

**The Marty Lyons
Foundation, Inc.**

(A Not-For-Profit Corporation)

**Financial Statements
December 31, 2015 and 2014**

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Table of Contents
December 31, 2015 and 2014

	Page(s)
Independent Auditor's Report	1 – 2
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses.....	5 – 6
Statements of Cash Flows	7
Notes to Financial Statements	8 – 16
Schedule 1 – Celebrity Golf Classic Revenue and Expenses	17

To the Board of Directors
The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)
354 Veterans Memorial Highway, Suite 9
Commack, NY 11725

Independent Auditor's Report

We have audited the accompanying financial statements of The Marty Lyons Foundation, Inc., a not-for-profit corporation, which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independent Auditor's Report, continued

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Marty Lyons Foundation, Inc. as of December 31, 2015 and 2014, and the changes in its net assets, its functional expenses and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



Certified Public Accountants

West Hempstead, New York
July 14, 2016

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Statements of Financial Position
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Assets		
Current Assets:		
Cash and Cash Equivalents	\$ 96,308	\$ 305,451
Receivables - Fundraising	1,765	1,000
Prepaid Expenses	<u>23,037</u>	<u>21,200</u>
Total Current Assets	<u>121,110</u>	<u>327,651</u>
Other Assets:		
Long-Term Investments (at Fair Value)	172,566	204,417
Security Deposit - Office Lease	<u>2,000</u>	<u>2,000</u>
Total Other Assets	<u>174,566</u>	<u>206,417</u>
Total Assets	<u><u>\$ 295,676</u></u>	<u><u>\$ 534,068</u></u>
Liabilities and Net Assets		
Current Liabilities:		
Accounts Payable	\$ 14,474	\$ 28,405
Deferred Income - 2016 Fundraising Events	<u>3,520</u>	<u>-</u>
Total Current Liabilities	<u>17,994</u>	<u>28,405</u>
Net Assets - Unrestricted	<u>277,682</u>	<u>505,663</u>
Total Liabilities and Net Assets	<u><u>\$ 295,676</u></u>	<u><u>\$ 534,068</u></u>

The accompanying summary of significant accounting principles and policies and notes to financial statements are an integral part of these statements.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Statements of Activities
For the Years Ended December 31, 2015 and 2014

	2015	2014
Revenues and Other Support		
Fund Raising Events (Net of Expenses of \$260,771 and \$238,148, respectively)	\$ 353,192	\$ 315,500
Unrestricted Contributions and Grants	198,976	299,595
Interest and Dividend Income on Investments	3,423	2,991
Unrealized (Loss) on Investments	(4,521)	(1,177)
Total Revenues and Support	551,070	616,909
Expenses		
Program Services	728,805	567,968
Management and General Expenses	24,968	23,038
Fund Raising Expenses	25,278	33,063
Total Expenses	779,051	624,069
(Decrease) in Net Assets (Unrestricted)	(227,981)	(7,160)
Net Assets (Unrestricted)		
Beginning of Year	505,663	512,823
End of Year	\$ 277,682	\$ 505,663

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The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Statements of Functional Expenses
For the Years Ended December 31, 2015 and 2014

<u>2015</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>Total</u>
Specific Assistance to Individuals	\$ 470,325	\$ -	\$ -	\$ 470,325
Leased Employee Payroll and Payroll Taxes	166,569	-	-	166,569
Rent Expense	22,123	7,374	-	29,497
Public Relations and Fund Raising	-	-	25,278	25,278
Insurance	13,795	-	-	13,795
Telephone	10,682	1,187	-	11,869
Supplies	8,663	1,529	-	10,192
Leased Employee Fringe Benefits	9,965	-	-	9,965
Professional Fees	-	7,500	-	7,500
Computer Costs	3,636	3,636	-	7,272
Postage and Delivery	5,127	569	-	5,696
Seminar Fees, Administrative and Office Expenses	5,647	-	-	5,647
Pension Plan Contribution - Leased Employees	3,605	-	-	3,605
Leased Employee Payroll Processing	3,557	-	-	3,557
Professional Dues, Registrations and Licenses	3,325	-	-	3,325
Bank Charges and Miscellaneous	-	2,975	-	2,975
Chapter and Board Meeting Expenses	1,786	198	-	1,984
Total	<u>\$ 728,805</u>	<u>\$ 24,968</u>	<u>\$ 25,278</u>	<u>\$ 779,051</u>

