



*A legacy
of giving.*

BIENNIAL REPORT
2014-15



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BIENNIAL REPORT
2014-15



*Empowering
Texas
communities
to thrive
and prosper*

OUR
MISSION

OUR VISION

*Building
a bigger,
better future
for Texans*



>3,500

Grants to Date

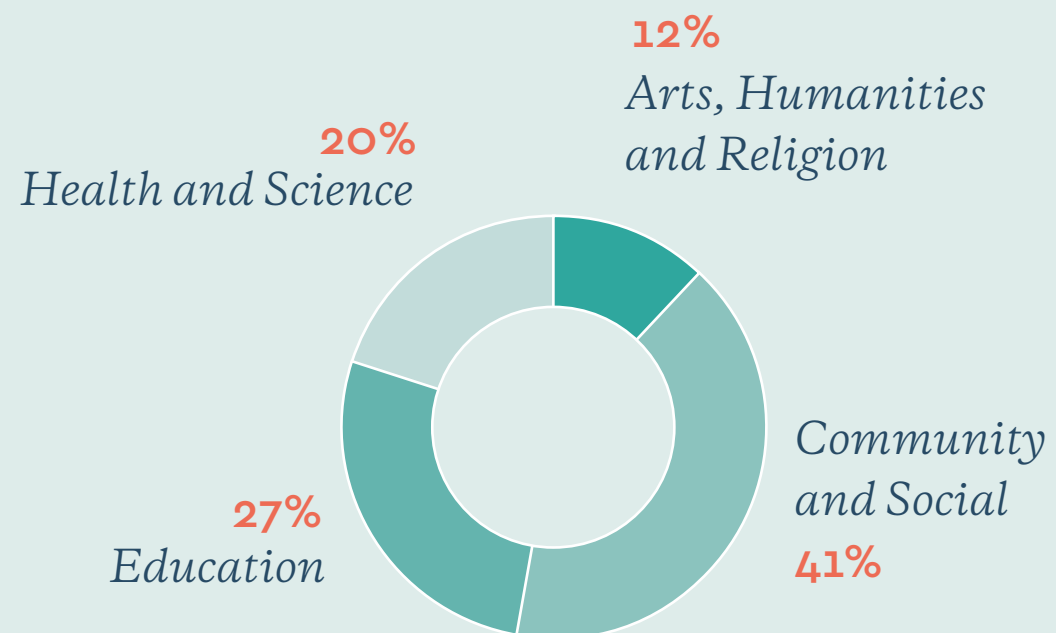
\$1.2 billion

Awarded to Date

\$13 million

*Awarded in Moody Scholarships
to over 5,000 students*

What We Fund

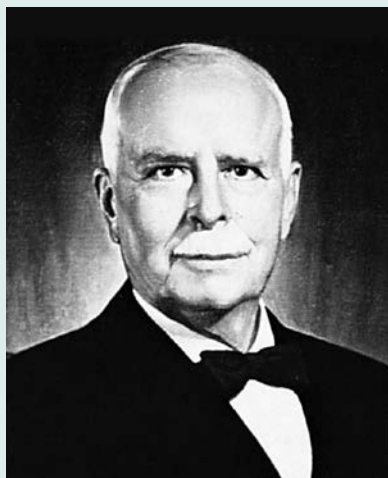


THE

MOODY

at a glance

FOUNDATION



William Lewis Moody, Jr.



Libbie Rice Shearn Moody

THE MOODY FAMILY

*Building on
a legacy of giving*

The Moody Foundation was established in 1942 by William Lewis (W.L.) Moody, Jr. and Libbie Rice Shearn Moody.

The Moodys were prosperous, and their enterprises initially flourished on Galveston Island. Their commercial interests included banks, newspapers, cotton, ranches, hotels and insurance. Over the years, their efforts continued to expand across Texas, helping to shape their vision for the Foundation of building a bigger, better future for Texans. The Moodys' wish for the Foundation was an everlasting commitment to present and future generations of Texans.

For more than seven decades, the philanthropic heritage of the Moody Family has been at the forefront of the Foundation. There's a charitable spirit that seems to pass from generation to generation, growing stronger over time.

After W.L. Moody, Jr. died in 1954, his oldest daughter, Mary Elizabeth Moody Northen, took over at the Foundation. Serving for more than 30 years, she was instrumental in the historical restoration movement in Galveston in the 1970s and focused on improving colleges and universities across Texas. Upon her death in 1986, Robert L. Moody, grandson to W.L. Moody, Jr., landed at the helm of the Foundation as the chairman.

