

**The Marty Lyons
Foundation, Inc.**

(A Not-For-Profit Corporation)

**Financial Statements
December 31, 2018 and 2017**

The Marty Lyons Foundation, Inc.

(A Not-For-Profit Corporation)

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To the Board of Directors
The Marty Lyons Foundation, Inc.

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, 2018 and 2017, 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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, 2018 and 2017, 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
October 14, 2019

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

Statements of Financial Position
December 31, 2018 and 2017

	2018	2017
Assets		
Current Assets:		
Cash and Cash Equivalents	\$ 328,904	\$ 292,679
Receivables - Fundraising	-	1,275
Prepaid Expenses	19,750	25,000
Total Current Assets	348,654	318,954
Other Assets:		
Long-Term Investments (at Fair Value)	316,464	95,685
Security Deposit - Office Lease	2,000	2,000
Total Other Assets	318,464	97,685
Total Assets	\$ 667,118	\$ 416,639
Liabilities and Net Assets		
Current Liabilities:		
Accounts Payable	\$ 40,067	\$ 18,894
Deferred Revenue - Deposits - Fundraising Events	-	18,130
Total Current Liabilities	40,067	37,024
Net Assets - Unrestricted	627,051	379,615
Total Liabilities and Net Assets	\$ 667,118	\$ 416,639

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, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Support, Revenues and Gain (Loss) Gain		
Donation Income	\$ 596,594	\$ 518,829
Fund Raising Events (Net of Expenses of \$249,591 and \$251,312, respectively)	448,475	440,804
Dividend and Interest Income	3,599	2,545
Net Realized and Unrealized (Loss) Gain on Investments	<u>(10,506)</u>	<u>463</u>
Total Revenues and Support	<u>1,038,162</u>	<u>962,641</u>
Expenses		
Program Services	714,978	760,849
Fund Raising Expenses	42,527	51,584
Management and General Expenses	<u>33,221</u>	<u>28,677</u>
Total Expenses	<u>790,726</u>	<u>841,110</u>
Increase in Net Assets without Donor Restrictions	247,436	121,531
Net Assets		
Net Assets without Donor Restrictions - January 1	<u>379,615</u>	<u>258,084</u>
Net Assets without Donor Restrictions - December 31	<u>\$ 627,051</u>	<u>\$ 379,615</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)

Statement of Functional Expenses
For the Year Ended December 31, 2018

<u>2018</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>Total</u>
Specific Assistance to Individuals	\$ 411,326	\$ -	\$ -	\$ 411,326
Leased Employee Payroll and Payroll Taxes	204,061	-	-	204,061
Public Relations and Fund Raising	-	-	42,527	42,527
Rent Expense	24,668	8,223	-	32,891
Leased Employee Fringe Benefits	20,059	-	-	20,059
Telephone	10,250	1,139	-	11,389
Supplies	9,488	1,674	-	11,162
Professional Fees	-	10,920	-	10,920
Bank Charges and Miscellaneous	-	7,346	-	7,346
Postage and Delivery	6,186	687	-	6,873
Seminar Fees, Administrative and Office Expenses	6,424	-	-	6,424
Insurance	5,968	-	-	5,968
Professional Dues, Registrations and Licenses	5,262	-	-	5,262
Computer Costs	2,493	2,492	-	4,985
Leased Employee Payroll Processing	4,525	-	-	4,525
Pension Plan Contribution - Leased Employees	4,268	-	-	4,268
Chapter and Board Meeting Expenses	-	740	-	740
Totals	<u>\$ 714,978</u>	<u>\$ 33,221</u>	<u>\$ 42,527</u>	<u>\$ 790,726</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)

