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Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation

or Section 4947(a)(1) Trust Treated as Private Foundation

▶ Do not enter social security numbers on this form as it may be made public.
▶ Information about Form 990-PF and its instructions is at *www.irs.gov/form990pf*.

OMB No 1545-0052

2015

Open to Public Inspection

For calendar year 2015, or tax year beginning 10-01-2015 , and ending 09-30-2016

Name of foundation
MOODY GARDENS INC

% JOHN PETERSON

Number and street (or P O box number if mail is not delivered to street address) ONE HOPE BOULEVARD | Room/suite

City or town, state or province, country, and ZIP or foreign postal code
GALVESTON, TX 77554

A Employer identification number
76-0288131

B Telephone number (see instructions)
(409) 744-4673

C If exemption application is pending, check here ▶ ☐

G Check all that apply ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change

D 1. Foreign organizations, check here ▶ ☐

2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

H Check type of organization ☑ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶$ 51,180,109

J Accounting method ☐ Cash ☑ Accrual ☐ Other (specify) ____
(Part I, column (d) must be on cash basis)

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

Part I Analysis of Revenue and Expenses *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))*

	Line	Description	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc , received (attach schedule)	0			
	2	Check ▶ ☐ if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	78,234	78,234	78,234	
	4	Dividends and interest from securities	39,181	39,181	39,181	
	5a	Gross rents				
	b	Net rental income or (loss) ____				
	6a	Net gain or (loss) from sale of assets not on line 10	32,489			
	b	Gross sales price for all assets on line 6a 311,963				
	7	Capital gain net income (from Part IV, line 2)		32,489		
	8	Net short-term capital gain				
	9	Income modifications				
	10a	Gross sales less returns and allowances 55,650,863				
	b	Less Cost of goods sold 4,985,952				
	c	Gross profit or (loss) (attach schedule)	50,664,911			
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	50,814,815	149,904	117,415	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	315,944		315,944	
	14	Other employee salaries and wages	10,243,181		10,243,181	
	15	Pension plans, employee benefits	255,067		255,067	
	16a	Legal fees (attach schedule)	47,186	0	47,186	0
	b	Accounting fees (attach schedule)	92,983	0	92,983	0
	c	Other professional fees (attach schedule)	15,101	11,779	3,322	
	17	Interest	151,199		151,199	
	18	Taxes (attach schedule) (see instructions)	1,407,719		1,407,719	
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)	37,565,436		37,565,436	
	24	**Total operating and administrative expenses.** Add lines 13 through 23	50,093,816	11,779	50,082,037	0
	25	Contributions, gifts, grants paid	16,999,414			16,999,414
	26	**Total expenses and disbursements.** Add lines 24 and 25	67,093,230	11,779	50,082,037	16,999,414
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-16,278,415			
	b	**Net investment income** (if negative, enter -0-)		138,125		
	c	**Adjusted net income** (if negative, enter -0-)				

Part II **Balance Sheets** Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)

			Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing	128,250	168,250	168,250
	2	Savings and temporary cash investments	26,753,727	26,309,526	26,309,526
	3	Accounts receivable ▶ 851,760			
		Less allowance for doubtful accounts ▶	530,241	851,760	851,760
	4	Pledges receivable ▶			
		Less allowance for doubtful accounts ▶			
	5	Grants receivable	33,352,182	15,302,957	15,302,957
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use	979,091	959,558	959,558
	9	Prepaid expenses and deferred charges	2,994,103	2,656,567	2,656,567
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)			
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)	1,493,595	1,627,341	1,627,341
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶)	3,583,210	3,304,150	3,304,150
	16	**Total assets**(to be completed by all filers—see the instructions Also, see page 1, item I)	69,814,399	51,180,109	51,180,109
Liabilities	17	Accounts payable and accrued expenses	6,080,137	3,823,201	
	18	Grants payable			
	19	Deferred revenue	3,156,843	2,994,360	
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)	12,095,918	12,095,918	
	22	Other liabilities (describe ▶)			
	23	**Total liabilities**(add lines 17 through 22)	21,332,898	18,913,479	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here** ▶ ☑ **and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted	11,686,762	13,381,581	
	25	Temporarily restricted	35,868,968	17,959,278	
	26	Permanently restricted	925,771	925,771	
		Foundations that do not follow SFAS 117, check here ▶ ☐ **and complete lines 27 through 31.**			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	**Total net assets or fund balances**(see instructions)	48,481,501	32,266,630	
	31	**Total liabilities and net assets/fund balances**(see instructions)	69,814,399	51,180,109	

Part III **Analysis of Changes in Net Assets or Fund Balances**

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	48,481,501
2	Enter amount from Part I, line 27a	2	-16,278,415
3	Other increases not included in line 2 (itemize) ▶	3	63,544
4	Add lines 1, 2, and 3	4	32,266,630
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	32,266,630

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1 a	JANET JORDAN FUND - SEE ATTACHEMNT 20			
b	RESERVE FUND - SEE ATTACHMENT 20			
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	251,245		214,256	36,989
b	60,718		65,218	-4,500
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(l) Gains (Col (h) gain minus col (k), but not less than -0-) **or** Losses (from col (h))
	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a				36,989
b				-4,500
c				
d				
e				

2	Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	32,489
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8		3	

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)
If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☑ No
If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2014	16,528,152	33,218,990	0 497551
2013	16,099,165	27,991,988	0 575135
2012	9,162,727	23,221,498	0 394579
2011	4,554,348	19,818,367	0 229804
2010	27,006,905	16,401,884	1 646573

2	**Total** of line 1, column (d).	2	3 343642
3	Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0 668728
4	Enter the net value of noncharitable-use assets for 2015 from Part X, line 5.	4	34,946,505
5	Multiply line 4 by line 3.	5	23,369,706
6	Enter 1% of net investment income (1% of Part I, line 27b).	6	1,381
7	Add lines 5 and 6.	7	23,371,087
8	Enter qualifying distributions from Part XII, line 4.	8	16,999,414

