

**The Marty Lyons
Foundation, Inc.**

(A Not-For-Profit Corporation)

**Financial Statements
December 31, 2012 and 2011**

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

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December 31, 2012 and 2011

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BASS & LEMER LLP
CERTIFIED PUBLIC ACCOUNTANTS

836 HEMPSTEAD AVE.
WEST HEMPSTEAD, N.Y. 11552
(516) 485-9600
FAX: (516) 485-9603

1501 BROADWAY
NEW YORK, N.Y. 10036
(212) 944-1500

SHELBY S. GOLDGRAB, C.P.A., C.M.A.
GARY S. ADLER, C.P.A.

To the Board of Directors
The Marty Lyons Foundation, Inc.
(A Not-For-Profit Corporation)
326 West 48th Street
New York, NY 10036

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, 2012 and 2011, 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 audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

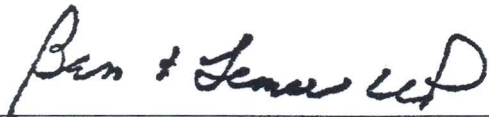
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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, 2012 and 2011, 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
May 22, 2013

The Marty Lyons Foundation, Inc.

(A Not-For-Profit Corporation)

Statements of Financial Position December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Current Assets:		
Cash and Cash Equivalents	\$ 391,313	\$ 445,075
Receivables-Fundraising Events	4,650	-
Receivable from Officer	22,168	1,200
Prepaid Expenses	10,000	-
Total Current Assets	<u>428,131</u>	<u>446,275</u>
Furniture, Equipment and Software Development Costs:		
Furniture, Equipment and Software Development Costs (Net of Depreciation)	2,196	4,696
Other Assets:		
Long-Term Investments (at Market Value)	<u>174,981</u>	<u>146,307</u>
Total Assets	<u><u>\$ 605,308</u></u>	<u><u>\$ 597,278</u></u>
Liabilities and Net Assets		
Current Liabilities:		
Accounts Payable	\$ 32,617	\$ 21,277
Net Assets - Unrestricted	<u>572,691</u>	<u>576,001</u>
Total Liabilities and Net Assets	<u><u>\$ 605,308</u></u>	<u><u>\$ 597,278</u></u>

The accompanying summary significant of 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, 2012 and 2011

	2012	2011
Revenues and Other Support		
Celebrity Golf Classic	\$ 386,280	\$ 278,504
Unrestricted Contributions and Grants	346,172	300,507
Fund Raising Events	188,763	271,146
Interest and Dividend Income on Investments	2,559	2,461
Unrealized Gain on Investments	2,257	18
Total Revenues and Support	926,031	852,636
Expenses		
Fund Raising Events Expenses	274,290	267,342
Specific Assistance to Individuals	223,609	201,574
Payroll and Payroll Taxes	181,266	146,319
Public Relations and Fund Raising	73,550	35,522
Employee Fringe Benefits	32,899	27,056
Supplies	26,456	23,549
Professional Fees	25,794	7,500
Seminar Fees, Administrative and Office Expenses	15,885	2,961
Insurance	12,177	14,878
Rent Expense	12,000	12,000
Telephone	11,910	10,861
Computer Costs	11,694	6,094
Professional Dues, Registrations and Licenses	7,864	3,315
Postage and Delivery	7,368	3,500
Chapter and Board Meeting Expenses	3,183	3,904
Pension Plan Contribution	2,951	2,900
Payroll Processing	2,530	2,478
Depreciation	2,500	2,500
Bank Charges and Miscellaneous	1,415	3,675
Total Expenses	929,341	777,928
(Decrease) Increase in Net Assets (Unrestricted)	(3,310)	74,708
Net Assets (Unrestricted)		
Beginning of Year	576,001	501,293
End of Year	\$ 572,691	\$ 576,001

The accompanying summary significant of 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 Functional Expenses
For the Years Ended December 31, 2012 and 2011