Statement of Functional Expenses
For the Year Ended December 31, 2017

2017	Program Services	Management and General	Fund Raising	Total
Specific Assistance to Individuals	\$ 475,725	\$ -	\$ -	\$ 475,725
Leased Employee Payroll and Payroll Taxes	190,320	-	-	190,320
Rent Expense	24,115	8,038	-	32,153
Public Relations and Fund Raising	-	-	26,634	26,634
35th Anniversary Video	-	-	24,950	24,950
Insurance	14,090	-	-	14,090
Telephone	11,346	1,261	-	12,607
Supplies	10,806	1,730	-	12,536
Leased Employee Fringe Benefits	11,610	-	-	11,610
Professional Fees	-	7,500	-	7,500
Bank Charges and Miscellaneous	-	6,277	-	6,277
Seminar Fees, Administrative and Office Expenses	5,908	-	-	5,908
Computer Costs	2,695	2,695	-	5,390
Postage and Delivery	4,755	528	-	5,283
Pension Plan Contribution - Leased Employees	4,042	-	-	4,042
Leased Employee Payroll Processing	3,900	-	-	3,900
Professional Dues, Registrations and Licenses	1,537	-	-	1,537
Chapter and Board Meeting Expenses	-	648	-	648
Totals	\$ 760,849	\$ 28,677	\$ 51,584	\$ 841,110

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, 2018 and 2017

	2018	2017
Cash Flows from Operating Activities		
Increase in Net Assets (Unrestricted)	\$ 247,436	\$ 121,531
<i>Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities -</i>		
Net Unrealized and Realized Loss (Gain) on Investments	10,506	(463)
Decrease (Increase) in Receivables-Fundraising Events	1,275	(875)
Decrease (Increase) in Prepaid Expenses	5,250	(10,500)
Increase (Decrease) in Accounts Payable	21,173	(7,824)
(Decrease) Increase in Deferred Income - Fundraising Events	(18,130)	18,130
Donation of Marketable Securities	(217,779)	-
Total Adjustments	(197,705)	(1,532)
Net Cash Provided by Operating Activities	49,731	119,999
Cash Flows from Investing Activities		
Purchase of Investments	(65,257)	(101,807)
Sales of Investments	51,751	125,000
Net Cash (Used) in/Provided by Investing Activities	(13,506)	23,193
Net Increase in Cash and Cash Equivalents	36,225	143,192
Cash and Cash Equivalents		
Beginning of Year	292,679	149,487
End of Year	\$ 328,904	\$ 292,679
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, 2018 and 2017

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 Corporation 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 Corporation 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 Corporation 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.
- Revenue is recognized when earned. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.
- On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Marty Lyons Foundation, Inc. has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

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Notes to Financial Statements December 31, 2018 and 2017

- The carrying amounts of cash, receivables, accounts payable and accrued expenses approximate fair value because of the short-term nature of the items.
- 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.
- Investments in marketable securities with readily determinable fair values and all investments in certificates of deposit are reported at their fair values in the Statements of Financial Position. Investment income is reported as increases in unrestricted net assets in the reporting period in which the income is received.
- Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:
 - *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
 - *Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restriction are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

The Marty Lyons Foundation, Inc.

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Notes to Financial Statements December 31, 2018 and 2017

3. Liquidity and Availability of Financial Assets

The following represents The Marty Lyons Foundation, Inc's financial assets at December 31:

	<u>2018</u>	<u>2017</u>
Financial assets at year end:		
Cash and Cash Equivalents	\$ 328,904	\$ 292,679
Receivables - Fundraising	-	1,275
Long-Term Investments (at Fair Value)	<u>316,464</u>	<u>95,685</u>
Total Financial Assets	645,368	389,639
Less amount not available to be used within one year:		
Net assets with donor restrictions	-	-
Less net assets with purpose restrictions to be met in less than a year	<u>-</u>	<u>-</u>
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 645,368</u>	<u>\$ 389,639</u>

4. Cash and Cash Equivalents

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

	<u>2018</u>	<u>2017</u>
Cash - Money Market	\$ 225,113	\$ 218,155
Cash - Broker	64,943	43,145
Cash - Checking	<u>38,848</u>	<u>31,379</u>
Totals	<u>\$ 328,904</u>	<u>\$ 292,679</u>

5. Investments

Investments at December 31, 2018 consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Loss</u>
Marketable Securities	\$ 264,607	\$ 252,809	\$ (11,798)
Certificates of Deposit	<u>63,655</u>	<u>63,655</u>	-
Totals	<u>\$ 328,262</u>	<u>\$ 316,464</u>	<u>\$ (11,798)</u>

At December 31, 2018, the aggregate market value of investments was lower than their aggregate cost by (\$11,798). The Statement of Activities from 2018 provides for a decrease in unrestricted net assets for an unrealized loss on investments of (\$11,798).