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter ___________ **(attach copy of letter if necessary–see instructions)**				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b			1	2,763
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)				
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			2	
3	Add lines 1 and 2			3	2,763
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-			5	2,763
6	Credits/Payments				
a	2015 estimated tax payments and 2014 overpayment credited to 2015	6a	2,610		
b	Exempt foreign organizations—tax withheld at source	6b			
c	Tax paid with application for extension of time to file (Form 8868)	6c	2,950		
d	Backup withholding erroneously withheld	6d			
7	Total credits and payments Add lines 6a through 6d			7	5,560
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached			8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	2,797
11	Enter the amount of line 10 to be **Credited to 2015 estimated tax** ▶ 2,797 **Refunded** ▶			11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		No
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for definition)?	1b		No
	*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		No
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ ________ **(2)** On foundation managers ▶ $ ________			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ________			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		No
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		No
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		No
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		No
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	Yes	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	Yes	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶TX			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? *If "No," attach explanation*	8b	Yes	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2015 or the taxable year beginning in 2015 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9	Yes	
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		No

Part VII-A Statements Regarding Activities *(continued)*

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions).	11		No
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	Yes	

Website address ▶WWW MOODYGARDENS COM

14 The books are in care of ▶JOHN PETERSON Telephone no ▶(409) 744-4673

Located at ▶ONE HOPE BLVD galveston TX ZIP+4 ▶77554

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** —Check here . . . . ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year . . . . . . ▶ | 15 |

			Yes	No
16	At any time during calendar year 2015, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		No
	See instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR) If "Yes", enter the name of the foreign country ▶			

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			Yes	No
1a	During the year did the foundation (either directly or indirectly)				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☑ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☑ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☑ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☑ Yes ☐ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☑ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days).	☐ Yes ☑ No			
b	If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?		1b		No
	Organizations relying on a current notice regarding disaster assistance check here . . . . ▶ ☐				
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2015?		1c		No
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))				
a	At the end of tax year 2015, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2015?	☐ Yes ☑ No			
	If "Yes," list the years ▶ 20____ , 20____ , 20____ , 20____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see instructions)		2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 20____ , 20____ , 20____ , 20____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☑ No			
b	If "Yes," did it have excess business holdings in 2015 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2015).*		3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		No
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2015?		4b		No

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(Continued)*

5a	During the year did the foundation pay or incur any amount to			
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☑ No			
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☑ No			
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☑ No			
	(4) Provide a grant to an organization other than a charitable, etc, organization described in section 4945(d)(4)(A)? (see instructions) ☐ Yes ☑ No			
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☑ No			
b	If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	**5b**		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No			
	If "Yes," attach the statement required by Regulations section 53 4945–5(d)			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☑ No			
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	**6b**		**No**
	If "Yes" to 6b, file Form 8870			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☑ No			
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	**7b**		

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation (**If not paid, enter -0-)**	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
See Additional Data Table				

2 Compensation of five highest-paid employees (other than those included on line 1—see instructions). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
JOHN ZENDT ONE HOPE BLVD GALVESTON, TX 77544	PRESIDENT/DIRECTOR 40 0	187,360	14,585	0
JAMIE WEIR ONE HOPE BLVD GALVESTON, TX 77544	DIRECTOR OF SALES 40 0	160,295	11,577	0
JOHN PETERSON ONE HOPE BLVD GALVESTON, TX 77544	TREASURER/CONTROLLER 40 0	110,334	9,579	0
ROBERT CALLIES ONE HOPE BLVD GALVESTON, TX 77544	ATTRACTIONS MANAGER 40 0	97,000	9,045	0
GARVIN O'NEIL 6533 87TH STREET LUBBOCK, TX 79424	HOTEL GEN MANAGER 40 0	147,788	9,432	0
Total number of other employees paid over $50,000 ▶				46

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

3 Five highest-paid independent contractors for professional services (see instructions). If none, enter "NONE".

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
PANNELL KERR FORSTER OF TEXAS PC 5847 SAN FELIPE SUITE 2600 HOUSTON,TX 77057	AUDITING & TAXATION	92,983
1859 HISTORIC HOTELS LTD 2302 POST OFFICE STREET SUITE 500 GALVESTON,TX 77550	PAYROLL PROCESSING	90,122
WORK TM 1973 W GRAY SUITE 22 HOUSTON,TX 77019	CONSULTANTS/DESIGN	1,010,587
VIACOM INTERNATIONAL INC 1515 Broadway 52nd FLOOR NEW YORK,NY 10036	DESIGN	643,726

Total number of others receiving over $50,000 for professional services. . . . . ▶

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 CONSTRUCTION/MAINTENANCE/RENOVATION OF FACILITIES AT MOODY GARDENS FOR THE PARK BOARD OF TRUSTEES, WHICH INCLUDE A MUSEUM, AQUARIUM, & HOTEL	16,880,586
2 OPERATION OF PUBLIC FACILITIES AT MOODY GARDEN HOTEL CONFERENCE CENTER, AQUARIUM, THEATER, & RAINFOREST FOR THE PARK BOARD OF TRUSTEES & THE GOLF COURSE FOR THE CITY OF GAL	50,082,037
3 RENOVATION OF THE GOLF COURSE FOR THE CITY OF GALVESTON	118,828
4	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1	
2	
All other program-related investments See instructions	
3	
Total. Add lines 1 through 3 . . . . ▶	

Part X Minimum Investment Return

(All domestic foundations must complete this part. Foreign foundations,see instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a	Average monthly fair market value of securities	**1a**	1,560,468
b	Average of monthly cash balances	**1b**	26,679,877
c	Fair market value of all other assets (see instructions)	**1c**	7,238,340
d	**Total** (add lines 1a, b, and c)	**1d**	35,478,685
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) **1e**		
2	Acquisition indebtedness applicable to line 1 assets	**2**	0
3	Subtract line 2 from line 1d	**3**	35,478,685
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	**4**	532,180
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	**5**	34,946,505
6	**Minimum investment return.** Enter 5% of line 5	**6**	1,747,325

Part XI Distributable Amount

(see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☑ and do not complete this part.)