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The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Statements of Functional Expenses
For the Years Ended December 31, 2015 and 2014

<u>2014</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>Total</u>
Specific Assistance to Individuals	\$ 325,648	\$ -	\$ -	\$ 325,648
Leased Employee Payroll and Payroll Taxes	152,022	-	-	152,022
Public Relations and Fund Raising	-	-	33,063	33,063
Rent Expense	18,373	6,124	-	24,497
Insurance	14,982	-	-	14,982
Leased Employee Fringe Benefits	11,987	-	-	11,987
Telephone	10,396	1,155	-	11,551
Computer Costs	3,841	3,840	-	7,681
Professional Fees	-	7,500	-	7,500
Supplies	6,202	1,094	-	7,296
Seminar Fees, Administrative and Office Expenses	6,557	-	-	6,557
Postage and Delivery	5,329	592	-	5,921
Professional Dues, Registrations and Licenses	3,889	-	-	3,889
Leased Employee Payroll Processing	3,399	-	-	3,399
Chapter and Board Meeting Expenses	2,936	326	-	3,262
Bank Charges and Miscellaneous	-	2,407	-	2,407
Pension Plan Contribution - Leased Employees	2,407	-	-	2,407
Total	<u>\$ 567,968</u>	<u>\$ 23,038</u>	<u>\$ 33,063</u>	<u>\$ 624,069</u>

The accompanying summary of significant accounting principles and policies and notes to financial statements are an integral part of these statements.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Statements of Cash Flows
For the Years Ended December 31, 2015 and 2014

	2015	2014
Cash Flows from Operating Activities		
(Decrease) in Net Assets	<u>\$ (227,981)</u>	<u>\$ (7,160)</u>
<i>Adjustments to Reconcile (Decrease) in Net Assets to Net Cash (Used) in Operating Activities -</i>		
Unrealized Loss on Investments	4,521	1,177
Decrease (Increase) in Receivables-Fundraising Events	(765)	5,180
(Increase) Decrease in Prepaid Expenses	(1,837)	(19,700)
Increase (Decrease) in Accounts Payable	(13,931)	13,552
Increase in Deferred Income - 2016 Fundraising Events	<u>3,520</u>	<u>-</u>
Total Adjustments	<u>(8,492)</u>	<u>209</u>
Net Cash (Used) in Operating Activities	<u>(236,473)</u>	<u>(6,951)</u>
Cash Flows from Investing Activities		
Purchase of Investments	(77,669)	(197,261)
Sales of Investments	<u>105,000</u>	<u>145,000</u>
Net Cash (Used) in/Provided by Investing Activities	<u>27,331</u>	<u>(52,261)</u>
Net (Decrease) in Cash and Cash Equivalents	(209,142)	(59,212)
Cash and Cash Equivalents		
Beginning of Year	<u>305,451</u>	<u>364,663</u>
End of Year	<u>\$ 96,309</u>	<u>\$ 305,451</u>
Supplementary Information		
Interest Paid on a Cash Basis	\$ -	\$ -
Income Taxes Paid on a Cash Basis	\$ -	\$ -

The accompanying summary of significant accounting principles and policies and notes to financial statements are an integral part of these statements.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