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Notes to Financial Statements
December 31, 2018 and 2017

The following schedule summarizes the 2018 investment return and its classification in the Statement of Activities:

Dividend and Interest Income	\$ 3,599
Net Unrealized and Realized Loss	<u>(10,506)</u>
Total Investment Return	<u>\$ (6,907)</u>

Investments at December 31, 2017 consist of the following:

	Cost	Fair Value	Unrealized Loss
Certificates of Deposit	\$ 50,259	\$ 50,259	\$ -
Marketable Securities	<u>44,963</u>	<u>45,426</u>	<u>463</u>
Totals	<u>\$ 95,222</u>	<u>\$ 95,685</u>	<u>\$ 463</u>

At December 31, 2017, the aggregate market value of investments was higher than their aggregate cost by \$463. The Statement of Activities provides for an increase in 2017 in unrestricted net assets for an unrealized gain on investments of \$463.

The following schedule summarizes the 2017 investment return and its classification in the Statement of Activities:

Dividend and Interest Income	\$ 2,545
Net Unrealized Gain	<u>463</u>
Total Investment Return	<u>\$ 3,008</u>

6. Program Services – Specific Assistance to Individuals

During 2018 and 2017, the Corporation fulfilled wishes to approximately 70 and 90 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.

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Notes to Financial Statements
December 31, 2018 and 2017

7. Donation Income

All donations received by the Corporation are unrestricted contributions. There were no donor stipulations that limit the use of the donated assets. During 2018, the Corporation received a specific bequest of \$249,557 as follows:

Marketable Securities	\$ 217,779
Cash	<u>31,778</u>
Total	<u><u>\$ 249,557</u></u>

The marketable securities were recorded as donation income and valued at fair value on the date the marketable securities were received from the donor's estate.

During 2017, the Corporation received a donated 35th Anniversary Video valued at \$24,950. Therefore, both donation income and the corresponding related expense of the donated video have been increased by \$24,950 to reflect the benefit received and related costs incurred.

8. Special Fund Raising Events and Activities

During 2018 and 2017, the Corporation had various fund raising events. The net proceeds from these events are to be used in achieving the Corporation's commitment to its present and future recipients.

The major fund raising events in 2018 were as follows:

<u>Fund Raising Event</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
Celebrity Golf Classic	\$ 338,539	\$ 149,603	\$ 188,936
Five Boro Bike Tour	147,803	24,940	122,863
2018 Flag Football	39,822	2,489	37,333
Florida Golf Outing	30,173	6,926	23,247
Long Island Golf Outing	47,678	25,388	22,290
2018 Super Bowl Raffle	21,140	5,420	15,720
2018 Walkathon	15,133	3,000	12,133
Nassau Bowling for Wishes	16,437	7,881	8,556
Georgia Golf Classic	16,744	8,746	7,998
Marty Gras Dinner Dance	18,210	11,462	6,748
Suffolk Bowling for Wishes	6,387	3,736	2,651
Totals	<u><u>\$ 698,066</u></u>	<u><u>\$ 249,591</u></u>	<u><u>\$ 448,475</u></u>

The Marty Lyons Foundation, Inc.