1	Minimum investment return from Part X, line 6			**1**	
2a	Tax on investment income for 2015 from Part VI, line 5	**2a**			
b	Income tax for 2015 (This does not include the tax from Part VI)	**2b**	0		
c	Add lines 2a and 2b			**2c**	0
3	Distributable amount before adjustments Subtract line 2c from line 1			**3**	0
4	Recoveries of amounts treated as qualifying distributions			**4**	
5	Add lines 3 and 4			**5**	0
6	Deduction from distributable amount (see instructions)			**6**	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			**7**	0

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc —total from Part I, column (d), line 26	**1a**	16,999,414
b	Program-related investments—total from Part IX-B	**1b**	0
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	**2**	0
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	**3a**	0
b	Cash distribution test (attach the required schedule)	**3b**	0
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	**4**	16,999,414
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	**5**	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	**6**	16,999,414

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

		(a) Corpus	(b) Years prior to 2014	(c) 2014	(d) 2015
1 Distributable amount for 2015 from Part XI, line 7					0
2 Undistributed income, if any, as of the end of 2015					
a Enter amount for 2014 only.				0	
b Total for prior years 2013 , 2012 , 2011			0		
3 Excess distributions carryover, if any, to 2015					
a From 2010.					
b From 2011.	0				
c From 2012.	0				
d From 2013.	0				
e From 2014.	0				
f **Total** of lines 3a through e.		0			
4 Qualifying distributions for 2015 from Part XII, line 4 ▶ $ 16,999,414					
a Applied to 2014, but not more than line 2a				0	
b Applied to undistributed income of prior years (Election required—see instructions).					
c Treated as distributions out of corpus (Election required—see instructions).					
d Applied to 2015 distributable amount.					
e Remaining amount distributed out of corpus		0			
5 Excess distributions carryover applied to 2015 *(If an amount appears in column (d), the same amount must be shown in column (a))*					
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		0			
b Prior years' undistributed income Subtract line 4b from line 2b			0		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed.					
d Subtract line 6c from line 6b Taxable amount —see instructions			0		
e Undistributed income for 2014 Subtract line 4a from line 2a Taxable amount—see instructions				0	
f Undistributed income for 2016 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2015					0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions)					
8 Excess distributions carryover from 2010 not applied on line 5 or line 7 (see instructions) . . .					
9 **Excess distributions carryover to 2016.** Subtract lines 7 and 8 from line 6a		0			
10 Analysis of line 9					
a Excess from 2011. . . .					
b Excess from 2012. . . .	0				
c Excess from 2013. . . .	0				
d Excess from 2014. . . .	0				
e Excess from 2015. . . .	0				

Part XIV **Private Operating Foundations** (see instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2015, enter the date of the ruling. . . . . ▶

b Check box to indicate whether the organization is a private operating foundation described in section ☑ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2015	**(b)** 2014	**(c)** 2013	**(d)** 2012	**(e) Total**
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	0	0	0	0	0
b 85% of line 2a	0	0	0	0	0
c Qualifying distributions from Part XII, line 4 for each year listed	16,999,414	16,528,152	16,099,165	9,162,727	58,789,458
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c	16,999,414	16,528,152	16,099,165	9,162,727	58,789,458
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test—enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0
b "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed. . .	1,164,883	1,107,300	933,066	774,050	3,979,299
c "Support" alternative test—enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . .					0
(3) Largest amount of support from an exempt organization					0
(4) Gross investment income					0

Part XV **Supplementary Information (Complete this part only if the organization had $5,000 or more in assets at any time during the year—see instructions.)**

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ▶ ☑ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number or email address of the person to whom applications should be addressed

b The form in which applications should be submitted and information and materials they should include

c Any submission deadlines

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

Part XV Supplementary Information(continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
CITY OF GALVESTON 823 ROSENBURG GALVESTON, TX 77550	N/A	N/A	RENOVATION OF THE GOLF COURSE AT MOODY GARDENS	118,828
PARK BOARD OF TRUSTEES OF THE CITY OF GALVESTON 2504 CHURCH STREET GALVESTON, TX 77550	N/A	N/A	Construction/maintenance/RENOVATION OF FACILITIES AT MOODY GARDENS	16,880,586
Total . . . . ▶ **3a**				16,999,414
b *Approved for future payment*				
PARK BOARD OF TRUSTEES OF THE CITY OF GALVESTON 2504 CHURCH STREET GALVESTON, TX 77550	N/A	N/A	CONSTRUCTION/MAINTENANCE/RENOVATION OF FACILITIES AT MOODY GARDENS	0
CITY OF GALVESTON 823 ROSENBERG GALVESTON, TX 77550	N/A	N/A	RENOVATION/MANAGEMENT/OPERATION/MAINTENANCE OF THE GOLF COURSE AT MOODY GARDENS	100,000
ISLAND STAR PERFORMANCES ONE HOPE BOULEVARD GALVESTON, TX 77550	N/A	N/A	MANAGEMENT AND BOOKKEEPING SERVICES ASSOCIATED WITH THE PROMOTION AND PRODUCTION OF LIVE MUSICAL/THEATRICAL PERFORMANCES AT MOODY GARDENS	0
Total . . . . ▶ **3b**				100,000