Robert followed in his predecessors' footsteps with his commitment and tenacity. He was able to build on their strengths and strategies as he served for three decades as a dedicated trustee, savvy financial strategist and creative thinker for the Foundation.

His lifelong friend and devoted colleague, Buddy Herz, said, "Under Bobby's leadership, the Moody Foundation's significance grew exponentially to become one of the most meaningful sources of charitable giving in Texas."

Robert L. Moody retired in December 2015, and our report honors him for his innovative efforts, his notable achievements and the long-term success he cultivated for the Moody Foundation. And the momentum at the Moody Foundation continues with Frances Moody-Dahlberg as Executive Director and Chairman.

“When Dad got an idea, he was going to get it done. And he was going to make sure it benefited as many people as possible. He believed in investing in the greater good.”

—Ross Moody, son and
Trustee of the Moody Foundation
since 1986



(Right) Robert L. Moody
and son, Robert, Jr., 1961.



Being true to himself

Robert is known to friends, colleagues and loved ones as Robert, Dad, Bobby, Big Bobby, Mr. Moody and even “Dr. Moody.” Some of these same people describe him as gifted, determined, ambitious, shy, driven, loyal, unassuming, practical, humble, strong-willed, focused, accepting of others and able to absorb knowledge like a sponge. He’s a person who “soldiers on,” and maybe that’s because he was the top cadet upon graduation in 1953 from Valley Forge Military Academy in Pennsylvania.

Some admire him for being a financial genius, some wish they had his tough, but fair business sense, while others love the kindness he shows after he persistently

pushes “to get the best out of you.” Many are fond of his eccentric nature, especially when he plays the role of “Dr. Moody”—offering advice and sometimes even cures for all kinds of ailments.

This “dreamer and doer” is loved, respected and admired by many, for good reason. He leads by example with his strong work ethic, uncompromising values and relentless perseverance. Robert’s visionary spirit and deep empathy for others has helped create many innovative programs benefitting civic and charitable organizations that focus on education, medicine and social services.

ROBERT L. MOODY

Values, virtues and devotion



Ross Moody, Robert's son and trustee of the Moody Foundation, said, "The driving force for my dad creating the TLC was his thinking, 'What I can do for my son, I can do for others.' My brother and thousands of others are living a healthy, functioning life because of the work my dad did to ensure they received the treatment they needed."

After a traumatic brain injury—the result of an automobile accident in the early '80s—Russell Moody, son of Robert L. Moody, was in need of treatment, rehabilitation and physical therapy. But this type of help was not readily accessible during this time.

With a focus on the greater good, Robert created the Transitional Learning Center (TLC), a post-acute brain injury rehabilitation facility offering patients physical, occupational and vocational therapies to transition back into their daily lives. For more than 30 years, the TLC has been at the forefront of research and treatment to improve outcomes in the aftermath of traumatic brain injuries.

Robert was instrumental in setting up the construction, development and operations for the center, but he also gave so much of his personal time. He took trips to England and to Sweden researching the latest treatments and cutting-edge technologies that would assist patients in regaining their cognitive and physical abilities.

Robert's loyalty and commitment to the TLC didn't stop there. His determination, focus and resourceful nature pushed him to develop the Moody Endowment, which supports the expenses and the operations of the TLC so that its work is self-sustaining and endures.

"Robert Moody, personally and through his position as trustee of the Moody Foundation, has directed more charitable giving than possibly any other person on the planet to support the research, the science and the rehabilitation services for those suffering from traumatic brain injuries."

— Buddy Herz, lifelong friend, colleague since 1965
and General Counsel for the Moody Foundation



The Transitional Learning Center was created in 1982 under the direction of Robert L. Moody to serve patients who have sustained traumatic brain injuries.

“Bobby would not look at a snapshot. He would look at the whole picture. He would say, ‘Ok, this is today, but what’s tomorrow?’ His brilliance was that he would take it all in to see where we are and where we are going to be.”

—Sonny Milos, lifelong friend, colleague since 1965 and member of the Oversight Committee for Moody Gardens, Inc.



Rick Perry, Ann and Robert L. Moody at Moody Gardens for the dedication of the rainforest glass pyramid, August 1992.

“Robert’s game face will stay with me forever—the way he closed one eye and looked at you with the other. It was as if he was examining you.”