1. Operations

The Marty Lyons Foundation, Inc. (the "Corporation") was incorporated on October 28, 1982 in New York State as a Not-for-Profit Corporation. It was formed to raise funds to fulfill special wishes of children between three (3) and seventeen (17) years of age inclusive who have been diagnosed as having a terminal or life threatening illness by providing and arranging a wish such as: a trip, meeting a celebrity, attending a special event, a shopping spree, a specific gift, or any other special wish request the Board of Directors may deem to be within the capabilities of the Corporation. The Corporation's support and revenue was almost entirely generated through contributions, gifts, grants and special fund raising events and activities. The Corporation received federal tax exempt 501(c)(3) status from the Internal Revenue Service on April 27, 1984. Donors may deduct contributions to the Corporation as provided in Section 170 of the Internal Revenue Code. Bequests, legacies, devises, transfers, or gifts to the Corporation can be deductible for federal estate and gift tax purposes.

The Marty Lyons Foundation, Inc. is currently registered to solicit funds in New York, Florida, Georgia, Massachusetts, Maryland, New Jersey, South Carolina, Connecticut, Alabama, North Carolina, Texas and Virginia.

2. Summary of Significant Accounting Principles and Policies

This summary of the significant accounting principles and policies of the Marty Lyons Foundation, Inc. is presented to assist in evaluating the Corporation's financial statements included in this report. These principles and policies conform to accounting principles generally accepted in the United States of America, as applicable to not-for-profit entities. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires that management make estimates and assumptions which may impact the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses and disclosures of contingencies during the reporting period. Actual results could differ from those estimates and assumptions. A summary of the accounting principles and policies followed by the Marty Lyons Foundation, Inc. is as follows:

- Assets, liabilities, revenue and expenses are recognized on the accrual basis. Revenues received for future periods are deferred to the applicable period. Expenses are recognized when incurred.
- The Corporation has adopted Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-605 (formerly, SFAS No. 116, *Accounting for Contributions Received and Made*), and FASB ASC 958-720 (formerly, SFAS No. 117, *Financial Statements of Not-for-Profit Organizations*). ASC 958-720 establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into three net asset categories according to externally (donor) imposed restrictions.

The Marty Lyons Foundation, Inc.

(A Not-For-Profit Corporation)

Notes to Financial Statements December 31, 2015 and 2014

These classes are defined as follows:

Permanently Restricted - Net assets resulting from contributions and other inflows of assets whose use by the organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the organization.

Temporarily Restricted - Net assets resulting from contributions and other inflows of assets whose use by the organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the organization pursuant to those stipulations. When such stipulations end or are fulfilled, such temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities.

Unrestricted - The part of net assets that is neither permanently nor temporarily restricted by donor-imposed stipulations.

- The carrying amounts of cash, receivables, accounts payable and accrued expenses approximate fair value because of the short-term nature of the items. The fair value of long-term debt is based on current interest rates for similar debt instruments.
- Cash and cash equivalents included in the accompanying financial statements of cash flows represents cash in checking accounts and money market accounts with original maturities of three months or less. The Corporation considers all highly liquid investments with maturities of three months or less, when purchased, to be cash equivalents.
- Operating lease expense is recorded on the straight-line basis as paid.
- Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted contributions.
- The Corporation implemented Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 820 (formerly SFAS 157) for those assets that are measured at and reported at fair value. This standard establishes a single authoritative definition of fair value, sets a framework for measuring fair value, and requires additional disclosures about fair value measurements.
- In general, fair values determined by Level 1 inputs are based upon quoted prices in active markets for identical assets. Level 2 fair values are observable from other data points such as quoted prices, yield curves, and interest rates. Level 3 fair values are computed based on other information where there is little or no market activity for the related asset or liability. The Corporation currently has no financial assets which use Level 2 or 3 fair value measurements.
- For the purpose of the Statement of Cash Flows, cash and cash equivalents includes cash deposited with banks that include money market funds. These cash and cash equivalents approximate fair value because of the short maturities of these instruments.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