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions)
1 Program service revenue	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
a See Additional Data Table					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments. . . .					
3 Interest on savings and temporary cash investments			14	78,234	
4 Dividends and interest from securities. . .			14	39,181	
5 Net rental income or (loss) from real estate					
a Debt-financed property.					
b Not debt-financed property.					
6 Net rental income or (loss) from personal property					
7 Other investment income.					
8 Gain or (loss) from sales of assets other than inventory			18	32,489	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory . .					
11 Other revenue a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e). .				149,904	50,664,911

13 **Total.** Add line 12, columns (b), (d), and (e). 13 50,814,815

(See worksheet in line 13 instructions to verify calculations)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See instructions)
1A	REVENUES RECEIVED FROM THE OPERATION OF A HOTEL, PUBLIC BEACH, CONVENTION CENTER, ANIMAL HABITAT, BOTANICAL GARDENS, THERAPEUTIC PROGRAMS FOR THE HANDICAPPED, THEATER PRODUCTIONS, MUSEUM, AND EDUCATIONAL PROGRAMS FOR THE PARK BOARD OF THE CITY OF GALVESTON REVENUES ARE DERIVED FROM ADMISSIONS, RENTALS, CONCESSIONS, AND FOOD AND BEVERAGE SALES RELATED TO OPERATIONS CONSISTENT WITH ITS CHARITABLE STATUS
1B	REVENUES RECEIVED FROM THE OPERATION OF THE MUNICIPAL GOLF COURSE FOR THE CITY OF GALVESTON REVENUES ARE DERIVED FROM GREENS FEES, RENTALS, CONCESSIONS, MERCHANDISE AND FOOD AND BEVERAGE SALES RELATED TO OPERATIONS CONSISTENT WITH ITS CHARITABLE STATUS

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

		Yes	No
1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a Transfers from the reporting foundation to a noncharitable exempt organization of			
(1) Cash	1a(1)		No
(2) Other assets	1a(2)		No
b Other transactions			
(1) Sales of assets to a noncharitable exempt organization	1b(1)		No
(2) Purchases of assets from a noncharitable exempt organization	1b(2)		No
(3) Rental of facilities, equipment, or other assets	1b(3)		No
(4) Reimbursement arrangements	1b(4)		No
(5) Loans or loan guarantees	1b(5)		No
(6) Performance of services or membership or fundraising solicitations	1b(6)		No
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		No

d If the answer to any of the above is "Yes," complete the following schedule Column **(b)** should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column **(d)** the value of the goods, other assets, or services received

(a) Line No	**(b)** Amount involved	**(c)** Name of noncharitable exempt organization	**(d)** Description of transfers, transactions, and sharing arrangements

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☑ No

b If "Yes," complete the following schedule

(a) Name of organization	**(b)** Type of organization	**(c)** Description of relationship

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

Signature of officer or trustee	Date	Title
******	2017-01-04	******

May the IRS discuss this return with the preparer shown below (see instr)? ☑ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's Signature	Date	Check if self-employed ▶ ☐	PTIN
J DEL WALKER				P00568723

Firm's name ▶ Pannell Kerr Forster of Texas PC

Firm's EIN ▶

Firm's address ▶ 5847 San Felipe Suite 2600 Houston, TX 770573092

Phone no (713) 860-1400

Form 990PF Part VIII Line 1 - List all officers, directors, trustees, foundation managers and their compensation

(a) Name and address	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation **(If not paid, enter -0-)**	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
E DOUGLAS MCLEOD 53 CEDAR LAWN CIRCLE GALVESTON, TX 77551	CHAIRMAN/DIRECTOR 1 0	4,450	0	0
LUIS R HERNANDEZ 950 E VAN BUREN BROWNSVILLE, TX 78520	VP/DIRECTOR/AUDIT COMM CHAIR 1 0	4,300	0	3,521
JOHN IPPOLITO 3267 BEE CAVE RD STE 107-88 AUSTIN, TX 78746	DIRECTOR/SECRETARY 1 0	5,050	0	2,117
JOHN ZENDT ONE HOPE BOULEVARD GALVESTON, TX 77554	PRESIDENT/DIRECTOR 40 0	187,360	14,585	0
JOHN PETERSON ONE HOPE BOULEVARD GALVESTON, TX 77554	TREASURER/CONTROLLER 40 0	110,334	9,579	0
ALLAN MATTHEWS 7114 YOUPON DRIVE GALVESTON, TX 77551	DIRECTOR 1 0	4,450	0	0
MIGUEL ALEMAN 2930 HERON DRIVE GALVESTON, TX 77550	EX-OFFICIO DIRECTOR 8/15-8/16 1 0	0	0	0
JOYCE CALVER MCLEAN 1010 WINNIE STREET GALVESTON, TX 77550	EX-OFFICIO DIRECTOR 09/16-PRES 1 0	0	0	0

Form 990PF Part XVI-A Line 1 - Program service revenue:

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See the instructions)
1 Program service revenue	**(a)** Business code	**(b)** Amount	**(c)** Exclusion code	**(d)** Amount	
a HOTEL REVENUES					22,473,546
b AQUARIUM					5,161,672
c GIFT SHOPS					1,259,351
d RAINFOREST					9,922,642
e EDUCATION					417,002
f PALM BEACH					2,637,730
THEATER PRODUCTIONS					4,285,311
DISCOVERY MUSEUM					1,403,329
CONVENTION CENTER					824,434
GOLF COURSE					1,524,415
ROPES COURSE					408,998
MISCELLANEOUS					346,481

TY 2015 Accounting Fees Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
PANNELL KERR FORSTER OF TEXAS	92,983		92,983	

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2015 Depreciation Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

efile GRAPHIC print - DO NOT PROCESS	As Filed Data -	DLN: 93491213002097

TY 2015 Investments - Other Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Category/ Item	Listed at Cost or FMV	Book Value	End of Year Fair Market Value
JANET JORDAN ENDOWMENT FUND		1,297,672	1,297,672
HOPE THERAPY RESERVE FUND		329,669	329,669