<u>2012</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>Total</u>
Fund Raising Events Expenses	\$ -	\$ -	\$ 274,290	\$ 274,290
Specific Assistance to Individuals	223,609	-	-	223,609
Payroll and Payroll Taxes	181,266	-	-	181,266
Public Relations and Fund Raising	-	-	73,550	73,550
Employee Fringe Benefits	32,899	-	-	32,899
Supplies	23,166	3,290	-	26,456
Professional Fees	-	25,794	-	25,794
Seminar Fees, Administrative and Office Expenses	15,885	-	-	15,885
Insurance	12,177	-	-	12,177
Rent Expense	9,000	3,000	-	12,000
Telephone	10,719	1,191	-	11,910
Computer Costs	5,847	5,847	-	11,694
Professional Dues, Registrations and Licenses	7,078	786	-	7,864
Postage and Delivery	6,631	737	-	7,368
Chapter and Board Meeting Expenses	2,865	318	-	3,183
Pension Plan Contribution	2,951	-	-	2,951
Payroll Processing	2,530	-	-	2,530
Depreciation	-	2,500	-	2,500
Bank Charges and Miscellaneous	-	1,415	-	1,415
Total	<u>\$ 536,623</u>	<u>\$ 44,878</u>	<u>\$ 347,840</u>	<u>\$ 929,341</u>

The accompanying summary significant of 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 Functional Expenses
For the Years Ended December 31, 2012 and 2011

2011	Program Services	Management and General	Fund Raising	Total
Fund Raising Events Expenses	\$ -	\$ -	\$ 267,342	\$ 267,342
Specific Assistance to Individuals	201,574	-	-	201,574
Payroll and Payroll Taxes	146,319	-	-	146,319
Public Relations and Fund Raising	-	-	35,522	35,522
Employee Fringe Benefits	27,056	-	-	27,056
Supplies	21,194	2,355	-	23,549
Insurance	14,878	-	-	14,878
Rent Expense	9,000	3,000	-	12,000
Telephone	9,775	1,086	-	10,861
Professional Fees	-	7,500	-	7,500
Computer Costs	3,047	3,047	-	6,094
Chapter and Board Meeting Expenses	3,514	390	-	3,904
Bank Charges and Miscellaneous	-	3,675	-	3,675
Postage and Delivery	3,150	350	-	3,500
Professional Dues, Registrations and Licenses	2,983	332	-	3,315
Seminar Fees, Administrative and Office Expenses	-	2,961	-	2,961
Pension Plan Contribution	2,900	-	-	2,900
Depreciation	-	2,500	-	2,500
Payroll Processing	2,478	-	-	2,478
Total	<u>\$ 447,868</u>	<u>\$ 27,196</u>	<u>\$ 302,864</u>	<u>\$ 777,928</u>

The accompanying summary of accounting principles, 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, 2012 and 2011

	2012	2011
Cash Flows from Operating Activities		
(Decrease) Increase in Net Assets	\$ (3,310)	\$ 74,708
<i>Adjustments to Reconcile (Decrease) Increase in Net Assets to Net Cash (Used) in/Provided by Operating Activities -</i>		
	2,500	2,500
Unrealized Gain on Investments	(2,257)	(18)
(Increase) Decrease in Receivable from Officer	(20,968)	1,200
(Increase) Decrease in Receivables-Fundraising Events	(4,650)	555
(Increase) Decrease in Prepaid Expenses	(10,000)	10,000
Increase in Accounts Payable	11,340	14,180
Total Adjustments	(24,035)	28,417
Net Cash (Used) in/Provided by Operating Activities	(27,345)	103,125
Cash Flows from Investing Activities		
Purchase of Investments	(111,417)	(86,063)
Sales of Investments	85,000	60,000
Net Cash (Used) in Investing Activities	(26,417)	(26,063)
Net (Decrease) Increase in Cash and Cash Equivalents	(53,762)	77,062
Cash and Cash Equivalents		
Beginning of Year	445,075	368,013
End of Year	\$ 391,313	\$ 445,075
Supplementary Information		
Interest Paid on a Cash Basis	\$ -	\$ -
Income Taxes Paid on a Cash Basis	\$ -	\$ -

