OPAP	-	1,000	(1,000)	7,981	12,000	(4,019)
FFA Foundation project - OMSP	-	1,000	(1,000)	10,944	12,000	(1,056)
FFA Foundation project - OT	-	917	(917)	12,677	11,000	1,677
FFA Foundation project - OYM	-	917	(917)	14,813	11,000	3,813
FFA Foundation project - Lifetime Achievement	-	208	(208)	19,625	2,500	17,125
FFA Foundation project - Outstanding Service Citation	-	205	(205)	975	2,460	(1,485)
FFA Foundation teacher workshop	1,432	958	474	5,001	11,500	(6,499)
FFA Foundation internet café	-	-	-	-	-	-
FFA Foundation Pfizer classroom	-	-	-	-	-	-
FFA Foundation Regional Grants Revenue	-	1,500	(1,500)	-	18,000	(18,000)
FFA Foundation Agriscience Teacher	-	1,562	(1,562)	10,368	18,740	(8,372)
FFA Foundation NATAA/NAII	-	10,000	(10,000)	-	120,000	(120,000)
FFA Foundation project - XLR8	-	2,000	(2,000)	26,918	24,000	2,918
CASE program net income	(9,278)	-	(9,278)	51,711	-	51,711
Convention net income	-	4,587	(4,587)	144,330	48,050	96,280
<b>TOTAL REVENUE</b>	<b>52,716</b>	<b>92,364</b>	<b>(39,648)</b>	<b>1,094,360</b>	<b>1,140,965</b>	<b>(46,605)</b>
<b>EXPENSES</b>						
Salaries	22,791	28,050	(5,259)	233,377	336,594	(103,217)
Taxes and benefits	5,858	7,037	(1,179)	51,746	84,448	(32,702)
Computer service	-	625	(625)	5,416	7,500	(2,084)
Telephone	113	333	(220)	1,413	4,000	(2,587)
Accounting	650	1,317	(667)	5,200	15,800	(10,600)
Depreciation	249	333	(84)	1,994	4,000	(2,006)
Rent	-	625	(625)	-	7,500	(7,500)
Insurance	1,379	542	837	6,931	6,500	431
Legal	-	83	(83)	-	1,000	(1,000)
Office Supplies	20	667	(647)	1,259	8,000	(6,741)
Bank charges and investment fees	-	8	(8)	3,946	100	3,846
Printing, general	-	417	(417)	1,365	5,000	(3,635)

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Schedule of Actual vs. Budget  
For the One and Eight Months Ended February 28, 2015

	<u>MONTH</u> <u>ACTUAL</u>	<u>MONTH</u> <u>BUDGET</u>	<u>MONTH</u> <u>\$VARIANCE</u>	<u>YEAR TO DATE</u> <u>ACTUAL</u>	<u>YEAR</u> <u>BUDGET</u>	<u>YEAR</u> <u>\$VARIANCE</u>
Staff training	-	42	(42)	-	500	(500)
Taxes and licenses	-	8	(8)	-	100	(100)
Membership and contributions	-	1,417	(1,417)	17,047	17,000	47
Travel, staff	-	2,083	(2,083)	707	25,000	(24,293)
Promotion and marketing	-	1,000	(1,000)	2,534	12,000	(9,466)
Merchandise and diaries	-	500	(500)	1,999	6,000	(4,001)
Photocopying	-	8	(8)	-	100	(100)
Postage, general	-	500	(500)	1,169	6,000	(4,831)
Professional liability insurance	-	3,041	(3,041)	36,810	36,495	315
Public relations	-	83	(83)	-	1,000	(1,000)
Scholarships	-	813	(813)	11,250	9,750	1,500
Travel, regional secretaries	401	1,167	(766)	4,865	14,000	(9,135)
Travel, board of directors	685	2,917	(2,232)	9,458	35,000	(25,542)
Nat'l Teach Ag Campaign	6,713	11,167	(4,454)	112,176	134,000	(21,824)
FFA Foundation project - TTTK	-	3,875	(3,875)	5,318	46,500	(41,182)
FFA Foundation project - OPAP	-	1,000	(1,000)	2,219	12,000	(9,781)
FFA Foundation project - OMSP	-	1,000	(1,000)	2,011	12,000	(9,989)
FFA Foundation project - OT	-	917	(917)	1,864	11,000	(9,136)
FFA Foundation project - OYM	-	917	(917)	304	11,000	(10,696)
FFA Foundation project - Lifetime achievement	-	208	(208)	15,000	2,500	12,500
FFA Foundation project - Outstanding service citation	-	205	(205)	-	2,460	(2,460)
FFA Foundation project - Smart Edge	-	-	-	-	-	-
FFA Foundation teacher workshop	1,432	958	474	6,851	11,500	(4,649)
FFA Foundation internet café	-	-	-	-	-	-
FFA Foundation Pfizer Classroom	-	-	-	-	-	-
FFA Foundation Regional Grants	-	1,500	(1,500)	3,000	18,000	(15,000)
FFA Foundation Agriscience Teachers	-	1,562	(1,562)	10,950	18,740	(7,790)
FFA Foundation NATAA/NAII	-	-	-	-	-	-
FFA Foundation XLR8	-	2,000	(2,000)	5,763	24,000	(18,237)
DuPont Agriscience	-	-	-	4,357	-	4,357
GMAC SmartEdge program	-	-	-	-	-	-
NPS expense	-	833	(833)	-	10,000	(10,000)
Webinar expense	-	100	(100)	601	1,200	(599)
Teacher crisis fund	500	-	500	3,000	-	3,000
Communities of practice expense	-	1,667	(1,667)	22,191	20,000	2,191
Substitute teacher hire behinds	-	125	(125)	-	1,500	(1,500)
NSTA dues	-	-	-	-	-	-
Bad debts	-	-	-	-	-	-
Website	1,650	-	1,650	9,555	-	9,555
NATAA stipends	-	-	-	8,625	120,000	(111,375)
BFRDP expense	-	-	-	-	2,500	(2,500)
BFPD contract labor	-	-	-	7,500	-	7,500
Contract labor	-	-	-	-	-	-
Storage	-	-	-	-	-	-
Credit card expense	101	-	101	1,579	-	1,579
Ag Ed opportunity fund	-	-	-	-	-	-
Miscellaneous	-	-	-	74	-	74
<b>TOTAL EXPENSES</b>	<u>42,542</u>	<u>81,650</u>	<u>(39,108)</u>	<u>621,424</u>	<u>1,102,287</u>	<u>(480,863)</u>
<b>NET INCOME (LOSS)</b>	<u>\$ 10,174</u>	<u>\$ 10,714</u>	<u>\$ (540)</u>	<u>\$ 472,936</u>	<u>\$ 38,678</u>	<u>\$ 434,258</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.  
Schedule of Convention Revenue and Expenses  
For the One and Eight Months Ended February 28, 2015