TY 2015 Legal Fees Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
THOMPSON & KNIGHT LLP	3,630		3,630	
GREER, HERZ & ADAMS, LLP	38,571		38,571	
MUSKAT, MARTINEZ, & MAHONY LLP	485		485	
JOHN M WYLIE	4,500		4,500	

TY 2015 Mortgages and Notes Payable Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Total Mortgage Amount:

Item No.	1
Lender's Name	MOODY FOUNDATION
Lender's Title	
Relationship to Insider	
Original Amount of Loan	
Balance Due	12,095,918
Date of Note	
Maturity Date	
Repayment Terms	
Interest Rate	
Security Provided by Borrower	
Purpose of Loan	
Description of Lender Consideration	
Consideration FMV	

TY 2015 Other Assets Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Description	Beginning of Year - Book Value	End of Year - Book Value	End of Year - Fair Market Value
DEPOSITS	10,282	10,282	10,282
FILM PRODUCTION COSTS	2,981,080	2,457,547	2,457,547
DEFERRED ICE EXHIBIT COSTS	591,848	836,321	836,321

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TY 2015 Other Expenses Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
SALES & MARKETING	3,024,678		3,024,678	
ANIMAL AQUISITIONS	20,982		20,982	
SERVICES	70,720		70,720	
OTHER EXHIBITS	762,876		762,876	
FILM LICENSE	1,361,679		1,361,679	
REPAIRS & MAINTENANCE	3,460,251		3,460,251	
FREIGHT	28,130		28,130	
SUPPLIES	946,688		946,688	
CREDIT CARD PROCESSING	835,211		835,211	
SPECIAL PROGRAMMING	3,595,112		3,595,112	

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
SPECIAL EVENTS	116,485		116,485	
LINEN RENTAL	200,960		200,960	
GOLF COURSE	449,445		449,445	
LANDSCAPING	1,000		1,000	
CLUBHOUSE	51,657		51,657	
OTHER	556,617		556,617	
ADMINISTRATION	10,038,812		10,038,812	
GARDENS	1,268,222		1,268,222	
CENTRAL PLANT	4,086,422		4,086,422	
HUMAN RESOURCES	1,621,606		1,621,606	

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
EQUIPMENT RENTAL	478,690		478,690	
OPERATIONS	492,603		492,603	
CENTRAL PURCHASING	285,516		285,516	
SECURITY	254,318		254,318	
TICKETING	785,662		785,662	
TRANSPORTATION	24,764		24,764	
VISITOR AND VOLUNTEER SERVICES	115,086		115,086	
CONTRACT LABOR	1,896,161		1,896,161	
COMMISSIONS	507,596		507,596	
PACKAGE PLAN	227,487		227,487	

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TY 2015 Other Income Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
OTHER INCOME/(LOSS)			

TY 2015 Other Increases Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Description	Amount
UNREALIZED APRECIATION MKT SECURITY	63,544

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TY 2015 Other Liabilities Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Description	Beginning of Year - Book Value	End of Year - Book Value
DEFERRED COMPENSATION PAYABLE		

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TY 2015 Other Professional Fees Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
MOODY NATL BANK-JANET JORDAN	12,114	9,449	2,665	
MOODY NATL BANK-HOPE RESERVE	2,987	2,330	657	

TY 2015 Sales Of Inventory Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Category	Gross Sales	Cost of Goods Sold	Net (Gross Sales Minus Cost of Goods Sold)
HOTEL	27,459,498		27,459,498
AQUARIUM	5,161,672		5,161,672
GIFT SHOPS	1,259,351		1,259,351
RAINFOREST	9,922,642		9,922,642
EDUCATION	417,002		417,002
PALM BEACH	2,637,730		2,637,730
THEATER PRODUCTIONS	4,285,311		4,285,311
DISCOVERY MUSEUM	1,403,329		1,403,329
CONVENTION CENTER	824,434		824,434
GOLF COURSE	1,524,415		1,524,415
ROPES COURSE	408,998		408,998
MISCELLANEOUS	346,481		346,481

TY 2015 Taxes Schedule

Name: MOODY GARDENS INC

EIN: 76-0288131

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
PAYROLL TAXES-FEDERAL	1,308,516		1,308,516	
PAYROLL TAXES-STATE	99,203		99,203	

1MOODY GARDENS,
INC ONE HOPE
BOULEVARD
GALVESTON, TX 77554
EIN: 76-0288131

DEAR SIR OR MADAM:

ENCLOSED IS FORM 990-PF, RETURN OF PRIVATE FOUNDATION, FOR FISCAL YEAR ENDED SEPTEMBER 30, 2016 PREPARED FOR THE ABOVE ENTITY.

PLEASE NOTE THAT THE AMOUNT ON PAGE 1, PART I, LINE 27A DOES NOT REPRESENT THE RESULTS FROM MOODY GARDENS OPERATIONS BECAUSE IT INCLUDES NON-OPERATING INCOME AND EXPENSES. PLEASE REFER TO THE CALCULATION ON STATEMENT A.