—Doug McLeod, brother-in-law, friend, colleague since 1962 and Chairman of the Board of Directors for Moody Gardens, Inc. since its inception in 1983

Giving back to his roots

Robert, like his grandfather before him, loves Galveston, Texas. It is the place where he grew up and the place that helped shape who he is. He has a deep-rooted commitment to his community that acts as a guiding principle for his giving spirit.

Robert wanted to create thousands of jobs and add millions of dollars to Galveston’s economy to ensure it prospered year-round. So, in the early ‘80s, he commissioned an economic impact study to determine what should be built on the island to create jobs, entice visitors and increase tourism demand.

In 1992, the pyramids of Moody Gardens were erected, and Robert’s vision of seeing Galveston as a more thriving, successful and economically advantaged city was achieved.

The \$600 million development welcomes more than 2 million visitors annually and employs more than 1,000 people. Thanks to Robert’s forward thinking and funding from the Moody Foundation, the complex houses a rain forest, science exhibits, a MG 3D Theater, one of the country’s largest aquariums, a hotel, a waterpark, ropes courses, a paddlewheel boat and seasonal attractions. The facility also puts an ecological spotlight on conservation, environmental education and marine life rehabilitation. After the Alamo, Moody Gardens is the second leading tourist attraction in the state of Texas.

THE MOODY FOUNDATION

The legacy of the Moody Foundation continues as new generations build on the solid foundation of the past. The organization remains true to its mission and vision while finding new and innovative ways to better our communities.

The Moody Foundation is governed by a board of three trustees charged with taking action on all grant requests, determining operating and investment policies and acting on all business matters. The trustees receive the support of a loyal, knowledgeable staff and grant team, many whom have worked for the Foundation for more than 25 years.



Trustees

Robert L. Moody
CHAIRMAN EMERITUS

Frances Moody-Dahlberg
CHAIRMAN

Ross R. Moody
VICE CHAIRMAN

Elizabeth L. Moody
SECRETARY-TREASURER

Staff

ADMINISTRATION AND PROGRAMS

Frances Moody-Dahlberg
EXECUTIVE DIRECTOR

Gerald J. Smith
PROGRAM OFFICER

Samantha Seale
SCHOLARSHIP PROGRAMS DIRECTOR

John Kirwin
TECHNOLOGY AND SYSTEMS ADMINISTRATOR

Patsy Coburn
EXECUTIVE ADMINISTRATIVE ASSISTANT

Kathy Buchanan
RECEPTIONIST AND OFFICE ASSISTANT

Jamie G. Williams
HUMAN RESOURCES DIRECTOR

FINANCIAL

Garrik Addison
CHIEF FINANCIAL OFFICER

GRANTS

Allan Matthews
GRANTS DIRECTOR

Bernice Collins Torregrossa
REGIONAL GRANTS DIRECTOR, CENTRAL TEXAS

Colleen Trammell
GRANT RECORDS SUPERVISOR AND
ASSISTANT TO GRANTS DIRECTOR

Jamie G. Williams
REGIONAL GRANTS DIRECTOR, NORTH TEXAS

*“My dad means so much
to me in so many ways...
as a loving father and
a visionary leader, as a
personal inspiration and
a professional role model,
as a dear friend and a
larger-than-life figure...
he’s always been my hero.”*

—Frances Moody-Dahlberg, daughter,
Executive Director and Chairman

Guidance from the next generation

Dear Friends and Colleagues,

Change is a big part of the foundation world. Creating and sustaining change is key to philanthropic success. We strive to change lives for the better in many different ways, like changing the standard treatments for life-threatening illnesses or changing the outmoded buildings housing vital agencies into efficient, accessible new spaces.

The Moody Foundation has recently experienced some changes in leadership as well. In December 2015, my father, Robert L. Moody became the Moody Foundation’s first trustee emeritus. I was elected to succeed my father as Chairman, and my niece, Elizabeth Moody, joined my brother Ross Moody and me as a Trustee of the Foundation.

Ross and I are grateful and honored to have served alongside my father as a trustee for more than a decade, learning so much about the Foundation’s mission, operation and long history. His interest in others and his concern for his community were an example to everyone involved with the Foundation.

My father’s hometown of Galveston would look very different had he not brought his ideas to fruition. The pyramids of Moody Gardens, the campus of the Transitional Learning Center, as well as the ICU unit of the new Jennie Sealy Hospital at UTMB, and countless other local projects benefited from his vision.