	<u>MONTH</u> <u>ACTUAL</u>	<u>MONTH</u> <u>BUDGET</u>	<u>MONTH</u> <u>\$VARIANCE</u>	<u>YEAR TO DATE</u> <u>ACTUAL</u>	<u>YEAR</u> <u>BUDGET</u>	<u>YEAR</u> <u>\$VARIANCE</u>
<b>REVENUE</b>						
Convention, registration	\$ -	\$ 8,333	\$ (8,333)	\$ 108,443	\$ 100,000	\$ 8,443
Convention, tickets/workshops	-	-	-	-	-	-
Convention, trade show	-	-	-	1,810	-	1,810
Convention - Ideas Unlimited	-	-	-	-	-	-
Convention - Teacher Mentor	-	-	-	-	-	-
Convention scholarship fund	-	-	-	1,486	-	1,486
Convention, sponsorships - FFA Foundation	-	2,917	(2,917)	48,640	35,000	13,640
Convention, host state social	-	-	-	8,897	-	8,897
Convention, sponsorships	-	1,333	(1,333)	10,850	16,000	(5,150)
TOTAL REVENUE	-	12,583	(12,583)	180,126	151,000	29,126
<b>EXPENSES</b>						
Convention, plaques and trophies	-	242	(242)	4,765	2,900	1,865
Convention, printing	-	-	-	1,854	-	1,854
Convention, miscellaneous	-	-	-	-	-	-
Convention, awards	-	-	-	5,175	7,000	(1,825)
Convention, photography	-	-	-	-	-	-
Convention, meal functions	-	833	(833)	2,535	10,000	(7,465)
Convention, promotion and marketing	-	208	(208)	3,325	2,500	825
Convention, postage and shipping	-	167	(167)	-	2,000	(2,000)
Convention, equipment rental	-	1,500	(1,500)	-	18,000	(18,000)
Convention, workshops	-	-	-	-	-	-
Convention, host state social	-	-	-	8,890	-	8,890
Convention, speakers	-	-	-	-	-	-
Convention, trade show expense	-	-	-	-	-	-
Convention, tour expenses	-	-	-	-	-	-
Convention, committee expense	-	379	(379)	2,112	4,550	(2,438)
Convention, sponsorships - FFA Foundation	-	2,917	(2,917)	-	35,000	(35,000)
Convention, travel/board of directors	-	1,167	(1,167)	4,422	14,000	(9,578)
Convention, staff travel	-	583	(583)	2,718	7,000	(4,282)
Convention, other travel	-	-	-	-	-	-
TOTAL EXPENSES	-	7,996	(7,996)	35,796	102,950	(67,154)
<b>NET INCOME (LOSS)</b>	<u>\$ -</u>	<u>\$ 4,587</u>	<u>\$ (4,587)</u>	<u>\$ 144,330</u>	<u>\$ 48,050</u>	<u>\$ 96,280</u>

SEE ACCOMPANYING ACCOUNTANT'S REPORT

NATIONAL ASSOCIATION OF AGRICULTURAL EDUCATORS, INC.