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Notes to Financial Statements December 31, 2018 and 2017

The major fund raising events in 2017 were as follows:

<u>Fund Raising Event</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
Celebrity Golf Classic	\$ 331,035	\$ 127,974	\$ 203,061
Five Boro Bike Tour	148,854	22,411	126,443
John Brogle Golf Outing	46,232	9,432	36,800
Long Island Golf Outing	51,493	25,897	25,596
Stony Brook Fluke Tournament	19,169	489	18,680
Georgia Golf Classic	19,140	4,356	14,784
Nassau Bowling for Wishes	18,271	4,692	13,579
Marty Gras Dinner Dance	28,062	16,579	11,483
Suffolk Bowling for Wishes	9,860	3,482	6,378
Barclays Golf Sponsorship	20,000	36,000	(16,000)
Totals	<u>\$ 692,116</u>	<u>\$ 251,312</u>	<u>\$ 440,804</u>

9. Rent Expense

Rent expense for the years 2018 and 2017 is \$32,891 and \$32,153, respectively.

The Corporation is currently leasing office space pursuant to a lease dated August 2013 that was renewed for one year for September 1, 2018 through August 31, 2019 payable at \$2,750 per month. 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:

Year Ending December 31,

2019	<u>\$ 22,000</u>
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As of the date of the financial statements the office lease has not been renewed for the period beyond August 31, 2018.

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

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 2018 and 2017 the payroll, payroll taxes, employee fringe benefits, pension plan contribution and payroll processing expenses are actually employee leasing expenses. These amounts are shown separately in the Statements of Functional Expenses for comparative purposes.

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Notes to Financial Statements
December 31, 2018 and 2017

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.

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, 2018 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Financial Assets		
Cash and Cash Equivalents	\$ 328,904	\$ 328,904
Certificates of Deposit	63,655	63,655
Mutual Funds	49,404	49,404
Equity Securities	133,929	133,929
Corporate Fixed Income	30,698	30,698
Government Securities	38,778	38,778

The fair values of the Corporation's financial instruments at December 31, 2017 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Financial Assets		
Cash and Cash Equivalents	\$ 292,679	\$ 292,679
Certificates of Deposit	50,259	50,259
Mutual Fund	45,426	45,426

The Marty Lyons Foundation, Inc.
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Notes to Financial Statements
December 31, 2018 and 2017

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.
- 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 as of December 31, 2018:

	<u>Total</u>	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>
Certificates of Deposit	\$ 63,655	\$ 63,655	\$ -	\$ -
Mutual Funds	49,404	49,404	-	-
Equity Securities	133,929	133,929	-	-
Corporate Fixed Income	30,698	30,698	-	-
Government Securities	38,778	38,778	-	-
Total Investments	<u>\$ 316,464</u>	<u>\$ 316,464</u>	<u>\$ -</u>	<u>\$ -</u>

The following table summarizes the fair value of the Corporation's investments as of December 31, 2017:

	<u>Total</u>	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>
Certificates of Deposit	\$ 50,259	\$ 50,259	\$ -	\$ -
Mutual Fund	45,426	45,426	-	-
Total Investments	<u>\$ 95,685</u>	<u>\$ 95,685</u>	<u>\$ -</u>	<u>\$ -</u>

The Marty Lyons Foundation, Inc.
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Notes to Financial Statements
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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, 2018 and 2017.

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

Marketable Securities: Valued at the closing price reported in the active market in which the marketable securities 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 2018 and 2017. The Corporation's tax returns for all years since 2015 remain open to examination by the respective taxing authorities. There are currently no tax examinations in progress.

15. Subsequent Events

The Corporation evaluates events and transactions that occur subsequent to the Statements of Financial Position 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 October 14, 2019, there are no subsequent events to be recognized or reported.

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

Schedule 1
Celebrity Golf Classic
Revenue and Expenses

For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Total Revenue	<u>\$ 338,539</u>	<u>\$ 331,035</u>
Expenses		
Golf Course Fee and Food	115,221	112,000
Awards	23,515	8,814
Auction Expenses	5,560	5,089
Printing and Supplies	<u>5,307</u>	<u>2,071</u>
Total Expenses	<u>149,603</u>	<u>127,974</u>
Excess of Revenue over Expenses	<u>\$ 188,936</u>	<u>\$ 203,061</u>