ATTACHMENT TO FORM 990-PF
Moody Gardens
Profit (Loss) from Operations
FYE 9/30/16

The amount on line 27a does not represent the results from Moody Gardens operations because it includes non-operating income and expenses Following is a calculation of the results from Moody Gardens operations, along with a reconciliation of such results of operations back to the amount shown on line 27a

Revenue	
Hotel	27,459,498
Theater Productions	4,285,311
Aquarium	5,161,672
Discovery Museum	1,403,329
Gift Shops	1,259,351
Rainforest	9,922,642
Education	417,002
Palm Beach	2,637,730
Ropes Course	408,998
Convention Center	824,434
Golf Course	1,524,415
Interest Income	73,979
Miscellaneous	346,481
Total Revenue	**55,724,842**
Expenses:	
Program-Specific Services	
Hotel	16,352,898
Theater Productions	2,148,069
Aquarium	2,106,053
Discovery Museum	294,858
Gift Shops	949,988
Rainforest	5,665,441
Education	280,989
Palm Beach	1,136,652
Ropes Course	206,197
Convention Center	1,047,243
Golf Course	2,526,723
Total Program-Specific Service Expenses	**32,715,111**

ATTACHMENT TO FORM 990-PF
Moody Gardens
Profit (Loss) from Operations
FYE 9/30/16

Support Services	
Administration	8,423,215
Gardens	1,268,222
Central Plant	4,086,422
Human Resources	3,284,393
Repairs and Maintenance	1,272,097
Sales and Marketing	1,917,929
Operations	492,603
Central Purchasing	285,516
Security	254,318
Ticketing	785,661
Transportation	24,764
Visitor and Volunteer Services	115,086
Interest Expense	151,199
Total Support Service Expenses	**22,361,425**
Total Expenses	**55,076,536**
OPERATING PROFIT (LOSS)	**648,306**

Reconcilation of Operating Profit (Loss) to Line 27a of Form 990-PF:

Add: Nonoperational Income	
Grants from Moody Foundation	-
Interest Income On Grant Funds	4,255
Dividends & Interest On Therapy Endowment	39,181
Realized Gain on Securities in Therapy Endowment	32,489
Subtract: Nonoperational Expenses	
Assets Transferred to Park Board	(16,800,586)
Assets Transferred to City of Galveston	(198,828)
Recordkeeping/Actuarial Fees for Therapy Endowment	(12,114)
Investment Management Agency Fee for Therapy Endowment	(2,987)
Other miscellaneous income	11,869
Change in Net Assets per Fin.Stmts and Line 27a of Form 990-PF	**(16,278,415)**

STATEMENT A

MOODY NATIONAL BANK
MEMBER FDIC
2302 Post Office Street
Galveston, TX 77550

ASSETS DISPOSED

MOODY GRDNS INC-J JORDAN ENDOWMENT
ACCOUNT 1850085100

FOR THE PERIOD 10/01/15 THROUGH 09/30/16

DATE	PAR VALUE OR SHARES	DESCRIPTION	PROCEEDS	ADJUSTED COST	REALIZED GAIN/LOSS
12/29/15	80 0000	ACTIVISION BLIZZARD, INC	3,131 25	1,411 05-	1,720 20
12/29/15	20 0000	ADOBE SYS INC	1,874 12	556 86-	1,317 26
09/22/16	30 0000	AMEDISYS INC	1,489 76	1,058 27-	431 49
09/22/16	16 0000	BAKER HUGHES INC	785 74	745 21-	40 53
12/29/15	25 0000	BAXTER INTL INC	942 07	785 93-	156 14
07/01/16	50 0000	BED BATH & BEYOND INC	2,119 69	1,950 43-	169 26
02/12/16	0 8900	BROADCOM LTD	110 20	81 41-	28 79
03/29/16	0 6809	CALIFORNIA RESOURCES CORP	0 69	0 22-	0 47
06/08/16	0 4000	CALIFORNIA RESOURCES CORP	7 66	1 28-	6 38
10/22/15	35 0000	CELANESE CORP-A	2,230 45	1,964 51-	265 94
01/28/16	75 0000	COLUMBIA PIPELINE GROUP INC	1,322 66	894 64-	428 02
11/20/15	25 0000	COMMVAULT SYSTEM	992 03	1,193 80-	201 77-
09/22/16	25 0000	CVS HEALTH CORP	2,239 70	778 61-	1,461 09
09/19/16	0 3595	DELL TECHNOLOGIES INC CL V	17 49	16 97-	0 52
09/22/16	8 0000	DELL TECHNOLOGIES INC CL V	389 43	377 60-	11 83
		TOTAL DELL TECHNOLOGIES INC CL V	406 92	394 57-	12 35

MOODY
NATIONAL
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MEMBER FDIC
2302 Post Office Street
Galveston, TX 77550

ASSETS DISPOSED

MOODY GRDNS INC-J JORDAN ENDOWMENT
ACCOUNT 1850085100

FOR THE PERIOD 10/01/15 THROUGH 09/30/16

DATE	PAR VALUE OR SHARES	DESCRIPTION	PROCEEDS	ADJUSTED COST	REALIZED GAIN/LOSS
09/22/16	25 0000	DISNEY WALT COMPANY	2,329 94	337 12-	1,992 82
09/22/16	25 0000	DUKE ENERGY CORP	1,999 95	996 54-	1,003 41
12/29/15	30 0000	EDGEWELL PERSONAL CARE CO	2,358 00	1,582 47-	775 53
12/29/15	30 0000	ENERGIZER HOLDINGS INC	1,058 79	547 27-	511 52
09/22/16	50 0000	EXXON MOBIL CORP	4,213 90	2,073 44-	2,140 46
10/15/15	21 8000	FHLMC GD PL #E01085 5 500% 12/01/16	21 80	21 43-	0 37
11/16/15	23 0800	FHLMC GD PL #E01085 5 500% 12/01/16	23 08	22 69-	0 39
12/15/15	17 4700	FHLMC GD PL #E01085 5 500% 12/01/16	17 47	17 18-	0 29
01/15/16	16 5100	FHLMC GD PL #E01085 5 500% 12/01/16	16 51	16 23-	0 28
02/16/16	17 2000	FHLMC GD PL #E01085 5 500% 12/01/16	17 20	16 91-	0 29
03/15/16	16 1400	FHLMC GD PL #E01085 5 500% 12/01/16	16 14	15 87-	0 27
04/15/16	16 2500	FHLMC GD PL #E01085 5 500% 12/01/16	16 25	15 98-	0 27
05/16/16	15 3000	FHLMC GD PL #E01085 5 500% 12/01/16	15 30	15 04-	0 26
06/15/16	14 9600	FHLMC GD PL #E01085 5 500% 12/01/16	14 96	14 71-	0 25
07/15/16	13 6700	FHLMC GD PL #E01085 5 500% 12/01/16	13 67	13 44-	0 23
08/15/16	13 7000	FHLMC GD PL #E01085 5 500% 12/01/16	13 70	13 47-	0 23
09/15/16	11 8600	FHLMC GD PL #E01085 5 500% 12/01/16	11 86	11 66-	0 20
		TOTAL FHLMC GD PL #E01085 5 500% 12/01/16	197 94	194 61-	3 33
09/22/16	25 0000	FORTIVE CORP	1,279 22	322 57-	956 65
11/20/15	0 6667	FOUR CORNERS PROPERTY TRUST INC REIT	13 17	9 88-	3 29
03/11/16	0 8663	FOUR CORNERS PROPERTY TRUST INC REIT	15 71	12 84-	2 87
09/22/16	21 0000	FOUR CORNERS PROPERTY TRUST INC REIT	420 20	319 54-	100 66
		TOTAL FOUR CORNERS PROPERTY TRUST INC REIT	449 08	342 26-	106 82

