An online advertising initiative as an alternative revenue source.



Alternate Revenue through the EDGEclick Network

Outline of Presentation



- Growth and development
- Defining an ad network
- Active participating schools
- Description and specific examples from our network
- Tentative Timeline
- Open discussion, questions/answers

Growth and Development



- Our experience with digital marketing dates back to 2007 when Thought Process Enterprises (TPE, our parent company) assumed day-to-day management of an online news resource in Ellwood City that is fully funded by paid advertising. Since then, TPE has been on the cutting edge of all things digital, including web development, digital advertising, SEM, PPC, and SEO.
- This valuable experience in the digital marketing industry was necessary when TPE entered into a one-on-one consulting partnership with a Western Pennsylvania school district in Spring 2012. The Quad-A district entered into a shared income arrangement and continues to be a participating district, serving website advertisements as an alternative revenue source.
- In 2013, TPE created EDGEclick Advertising, an independent division within the organization focusing on growing the shared-revenue business model into other Pennsylvania markets through an advertising network model. We currently work with nearly 30 PA school districts and are in talks with dozens more.

What is an Ad Network?

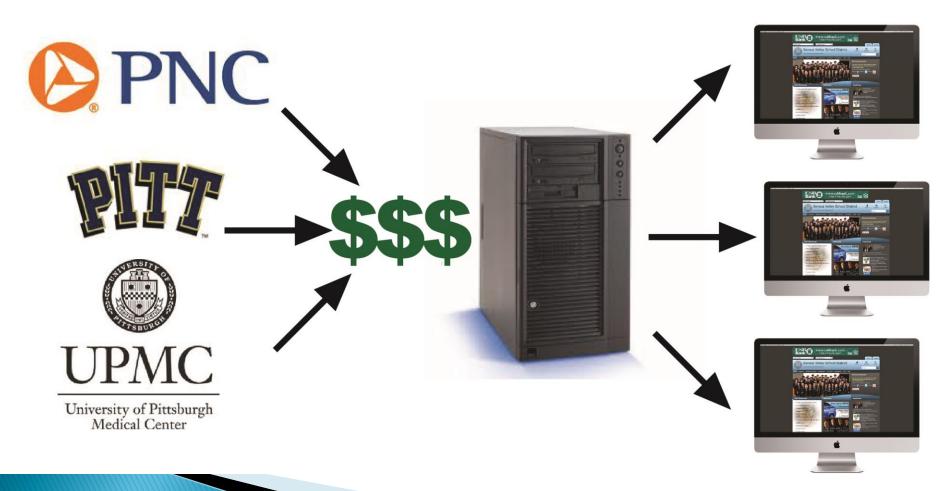


- An advertising network is basically a way to match publishers (in this case, school districts) to advertisers. It allows a group of publishers to attract larger advertisers with their combined reach, numerically and geographically. It also allows those publishers access to advanced reporting and delivery methods that today's advertisers require.
- Thought Process Enterprises is pleased to administer the EDGEclick network. We handle administration and maintenance of the advertising server, solicitation of advertisers, contracting, invoicing, collections, reporting, and customer service.
- As publishers, your responsibility is simply to continue doing what you do to manage your web presence. There are no operational changes necessary, just continue to publish content as you have been doing for years. The only action you will need to take once the advertisements are serving is to take the monthly commission check to the bank!

What is an Ad Network? (graphic)



ADVERTISERS NETWORK PUBLISHERS



Active Schools



The following Pennsylvania schools are currently serving advertisements as a result of participation in the network. We have also contracted with additional districts who are in different stages of implementation



Ambridge



Erie City



New Brighton



Apollo Ridge



Freedom Area



North Hills



Bethel Park



Indiana Area



Rochester



Butler



Homer Center



Seneca Valley



Central Valley



Karns City Area



South Butler



Ellwood City



Marion Center



Upper Darby

Live Site Examples







Live Site Examples







How (and how much) Do We Get Paid?