- Investments in marketable securities with readily determinable fair values and all investments in certificates of deposit are reported at their fair values in the statement of financial position. Investment income is reported as increases in unrestricted net assets in the reporting period in which the income is received.
- Financial instruments which potentially subject the Corporation to concentrations of credit risk include cash and cash equivalent accounts in financial institutions which, from time to time, exceed federal insurance limits, and tuition receivables. The Corporation places its temporary cash investments with credit-worthy, high quality financial institutions. By policy, these investments are kept within limits designed to prevent risks caused by concentration. The Corporation maintains cash deposits in financial institutions which are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, such cash deposits may exceed the FDIC coverage.

3. Cash and Cash Equivalents

Cash and cash equivalents consists of the following as of December 31:

	2015	2014
Cash - Money Market	\$ 28,097	\$ 265,505
Cash - Broker	57,131	26,561
Cash - Checking	11,080	13,385
Totals	\$ 96,308	\$ 305,451

Cash and cash equivalents carrying amounts reported in the financial statements approximate fair values because of the short maturities of these instruments.

4. Investments

Investments at December 31, 2015 consist of the following:

	Cost	Fair Value	Unrealized (Loss) Gain
Certificates of Deposit	\$ 135,000	\$ 135,282	\$ 282
Mutual Fund	42,087	37,284	(4,803)
Totals	\$ 177,087	\$ 172,566	\$ (4,521)

At December 31, 2015, the aggregate market value of investments was lower than their aggregate cost by \$(4,521). The Statement of Activities provides for a decrease in 2015 in unrestricted net assets for an unrealized loss on investments of \$(4,521).

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

The following schedule summarizes the 2015 investment return and its classification in the Statement of Activities:

Interest and Dividend Income	\$ 3,423
Unrealized Loss	<u>(4,521)</u>
Total Investment Return	<u><u>\$ (1,098)</u></u>

Investments at December 31, 2014 consist of the following:

	Cost	Fair Value	Unrealized (Loss) Gain
Certificates of Deposit	\$ 165,326	\$ 165,527	\$ 201
Mutual Fund	<u>40,268</u>	<u>38,890</u>	<u>(1,378)</u>
Totals	<u><u>\$ 205,594</u></u>	<u><u>\$ 204,417</u></u>	<u><u>\$ (1,177)</u></u>

At December 31, 2014, the aggregate market value of investments was lower than their aggregate cost by \$1,177. The Statement of Activities provides for a decrease in 2014 in unrestricted net assets for an unrealized loss on investments of \$1,177.

The following schedule summarizes the 2014 investment return and its classification in the Statement of Activities:

Interest and Dividend Income	\$ 2,991
Unrealized Loss	<u>(1,177)</u>
Total Investment Return	<u><u>\$ 1,814</u></u>

5. Program Services – Specific Assistance to Individuals

During 2015 and 2014, The Marty Lyons Foundation, Inc. fulfilled wishes to approximately 90 and 80 children, respectively, between three (3) and seventeen (17) years of age inclusive who have been diagnosed as having a terminal or life threatening illness. The special wishes included meeting a celebrity, educational and entertainment items, shopping sprees, special gifts and trips to recreational sites and specific points of interests. The child's family is provided with airline tickets, hotel accommodations and a travel expense allowance on trips outside of the area in which they reside. Applications are accepted for any child between the ages of three (3) and seventeen (17) inclusive who has been diagnosed as having a terminal or life threatening illness by their attending physician and confirmed by the Corporation's medical advisors shall be eligible. The child must reside or be receiving medical treatment within the geographic locations of the Corporation's principal office or chapters. The applicant who meets these requirements will be eligible for a special wish from the Corporation. Reports on these wishes are made quarterly to the Board of Directors. Included in 2015 and 2014 Specific Assistance to Individuals is \$1,325 and \$3,393, respectively, of in-kind donations in which the Corporation received donated items or services by various vendors. Accordingly, \$1,325 and \$3,393 of unrestricted donations and \$1,325 and \$3,393 of Specific Assistance to Individuals have been provided for in the 2015 and 2014 Statements of Activities.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

6. Unrestricted Contributions

All contributions received by The Marty Lyons Foundation, Inc. have been recorded as unrestricted contributions. There were no donor stipulations that limit the use of the donated assets.