MOODY NATIONAL BANK

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MOODY GRDNS INC-J JORDAN ENDOWMENT
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FOR THE PERIOD 10/01/15 THROUGH 09/30/16

DATE	PAR VALUE OR SHARES	DESCRIPTION	PROCEEDS	ADJUSTED COST	REALIZED GAIN/LOSS
09/22/16	25 0000	GILEAD SCIENCES INC	1,983 20	358 86-	1,624 34
10/27/15	120 0000	GOODYEAR TIRE & RUBBER CO	3,913 71	1,152 84-	2,760 87
09/22/16	25 0000	HONEYWELL INTERNATIONAL INC	2,886 68	1,350 00-	1,536 68
05/19/16	0 5472	INTERVAL LEISURE GROUP INC	7 44	1 71-	5 73
09/22/16	21 0000	INTERVAL LEISURE GROUP INC	347 54	65 70-	281 84
		TOTAL INTERVAL LEISURE GROUP INC	354 98	67 41-	287 57
09/22/16	25 0000	JOHNSON & JOHNSON	2,962 56	1,190 12-	1,772 44
09/16/16	0 3205	JOHNSON CONTROLS INTERNATIONAL PLC	14 26	15 42-	1 16-
09/22/16	25 0000	JOY GLOBAL INC	689 48	1,346 68-	657 20-
03/03/16	25,000 0000	KEY BANK NATL MTN 5 450% 3/03/16	25,000 00	25,000 00-	0 00
10/21/15	25 0000	L BRANDS, INC	2,397 55	351 61-	2,045 94
08/10/16	50 0000	LINEAR TECHNOLOGY CORP	2,952 20	1,998 75-	953 45
09/22/16	50 0000	LOWES COS INC	3,571 92	1,530 75-	2,041 17
09/22/16	3 0000	MALLINCKRODT PLC	230 36	83 55-	146 81
09/22/16	25 0000	MARSH & MCLENNAN COS INC	1,658 96	1,116 39-	542 57

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ACCOUNT 1850085100

FOR THE PERIOD 10/01/15 THROUGH 09/30/16

DATE	PAR VALUE OR SHARES	DESCRIPTION	PROCEEDS	ADJUSTED COST	REALIZED GAIN/LOSS
09/22/16	50 0000	MICRON TECHNOLOGY INC	878 73	1,692 57-	813 84-
09/13/16	60 0000	PATTERSON-UTI ENERGY INC	1,226 35	1,014 43-	211 92
09/22/16	25 0000	PNC FINANCIAL SERVICES GROUP	2,268 45	1,611 00-	657 45
09/22/16	25 0000	PPG INDUSTRIES INC	2,531 44	754 95-	1,776 49
10/22/15	15 0000	PRAXAIR INC	1,637 00	893 65-	743 35
07/26/16	1,044 2200	PREMIER US GOVT MNY-INST	1,044 22	1,044 22-	0 00
08/25/16	1,046 4700	PREMIER US GOVT MNY-INST	1,046 47	1,046 47-	0 00
09/21/16	1,129 3400	PREMIER US GOVT MNY-INST	1,129 34	1,129 34-	0 00
09/28/16	19,465 3800	PREMIER US GOVT MNY-INST	19,465 38	19,465 38-	0 00
		TOTAL PREMIER US GOVT MNY-INST	22,685 41	22,685 41-	0 00
11/20/15	25 0000	QUALCOMM INC	1,321 15	1,092 52-	228 63
08/10/16	75 0000	RACKSPACE HOSTING INC	2,227 77	1,956 22-	271 55
10/27/15	612 3300	SEI DAILY INCOME TR PRIME OBL #34	612 33	612 33-	0 00
11/20/15	707 4800	SEI DAILY INCOME TR PRIME OBL #34	707 48	707 48-	0 00
11/25/15	1,006 1600	SEI DAILY INCOME TR PRIME OBL #34	1,006 16	1,006 16-	0 00
12/24/15	997 8400	SEI DAILY INCOME TR PRIME OBL #34	997 84	997 84-	0 00
12/29/15	4,899 3200	SEI DAILY INCOME TR PRIME OBL #34	4,899 32	4,899 32-	0 00
01/04/16	17,067 8900	SEI DAILY INCOME TR PRIME OBL #34	17,067 89	17,067 89-	0 00
01/26/16	960 5000	SEI DAILY INCOME TR PRIME OBL #34	960 50	960 50-	0 00
02/02/16	2,710 0000	SEI DAILY INCOME TR PRIME OBL #34	2,710 00	2,710 00-	0 00
02/26/16	929 1000	SEI DAILY INCOME TR PRIME OBL #34	929 10	929 10-	0 00