The accompanying summary significant of 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, 2012 and 2011

1. Operations

The Marty Lyons Foundation, Inc. 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 is 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, Pennsylvania, 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 financial statements require 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.
- Property and equipment are stated at cost less accumulated depreciation computed on the straight-line method. Property and equipment are depreciated over their estimated useful lives.
- 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.
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Notes to Financial Statements
December 31, 2012 and 2011

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.
- The corporation considers all highly liquid investments with maturities of three months or less, when purchased, to be cash equivalents.
- 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.
- 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. The unlimited FDIC insurance for non-interest bearing accounts expired at December 31, 2012. At times, such cash deposits may exceed the FDIC coverage.

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

Notes to Financial Statements
December 31, 2012 and 2011

3. Cash and Cash Equivalents

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

	2012	2011
Cash - Money Market	\$ 301,884	\$ 365,300
Cash - Checking	38,828	29,900
Cash - Broker	50,601	49,875
Total	\$ 391,313	\$ 445,075

4. Receivable from Officer

During 2012 and 2011, the corporation advanced funds to an officer of the corporation. All funds have been repaid to the corporation subsequent to the December 31, 2012 year end and prior to the issuance date of the financial statements. No interest was charged on the advances to the officer.

5. Investments

Investments at December 31, 2012 consist of the following:

	Cost	Market Value	Unrealized Gain
Certificates of Deposit	\$ 140,185	\$ 140,185	\$ -
Mutual Fund	32,539	34,796	2,257
Total	\$ 172,724	\$ 174,981	\$ 2,257

At December 31, 2012, the aggregate market value of investments was greater than their aggregate cost by \$2,257. The Statement of Activities provides for an increase in 2012 in unrestricted net assets for an unrealized gain on investments of \$2,257.

The following schedule summarizes the 2012 investment return and its classification in the Statement of Activities:

Interest and Dividend Income	\$ 2,559
Unrealized Gains	2,257
Total Investment Return	\$ 4,816

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

Notes to Financial Statements
December 31, 2012 and 2011

Investments at December 31, 2011 consist of the following:

	Cost	Market Value	Unrealized Gain
Certificates of Deposit	\$ 115,440	\$ 115,440	\$ -
Mutual Fund	30,849	30,867	18
Total	\$ 146,289	\$ 146,307	\$ 18

At December 31, 2011, the aggregate market value of investments was greater than their aggregate cost by \$18. The Statement of Activities provides for an increase in 2011 in unrestricted net assets for an unrealized gain on investments of \$18.

The following schedule summarizes the 2011 investment return and its classification in the Statement of Activities:

Interest and Dividend Income	\$ 2,461
Unrealized Gains	18
Total Investment Return	\$ 2,479

6. Program Services

During 2012 and 2011, The Marty Lyons Foundation, Inc. fulfilled wishes to approximately 67 and 85 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.

7. 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.

The Marty Lyons Foundation, Inc.

(A Not-For-Profit Corporation)

Notes to Financial Statements December 31, 2012 and 2011

8. Special Fund Raising Events and Activities

During 2012 and 2011, 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 2012 were as follows:

<u>Fund Raising Event</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
Celebrity Golf Classic	\$ 386,280	\$ 174,094	\$ 212,186
John Brogle Golf Outing	34,615	11,232	23,383
Metro Cigar Night	46,400	20,488	25,912
Long Island Golf Outing	32,625	16,012	16,613
Nassau Bowling for Wishes	23,909	6,665	17,244
Norwalk Golf Classic	39,065	41,376	(2,311)
Suffolk Bowling for Wishes	7,449	2,578	4,871
New England Bowling for Wishes	4,700	1,845	2,855
Total	<u>\$ 575,043</u>	<u>\$ 274,290</u>	<u>\$ 300,753</u>