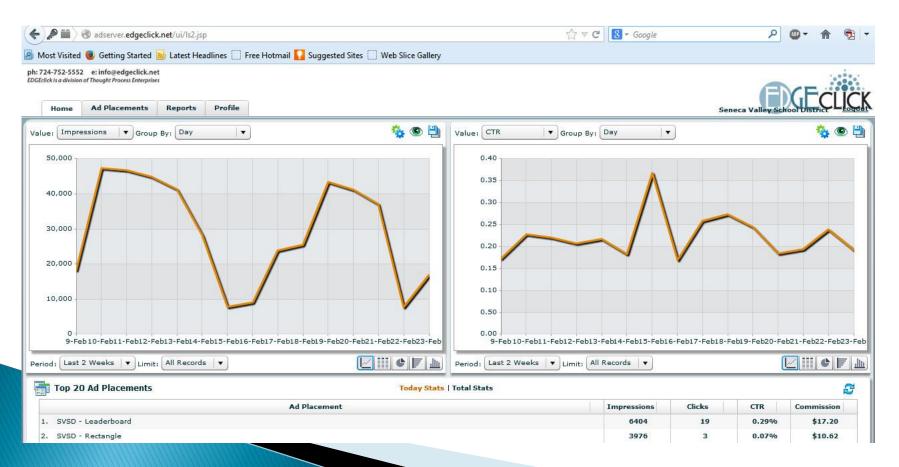


- Throughout 2014 we sent just under \$50,000.00 in commission checks to our member schools. Specific revenue figures varied by district size and website traffic.
- Districts receive 50% of all realized revenue from ads served on their district website. Any web pages under the district domain name may serve advertisements and generate revenue.
- All participating and active districts receive a commission check once per month, on or before the 20th of that month, for the previous month's revenue. A full commission report is included with each month's check.
- Publishers can log into their dashboard at any time to check on the current month's revenue or any past revenue.

Publisher Dashboard



Below is a screenshot of the publisher dashboard, where you, as a publisher, can log in, view statistics and income, and review and filter advertising content.



Sample Commission Reports





EDGEclick Network Commission Report

Name: Commission Report

Type: Statistics Report Start Date: 01 Apr 2014

End Date: 30 Apr 2014

Zone: Thought Process

Ad Placement: Skyscraper Ad, Rectangle Ad, Leaderboard

Statistics for 01 Apr 2014 - 30 Apr 2014	Statistics	for 0	1 Apr	2014	- 30	Apr	201
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Advertiser	Ad Placement	Campaign	Impressions	Campaign CPM	Media Cost	Site Commission (CPM & CPC)
Beaver Valley Auto Mall	Leaderboard Ad	BVAM - 2014-04	26,200	7.8	204.36	102.18
Beaver Valley Auto Mall	Skyscraper Ad	BVAM - 2014-04	23,800	7.8	185.64	92.82
Freedom United Federal Credit Union	Leaderboard Ad	FCFU - 2014-04	12,267	6.5	79.74	39.87
Freedom United Federal Credit Union	Skyscraper Ad	FCFU - 2014-04	13,829	6.5	89.89	44.94
Geico Insurance	Leaderboard Ad	Geico Insurance 2014-04	299	5	1.5	0.75
Geico Insurance	Skyscraper Ad	Geico Insurance 2014-04	5,692	5	28.46	14.23
Heritage Valley Health System	Leaderboard Ad	HVHS - 2014-04	14,946	6	89.68	44.84
Heritage Valley Health System	Skyscraper Ad	HVHS - 2014-04	15,054	6	90.32	45.16
Laughlin Insurance Agency	Leaderboard Ad	Laughlin 2014 - 04	4,226	7.5	31.69	15.85
Laughlin Insurance Agency	Skyscraper Ad	Laughlin 2014 - 04	4,447	7.5	33.35	16.68
Publisher Default Ads	Leaderboard Ad	District Default Ads	11,090	0	0	0
Publisher Default Ads	Skyscraper Ad	District Default Ads	13,044	0	0	0
State Farm Agent Tony DeCaria	Leaderboard Ad	Tony DeCaria - 2014-04	23,061	6	138.37	69.18
State Farm Agent Tony DeCaria	Skyscraper Ad	Tony DeCaria - 2014-04	26,939	6	161.63	80.82
Talk Time Speech Therapy	Leaderboard Ad	TT Speech Beaver County - 2014-04	6,502	6.5	42.26	21.13
Talk Time Speech Therapy	Skyscraper Ad	TT Speech Beaver County - 2014-04	7,178	6.5	46.66	23.33
Town Country Lawn Garden	Leaderboard Ad	TCLG - 04-2014	4,494	6	26.96	13.48
Town Country Lawn Garden	Skyscraper Ad	TCLG - 04-2014	4,930	6	29.58	14.79
Total	32		217,998	5.7	1280.09	640.05