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ASSETS DISPOSED

MOODY GRDNS INC-J JORDAN ENDOWMENT
ACCOUNT 1850085100

FOR THE PERIOD 10/01/15 THROUGH 09/30/16

DATE	PAR VALUE OR SHARES	DESCRIPTION	PROCEEDS	ADJUSTED COST	REALIZED GAIN/LOSS
03/29/16	999 0100	SEI DAILY INCOME TR PRIME OBL #34	999 01	999 01-	0 00
04/26/16	1,017 0500	SEI DAILY INCOME TR PRIME OBL #34	1,017 05	1,017 05-	0 00
04/29/16	24,972 8200	SEI DAILY INCOME TR PRIME OBL #34	24,972 82	24,972 82-	0 00
05/26/16	994 2600	SEI DAILY INCOME TR PRIME OBL #34	994 26	994 26-	0 00
06/28/16	988 7800	SEI DAILY INCOME TR PRIME OBL #34	988 78	988 78-	0 00
07/20/16	60,773 8200	SEI DAILY INCOME TR PRIME OBL #34	60,773 82	60,773 82-	0 00
		TOTAL SEI DAILY INCOME TR PRIME OBL #34	119,636 36	119,636 36-	0 00
06/15/16	0 7050	SHIRE PLC SPONS ADR	119 35	135 31-	15 96-
09/22/16	3 0000	SHIRE PLC SPONS ADR	604 60	575 77-	28 83
		TOTAL SHIRE PLC SPONS ADR	723 95	711 08-	12 87
09/22/16	50 0000	SPECTRA ENERGY CORP WI	2,126 95	964 91-	1,162 04
08/09/16	75 0000	STATE STR CORP	4,941 75	3,283 75-	1,658 00
09/22/16	6 0000	TALEN ENERGY CORP	83 03	105 20-	22 17-
09/22/16	25 0000	TARGET CORP	1,738 46	1,296 56-	441 90
09/22/16	50 0000	TEXAS INSTRUMENTS INC	3,508 92	962 08-	2,546 84
12/29/15	30 0000	VARIAN MEDICAL SYSTEMS INC	2,406 75	1,251 07-	1,155 68
09/22/16	25 0000	WELLS FARGO & CO NEW	1,146 97	569 12-	577 85

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THE REALIZED GAIN/LOSS NOTED ABOVE IS BASED ON THE FEDERAL TAX COST VALUE OF THE POSITION SOLD, NOT THE ADJUSTED BOOK VALUE

MOODY NATIONAL BANK
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Galveston, TX 77550

ASSETS DISPOSED

MOODY GARDENS-HOPE THERAPY RESERVE
ACCOUNT 1850089800

FOR THE PERIOD 10/01/15 THROUGH 09/30/16

DATE	PAR VALUE OR SHARES	DESCRIPTION	PROCEEDS	ADJUSTED COST	REALIZED GAIN/LOSS
10/29/15	454 2540	ASTON FAIRPOINTE MID CAP I	17,506 95	18,296 25-	789 30-
05/12/16	422 7070	HOTCHKIS & WILEY MID CAP VALUE-I	13,158 87	16,770 13-	3,611 26-
02/05/16	636 0870	METROPOLITAN WEST T/R BOND M	6,831 57	6,991 48-	159 91-
07/26/16	254 3900	PREMIER US GOVT MNY-INST	254 39	254 39-	0 00
08/25/16	274 0500	PREMIER US GOVT MNY-INST	274 05	274 05-	0 00
09/27/16	275 1100	PREMIER US GOVT MNY-INST	275 11	275 11-	0 00
		TOTAL PREMIER US GOVT MNY-INST	803 55	803 55-	0 00
10/27/15	250 3500	SEI DAILY INCOME TR PRIME OBL #34	250 35	250 35-	0 00
11/25/15	249 4900	SEI DAILY INCOME TR PRIME OBL #34	249 49	249 49-	0 00
12/24/15	244 9700	SEI DAILY INCOME TR PRIME OBL #34	244 97	244 97-	0 00
01/26/16	230 7200	SEI DAILY INCOME TR PRIME OBL #34	230 72	230 72-	0 00
02/05/16	8,938 4800	SEI DAILY INCOME TR PRIME OBL #34	8,938 48	8,938 48-	0 00
02/26/16	230 1100	SEI DAILY INCOME TR PRIME OBL #34	230 11	230 11-	0 00
03/29/16	240 9600	SEI DAILY INCOME TR PRIME OBL #34	240 96	240 96-	0 00
04/26/16	247 7600	SEI DAILY INCOME TR PRIME OBL #34	247 76	247 76-	0 00
05/12/16	8 4500	SEI DAILY INCOME TR PRIME OBL #34	8 45	8 45-	0 00
05/26/16	245 8000	SEI DAILY INCOME TR PRIME OBL #34	245 80	245 80-	0 00
06/28/16	242 9500	SEI DAILY INCOME TR PRIME OBL #34	242 95	242 95-	0 00
07/20/16	10,685 1500	SEI DAILY INCOME TR PRIME OBL #34	10,685 15	10,685 15-	0 00
		TOTAL SEI DAILY INCOME TR PRIME OBL #34	21,815 19	21,815 19-	0 00
10/29/15	19 9120	T ROWE PRICE INST L/C GRWTH	601 74	541 19-	60 55

[redacted]

THE REALIZED GAIN/LOSS NOTED ABOVE IS BASED ON THE FEDERAL TAX COST VALUE OF THE POSITION SOLD, NOT THE ADJUSTED BOOK VALUE