The major fund raising events in 2011 were as follows:

<u>Fund Raising Event</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
Celebrity Golf Classic	\$ 278,504	\$ 118,485	\$ 160,019
John Brogle Golf Outing	36,368	10,129	26,239
Metro Cigar Night	40,475	17,204	23,271
Big Apple Golf Classic	45,375	34,460	10,915
Long Island Golf Outing	50,777	29,024	21,753
Nassau Bowling for Wishes	16,720	6,380	10,340
NJ Cigar Night	19,840	6,196	13,644
Norwalk Golf Classic	44,475	37,304	7,171
Suffolk Bowling for Wishes	11,381	3,440	7,941
New England Bowling for Wishes	5,735	4,720	1,015
Total	<u>\$ 549,650</u>	<u>\$ 267,342</u>	<u>\$ 282,308</u>

9. Rent Expense

The Marty Lyons Foundation, Inc. is currently leasing office space on a month-to-month basis at \$1,000 per month. During the years ended December 31, 2012 and 2011, the Foundation received 12 months free rent from the landlord. Accordingly, \$12,000 of unrestricted donations and \$12,000 of rent expense have been provided for each year in the accompanying Statements of Activities.

The Marty Lyons Foundation, Inc.
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Notes to Financial Statements
December 31, 2012 and 2011

10. Non-Cash Contributions

Included in unrestricted contributions is \$22,000 received in 2012 and \$12,000 received in 2011 of non-cash contributions. During 2012 the corporation received a 30th Anniversary video from a donor valued at \$10,000.

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 Smith Barney (\$100,000 cash; \$400,000 securities).

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

No amounts have been reflected in the financial statements for donated 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 estimated fair values of the corporation's financial instruments at December 31, 2012 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Financial Assets		
Cash and Cash Equivalents	\$ 391,313	\$ 391,313
Certificates of Deposit	140,185	140,185
Mutual Fund	34,796	34,796

The Marty Lyons Foundation, Inc.
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Notes to Financial Statements
December 31, 2012 and 2011

The estimated fair values of the corporation's financial instruments at December 31, 2011 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Financial Assets		
Cash and Cash Equivalents	\$ 445,075	\$ 445,075
Certificates of Deposit	115,440	115,440
Mutual Fund	30,867	30,867

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 levels in the ASC 820 fair value hierarchy into which the corporation's investments fall as of December 31, 2012:

	<u>Total</u>	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>
Certificates of Deposit	\$ 140,185	\$ 140,185	\$ -	\$ -
Mutual Fund	34,796	34,796	-	-
Total Investments	<u>\$ 174,981</u>	<u>\$ 174,981</u>	<u>\$ -</u>	<u>\$ -</u>

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

Notes to Financial Statements
December 31, 2012 and 2011

The following table summarizes the levels in the ASC 820 fair value hierarchy into which the corporation's investments fall as of December 31, 2011:

	Total	Level I	Level II	Level III
Certificates of Deposit	\$ 115,440	\$ 115,440	\$ -	\$ -
Mutual Fund	30,867	30,867	-	-
Total Investments	\$ 146,307	\$ 146,307	\$ -	\$ -

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, 2012 and 2011.

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. 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 recognition and/or reporting of any of these events and transactions in the financial statements. As of May 22, 2013, there are no subsequent events to be recognized or reported that are not already previously disclosed.

15. 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 2012 and 2011.

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

Schedule I
Celebrity Golf Classic
Revenue and Expenses

For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Total Revenue	<u>\$ 386,280</u>	<u>\$ 278,504</u>
Expenses		
Golf Course Fee and Food	125,935	98,051
Awards	32,038	13,177
Auction Expenses	9,677	5,040
Printing and Supplies	<u>6,444</u>	<u>2,217</u>
Total Expenses	<u>174,094</u>	<u>118,485</u>
Excess of Revenue over Expenses	<u><u>\$ 212,186</u></u>	<u><u>\$ 160,019</u></u>