Tentative Timeline



- ASAP: The contract for network participation is reviewed by solicitor/board. This contract would need to be approved by your administration and board before TPE can begin the implementation process.
- FIRST 60 DAYS: TPE works with your district IT staff to handle the placement of advertising code on the district website. TPE will use initial data gathered with default advertisements to determine the inventory availability. TPE makes prospecting phone calls to area businesses to gauge early interests.
- 90 DAYS FROM CONTRACT SIGNATURE: Once code is serving and TPE is able to evaluate available inventory, additional sales calls are made and advertisers secured. Live advertisements begin serving shortly thereafter.
- This timetable can be shortened if the district is motivated to implement sooner.

How do we take Action?



- SCHEDULE A MEETING WITH TPE: We welcome the opportunity to meet with individual districts one-on-one to discuss the opportunity further.
- SECURE ADMINISTRATION AND BOARD OF EDUCATION APPROVAL: The contract for network participation is included with your packet. This contract would need to be approved by your administration and board before TPE can begin the implementation process.
- IMPLEMENTATION: TPE works with your district IT staff to handle the placement of advertising code on the district website. TPE will use initial data gathered with default advertisements to determine inventory availability.
- ► TPE HANDLES THE REST: We handle solicitation of ads, designing of ads, and manage distribution to ensure maximum revenue generation. TPE also handles all invoicing of advertisers and customer service. The only thing your district staff will need to handle is advertisement approval and taking your monthly check to the bank!

FAQ'S



- Seems easy, can I do it myself?
 - In theory, yes. It would require quite a capital expenditure for a district to take on this task itself. It would require sales reps to solicit the ads, programming time and cost to install and manage an advertising server, graphic designers to design the advertisements, and administrative time cutting invoices and collecting on overdue balances. TPE is able to streamline these processes by serving multiple districts utilizing the same processes.
- What type of content will be served through the network? No content that would not be appropriate for school-aged children will be permitted on the network. Please refer to the publisher's agreement for specifics.
- You have full control! TPE provides each participating school district with a dashboard log-in to manage the most important aspects of their publishing website. Dashboard administrators are able to view ads currently appearing, moderate in/out advertisements that the district may not want to appear, and run reports showing volume of impressions and most importantly... money due to the school as part of participating in the network!

FAQ'S (continued)



- I have heard that ad networks put cookies on our users' computers. Is that the case with this network?
 - No, this network is what is called a "non-predictive" network and does not install or read any cookies on your users' computers.
- Can we "opt-out" of the network once we have signed up? TPE is requesting an initial commitment that runs through the end of the calendar year following the contract signature. After the initial contract term, no further commitment would be required and continued participation in the network would be on a voluntary basis (We require 90 days written notice to allow us to wind down any active campaigns).
- How do your sales representatives approach soliciting advertisers in our local community? Will this conflict with our booster organizations and other fundraising activities by student groups?
 - Our sales representatives are specifically trained to sell this product as an advertising expense, not as a donation. The pricing for the product, in and of itself, is designed and geared toward inclusion in a business' advertising budget. Our reps are specifically instructed to be very clear in differentiating this advertising expenditure from a donation.

FAQ'S (continued)



- As the network grows, will I see any changes in my site performance?

 No. EDGEclick places strict limitations on size of graphic ads to serve through code that appears within your district webpages. The size restriction is equivalent to a fraction of a second load time on broadband internet service. Advertisements are held on EDGEclick servers ensuring a true, third-party advertising network.
- How much money will my district make? Income is ultimately based off of the traffic to your website. Clear web traffic is hard to collect until we have clear analytics or a sample available. The earlier we serve advertisements on your website, the quicker we can get concrete impressions from our server software.
- I have a business colleague who may be interested in advertising on a network like this. Am I compensated for referral business?

 Yes! Any district that refers an advertiser to the network not only receives the benefit of that advertiser advertising on their district's site, but also collects a 5% commission of the advertiser's spend across the entire network.