7. Special Fund Raising Events and Activities

During 2015 and 2014, The Marty Lyons Foundation, Inc. had various fund raising events. The net proceeds from these events are to be used in achieving The Marty Lyons Foundation, Inc.'s commitment to its present and future recipients.

The major fund raising events in 2015 were as follows:

<u>Fund Raising Event</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
Celebrity Golf Classic	\$ 330,224	\$ 154,042	\$ 176,182
NYC Bike Tour	84,498	9,930	74,568
Long Island Golf Outing	54,365	28,923	25,442
Metro Cigar Night	36,705	13,583	23,122
Suffolk Fishing	20,230	2,043	18,187
John Brogle Golf Outing	29,495	11,680	17,815
Nassau Bowling for Wishes	20,121	5,474	14,647
Long Island Marty Gras	20,885	14,695	6,190
Suffolk Bowling for Wishes	9,055	4,585	4,470
Georgia Golf Classic	8,385	15,816	(7,431)
Total	<u>\$ 613,963</u>	<u>\$ 260,771</u>	<u>\$ 353,192</u>

The major fund raising events in 2014 were as follows:

<u>Fund Raising Event</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
Celebrity Golf Classic	\$ 264,164	\$ 153,736	\$ 110,428
NYC Bike Tour	51,062	-	51,062
2015 Super Bowl Raffle	46,983	15,810	31,173
Long Island Golf Outing	50,415	24,360	26,055
Metro Cigar Night	37,550	13,655	23,895
John Brogle Golf Outing	31,052	7,549	23,503
Suffolk Fishing	17,492	120	17,372
Nassau Bowling for Wishes	16,440	3,835	12,605
Long Island Marty Gras	18,165	8,658	9,507
Georgia Golf Classic	13,095	6,331	6,764
Suffolk Bowling for Wishes	7,230	4,094	3,136
Total	<u>\$ 553,648</u>	<u>\$ 238,148</u>	<u>\$ 315,500</u>

Included in the 2015 Super Bowl Raffle is \$7,500 in Revenue and \$7,500 in Expenses that relates to the donated value of the Super Bowl ticket which was donated to the Corporation.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

8. Rent Expense

The Marty Lyons Foundation, Inc. is currently leasing office space pursuant to a lease dated August 2013 that expires August 2017. The lease requires payment of escalation rentals for certain operating expenses and real estate taxes. Minimum future rental payments under this lease are summarized as follows:

<u>Year Ending December 31,</u>	
2016	\$ 30,601
2017	<u>20,208</u>
Total	<u>\$ 50,809</u>

Rent expense (including charges for operating expenses and taxes) is recognized using the straight-line method over the term of the lease.

9. Non-Cash Contributions

Included in unrestricted contributions is \$1,325 received in 2015 and is \$26,993 received in 2014 of non-cash contributions. During 2014 the Corporation received a marketing video from a donor valued at \$15,000.

10. Employee Leasing Agreement

Effective January 1, 2013, the Corporation engaged the services of an employee leasing company. The initial term of the agreement is for one year. The agreement automatically renews each year for one year. Therefore, for 2015 and 2014 the payroll, payroll taxes, employee fringe benefits, pension plan contribution and payroll processing expenses are actually employee leasing expenses. The amounts are shown separately in the Statement of Activities for comparative purposes with 2014 expenses.

11. Investment Risk and Uncertainties

The Corporation, at times, had cash deposits with Bank of America in excess of the \$250,000 FDIC insurance coverage.