Ross, Elizabeth and I look forward to carrying on his legacy of giving. While this biennial report is dedicated to the long philanthropic service of Robert L. Moody, it is not meant to focus solely on the past. The grants detailed in the following pages were made, as so many of my father’s ideas were, to keep moving toward the future.

We are proud to empower local communities through our assistance to organizations and agencies that focus on advancing research initiatives, underwriting preservation projects, promoting life and wellness programs, sponsoring art exhibits, shows and performances and encouraging meaningful educational opportunities for children.



Thank you for your support and commitment.

Sincerely,

Frances Moody-Dahlberg

Frances Moody-Dahlberg
EXECUTIVE DIRECTOR AND CHAIRMAN

GRANTS

2014-15



The Moody Foundation is privileged to have contributed 20 million dollars over the past few years toward the creation of The Moody Center for the Arts at Rice University. The center will open its doors in early 2017.

“Early in our history, we earned a strong reputation in science and engineering, and through those areas made a significant contribution to the development of the city of Houston and the surrounding region. Over the years, we developed other renowned endeavors, including the Shepherd School of Music and the Baker Institute for Public Policy.

The Moody Center for the Arts will enable us to broaden and deepen our engagement with and contributions to the city, as well as foster creative interdisciplinary collaborations across our campus involving the arts.

We are extremely grateful for the extraordinary vision and generosity of the Moody Foundation in making this endeavor possible.”

—David Leebron, President, Rice University

GRANTEE & PURPOSE	TOTAL GRANT
AIDS SERVICES OF AUSTIN AUSTIN Assistance in better serving Central Texas individuals who are living with HIV or AIDS by expanding the Jack Sansing Dental Clinic at a new and larger location	\$ 250,000
ALCOHOL DRUG ABUSE WOMEN'S FOUNDATION, INC. GALVESTON Assistance in extending ADA House’s recovery program to insured or self-paying clients who would benefit from the inpatient substance abuse program	150,000
ALLEY'S HOUSE DALLAS Assistance in improving the future success of teen mothers and their children by adding a mental Health and Wellness component to the education, personal, career and family services offered	15,000
AMERICAN CANCER SOCIETY, INC./TEXAS DIVISION/DALLAS METRO UNIT DALLAS Assistance in providing children who have cancer, and their families, with a special outing that includes a special movie screening, refreshments, and activities in May, 2015 designed to provide families with a no-cost respite from treatment	60,000
Assistance in providing children who have cancer, and their families, with a special outing to “Disney on Ice Presents Frozen” providing them with a no-cost respite from treatment	60,000
AMERICAN HEART ASSOCIATION SOUTHWEST AFFILIATE IRVING Assistance in reducing the number of deaths due to heart attacks through a three-year educational multi-media campaign, “Don’t Die of Doubt,” that encourages residents of North Texas to call 911 at the first sign of cardiac emergency	100,000
ARK HOUSE FOUNDATION RICHARDSON Assistance in providing affordable, temporary housing for families who are in Dallas while a loved one receives extended medical care at Parkland, Children’s Medical Center, UT Southwestern, Medical City or Baylor hospitals	10,000
THE ARTIST BOAT, INC. GALVESTON Assistance in coordinating Galveston Island’s environmental interests and involving Artist Boat in more remediation projects	70,000
ASSISTANCE LEAGUE OF GREATER COLLIN COUNTY PLANO Assistance in improving school attendance and academic success among low-income students in six Collin County school districts through Operation School Bell, which provides needy elementary school students with coats, school clothes, shoes and hygiene items	10,000