Schedule of CASE Program Revenue and Expenses  
For the One and Eight Months Ended February 28, 2015

	MONTH <u>ACTUAL</u>	MONTH <u>BUDGET</u>	MONTH <u>\$VARIANCE</u>	YEAR TO DATE <u>ACTUAL</u>	YEAR <u>BUDGET</u>	YEAR <u>\$VARIANCE</u>
<b>REVENUE</b>						
CI fees	\$ -	\$ -	\$ -	\$ 254,707	\$ -	\$ 254,707
Vendor - Vernier	7,071	-	7,071	562,252	-	562,252
Vendor - NewByte	-	-	-	7,825	-	7,825
Vendor - Bio-Rad	11,220	-	11,220	13,642	-	13,642
Field test fees	37,500	-	37,500	50,140	-	50,140
New Jersey	-	-	-	-	-	-
NRES	-	-	-	59,149	-	59,149
APB	-	-	-	-	-	-
APT	-	-	-	80,453	-	80,453
ASP	-	-	-	700	-	700
Capstone Revenue	-	-	-	45,605	-	45,605
Royalty - Cengage	-	-	-	28,739	-	28,739
Royalty - Ward's	-	-	-	-	-	-
FSS revenue	-	-	-	94,890	-	94,890
Assessments - ASP	-	-	-	-	-	-
Assessments - ASA	-	-	-	-	-	-
G.W. Publications	-	-	-	84	-	84
Online	-	-	-	16,316	-	16,316
Merchandise	-	-	-	272	-	272
Replacement CD	50	-	50	200	-	200
Interest	-	-	-	-	-	-
FFA Foundation	-	-	-	-	-	-
<b>TOTAL REVENUE</b>	<b>55,841</b>	<b>-</b>	<b>55,841</b>	<b>1,214,974</b>	<b>-</b>	<b>1,214,974</b>
<b>EXPENSES</b>						
Legal and professional	-	-	-	-	-	-
Council assessment	-	-	-	11,675	-	11,675
Travel	-	-	-	10,737	-	10,737
Travel - staff	297	-	297	3,006	-	3,006
Salary	4,184	-	4,184	33,475	-	33,475
Taxes and benefits	1,070	-	1,070	7,646	-	7,646
Contract labor	50,344	-	50,344	406,649	-	406,649
Supplies	-	-	-	(145)	-	(145)
Promotion	-	-	-	10,731	-	10,731
Printing	-	-	-	2,451	-	2,451
Postage	-	-	-	(9)	-	(9)
Telecommunications	-	-	-	-	-	-
Rutgers	-	-	-	-	-	-
Vernier	6,508	-	6,508	497,143	-	497,143
NewByte	206	-	206	3,725	-	3,725
Bio-Rad	-	-	-	76	-	76
Carthage	-	-	-	-	-	-
Carthage contract labor	-	-	-	118,725	-	118,725
Field test	-	-	-	-	-	-
Field test contract labor	-	-	-	-	-	-
CI scholarships	2,500	-	2,500	2,657	-	2,657
APT contract labor	-	-	-	-	-	-
NRES	-	-	-	2,782	-	2,782
APB	-	-	-	-	-	-
FSS	-	-	-	12,524	-	12,524
APT	-	-	-	835	-	835
G.W. Publications	-	-	-	92	-	92
Online expense	-	-	-	750	-	750
Assesmnets	-	-	-	-	-	-
Royalty expense - Cengage	-	-	-	31,012	-	31,012
Case management fee	-	-	-	-	-	-
Bank charges	-	-	-	-	-	-
CI Mentor contract labor	-	-	-	6,500	-	6,500
CI mentor	-	-	-	150	-	150
Credit card expense	-	-	-	-	-	-
Depreciation	10	-	10	76	-	76
Equipment	-	-	-	-	-	-
<b>TOTAL EXPENSES</b>	<b>65,119</b>	<b>-</b>	<b>65,119</b>	<b>1,163,263</b>	<b>-</b>	<b>1,163,263</b>
<b>NET INCOME (LOSS)</b>	<b>\$ (9,278)</b>	<b>\$ -</b>	<b>\$ (9,278)</b>	<b>\$ 51,711</b>	<b>\$ -</b>	<b>\$ 51,711</b>

SEE ACCOMPANYING ACCOUNTANT'S REPORT