The Securities Investor Protection Corporation (SIPC) provides up to \$500,000 of insurance coverage for the Corporation's securities with Morgan Stanley (including a \$250,000 limit for cash).

The Corporation invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the Corporation's statement of financial position.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

12. Contributed Services

The Corporation generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Corporation. The value of this contributed time and expense is not reflected in the accompanying financial statements because it does not meet the recognition criteria and cannot be objectively measured or valued.

13. Fair Value of Financial Instruments

The carrying amounts of cash and cash equivalents approximate fair value because of the short-term maturity of those financial instruments.

The fair values of the Corporation's financial instruments at December 31, 2015 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Financial Assets		
Cash and Cash Equivalents	\$ 96,308	\$ 96,308
Certificates of Deposit	135,282	135,282
Mutual Fund	37,284	37,284

The fair values of the Corporation's financial instruments at December 31, 2014 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Financial Assets		
Cash and Cash Equivalents	\$ 305,451	\$ 305,451
Certificates of Deposit	165,527	165,527
Mutual Fund	38,890	38,890

Investments measured and reported at fair value are classified and disclosed in one of the following categories based on inputs:

Level I - Pricing inputs are quoted prices available in active markets for identical investments as of the reporting date. The types of investments which would generally be included in Level I include listed equity securities. The Corporation, to the extent that it holds such investments, adjusts the quoted price for these investments.

Level II - Pricing inputs are observable for the investments, either directly or indirectly, as of the reporting date, but are not the same as those used in Level I. Fair value is determined through the use of models or other valuation methodologies. The types of investments which would generally be included in this category include publicly traded securities with restrictions on disposition.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

Level III - Pricing inputs are unobservable for the investment and include situations where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant judgment or estimation. The types of investments which would generally be included in this category include debt and equity securities issued by private entities.

The following table summarizes the fair value of the corporation's investments fall as of December 31, 2015:

	<u>Total</u>	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>
Certificates of Deposit	\$ 135,282	\$ 135,282	\$ -	\$ -
Mutual Fund	37,284	37,284	-	-
Total Investments	<u>\$ 172,566</u>	<u>\$ 172,566</u>	<u>\$ -</u>	<u>\$ -</u>

The following table summarizes the fair value of the Corporation's investments fall as of December 31, 2014:

	<u>Total</u>	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>
Certificates of Deposit	\$ 165,527	\$ 165,527	\$ -	\$ -
Mutual Fund	38,890	38,890	-	-
Total Investments	<u>\$ 204,417</u>	<u>\$ 204,417</u>	<u>\$ -</u>	<u>\$ -</u>

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2015 and 2014.

Certificates of Deposit: Valued at cash value which approximates fair value.

Mutual Fund: Valued at the closing price reported in the active market in which the mutual funds are traded.

14. Tax Status

The Corporation is a qualified not-for-profit organization exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state and local taxes under comparable laws. Accordingly, it is not subject to income taxes except to the extent it has taxable income from activities that are not related to its exempt purpose. The Corporation recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. No provision for income taxes was required for the years 2015 and 2014.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Notes to Financial Statements
December 31, 2015 and 2014

15. Subsequent Events

The Corporation evaluates events and transactions that occur subsequent to the balance sheet date but prior to the issuance date of the financial statements to determine the necessity for recognitions and/or reporting of any of these events and transactions in the financial statements. As of July 14, 2016, there are no subsequent events to be recognized or reported.

The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)

Schedule I
Celebrity Golf Classic
Revenue and Expenses

For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Total Revenue	<u>\$ 330,224</u>	<u>\$ 264,164</u>
Expenses		
Golf Course Fee and Food	107,443	97,436
Awards	29,090	45,136
Auction Expenses and Sales Tax	11,020	8,464
Printing and Supplies	6,489	2,700
Total Expenses	<u>154,042</u>	<u>153,736</u>
Excess of Revenue over Expenses	<u>\$ 176,182</u>	<u>\$ 110,428</u>