GRANTEE & PURPOSE	TOTAL GRANT
ATTITUDES & ATTIRE DALLAS Assistance in lifting women out of poverty and increasing their employability by reducing barriers to their success	\$ 30,000
AUSTIN CHILDREN'S SHELTER/DBA AUSTIN CHILDREN'S SERVICES AUSTIN Assistance in providing safe shelter to Central Texas children who have been removed from their home due to abuse, abandonment or neglect	35,000
AUSTIN COMMUNITY FOUNDATION AUSTIN Assistance, over a two-year period, in reducing homelessness among military veterans by providing vouchers for safe, affordable housing	175,000
Assistance with matching donations to Your Austin Marathon and their 25 beneficiary groups	250,000
AUSTIN EXPLORE, INC./EXPLORE AUSTIN AUSTIN Assistance in expanding the horizons of underprivileged middle school students through activities aimed at developing resilience, confidence, goal-setting and problem-solving to improve academic performance and attendance	60,000
AUSTIN FILM SOCIETY AUSTIN Assistance in underwriting the 2015 Texas Hall of Fame event, which recognizes the contributions of Texans in all facets of filmmaking and raises funds for the Society's year-round education programs, film screenings and efforts to attract film production to Austin and Texas	25,000
AUSTIN SYMPHONY ORCHESTRA SOCIETY, INC. AUSTIN Assistance in providing thousands of Central Texas children with hands-on art experiences at the Children's Day Art Park	10,000
BALLROOM CULTURAL ARTS FOUNDATION MARFA Assistance in developing a traveling exhibition, "Trilogy," that chronicles several almost-forgotten episodes in Texas' history of making and presenting films, and producing an accompanying catalog that will document the exhibition for a broader audience	25,000
BATAVA THEATRE, INC. LEAGUE CITY Assistance in producing the premiere season of six plays for children and adults, providing performance experiences for students ages 5 to 18	20,000
BAYLOR HEALTH CARE SYSTEM FOUNDATION DALLAS Assistance in completing a training center for service dogs that will be the first in the country to link training assistance dogs, therapy animals and skilled companion animals to a health care system	250,000

AUSTIN COMMUNITY FOUNDATION



“During the 2016 Austin Marathon and Half Marathon presented by NXP, more than 750 runners dedicated their training miles to one of the 25 official Central Texas nonprofit organizations, raising more than \$260,000. The Moody Foundation matched the funds raised for each charity, up to \$10,000. Thanks to the Moody Foundation, the grand total raised for Central Texas charities was \$440,000.”

—Mike Nellis, CEO, Austin Community Foundation

reaching fundraising goals

GRANTEE & PURPOSE	TOTAL GRANT
BLUE BIRD CIRCLE HOUSTON	
Assistance in conducting research into three areas of pediatric neurology: Batten Disease, a fatal degenerative disease that currently has no treatment; infantile spasms, a brain disorder seen in children with epilepsy; and Rett Syndrome, a gene mutation that affects many areas of functioning and development	\$ 60,000
Assistance in studying Juvenile Batten Disease by developing biomarkers to quantify the disease’s progression and determine if new drugs could slow or halt the disease	70,000
BRIDGE BREAST CENTER, INC. DALLAS	
Assistance in providing solutions to some of the most common side effects of breast cancer treatment through the Survivorship program, which offers wigs, prosthetics and physical therapy to women in need	60,000
BROWNSVILLE SOCIETY FOR CRIPPLED CHILDREN, INC. BROWNSVILLE	
Assistance in renovating the 46-year old Moody Clinic building and defraying some of the costs of physical, occupational and speech therapy for children whose families cannot afford the full cost of ongoing treatment	143,000
CAMP FOR ALL FOUNDATION HOUSTON	
Assistance in better serving 10,000 campers, all of them with challenging physical or medical conditions such as cancer, autism, blood disorders or severe burns, by renovating camp facilities	150,000
CAMP SUMMIT, INC. DALLAS	
Assistance in establishing a permanent home for a long-running camp serving children and adults with disabilities through support of the “Opening Gates” capital campaign to furnish the camp with beds, dining hall furniture and equipment, and clinic furnishings	50,000
CANCER SUPPORT COMMUNITY NORTH TEXAS DALLAS	
Assistance in improving the quality of life for cancer patients and survivors in Dallas, Fort Worth and Plano through a new program, “Survive and Thrive” that provides education, social outlets, networking and other support designed to reduce stress and promote healing	50,000
CANDLELIGHT RANCH FOUNDATION AUSTIN	
Assistance in developing a therapeutic water play area that will provide children with special needs with outdoor recreation and at the same time teach them the importance of conserving water in Central Texas	50,000
CAPITAL AREA FOOD BANK OF TEXAS, INC. AUSTIN	
Support of a major expansion campaign by purchasing three trucks to pick up donated food and deliver it to more than 300 food pantries, soup kitchens and shelters in central Texas, and three Mobile Food Pantry vehicles to go directly into underserved areas	1,300,000

GRANTEE & PURPOSE	TOTAL GRANT
CAPITAL OF TEXAS PUBLIC TELECOMMUNICATIONS COUNCIL/KLRU-TV18 AUSTIN	
Assistance in building KLRU’s capacity to produce high quality television programs with local, regional and national appeal by replacing outdated equipment with updated video-editing computers, shared storage for broadcast and archived programs, and new field cameras	\$ 999,778
CAPTAIN HOPE’S KIDS DALLAS	
Assistance in providing diapers, school supplies, coats, school uniforms and other necessities to social service agencies serving homeless children in Dallas, Collin, Denton and Tarrant counties	30,000
CATHOLIC DIOCESE OF AUSTIN/SAN JUAN DIEGO CATHOLIC HIGH SCHOOL AUSTIN	
Assistance in constructing a new, expanded high school facility in South Austin to provide motivated students with the opportunity to receive a high-quality Catholic education while gaining useful work experience	500,000
CENTER FOR NONPROFIT MANAGEMENT DALLAS	
Assistance, over a three-year period, in strengthening Dallas-area nonprofit organizations serving women, children and education by providing them with specialized training through the Moody Foundation Outcomes-Based Program Evaluation Institute	105,000
CENTRAL CHRISTIAN CHURCH GALVESTON	
Assistance in continuing to recover from the effects of Hurricane Ike by restoring essential programs and engaging a full-time minister	65,000
CHASE’S PLACE, INC. RICHARDSON	
Assistance in enhancing therapeutic programming to enable students ages 5-18 to reach their full potential despite developmental disabilities, brain injuries or neurological disorders	25,000
CHILD AND FAMILY GUIDANCE CENTERS DALLAS	
Assistance in helping children with serious mental illnesses, and their families, through the intensive Services for Children program which combines psychiatric, therapeutic, rehabilitative and case management services	10,000
CHILD PROTECTIVE SERVICES COMMUNITY PARTNERS, INC./COMMUNITY PARTNERS OF DALLAS DALLAS	
Assistance in preventing children who are at risk of abuse or neglect from being placed in foster care by providing family members with the support needed to take in the children through the “Kids In Crisis” program	15,000
CHILDREN’S CENTER, INC. GALVESTON	
Assistance in providing safe, comfortable housing for young adults ages 18 to 22 in need of shelter and services due to aging out of foster care, homelessness, human trafficking and other situations	50,000

GRANTEE & PURPOSE	TOTAL GRANT
CHILDREN'S COALITION GALVESTON Assistance in constructing a safe, accessible playground on the grounds of Westminster Presbyterian Church that will provide the 50 preschool children attending the school with developmentally appropriate play that fosters creativity, curiosity and socialization	\$ 20,000
CHILDREN'S HEART FOUNDATION-TEXAS CHAPTER ROUND ROCK Assistance in developing advances in the treatment and prevention of congenital heart defects through research funded by the Central Texas Congenital Heart Walk	5,000
CHILDREN'S MEDICAL CENTER FOUNDATION OF TEXAS DALLAS Assistance in expanding the research capabilities of the Moody Foundation Flow Cytometry Facility by purchasing an additional cell sorter to meet the growing needs of the lab, and adding a sixth faculty position and a second mass spectrometer and cell sequencer	2,699,561
CHINATI FOUNDATION MARFA Assistance in expanding the museum internship program to include two new positions focused on curatorial and public programming skills	15,000
CLAYTON DABNEY FOUNDATION FOR KIDS WITH CANCER DALLAS Assistance in providing North Texas children who have terminal cancer with special gifts or experiences that ease their suffering and anxiety, and enabling their parents to spend more of their child's last days together through small amounts of financial assistance	10,000
Additional program support providing the families of a child who has terminal cancer with the opportunity to create happy memories, either by arranging for a special gift or event, or by enabling the parent to spend more time with their child in his or her final days	15,000
COMMUNITIES IN SCHOOLS-CENTRAL TEXAS, INC. AUSTIN Assistance in breaking the cycle of poverty through intervention targeted at the students most at risk of dropping out, male adolescents from low-income minority households, that includes tutoring and counseling to prepare them for higher education and successful employment	150,000
Assistance in continuing a successful intervention program targeting at-risk young men	150,000
COMMUNITIES IN SCHOOLS DALLAS, INC. DALLAS Assistance in targeting the specific areas in which at-risk students need help through the new Mobile Services Program, which brings specialized educators or social workers to a campus or students' homes to address conflict resolution, bullying prevention, character development and other issues that interfere with success in school	20,000
CONTACT CRISIS LINE DALLAS Assistance in providing emergency transportation and prescriptions through the "ContactPlus" program, which offers immediate assistance in life-threatening situations, removing individuals from domestic violence, substance abuse or environments that threaten their mental or physical health	\$ 20,000

CHILDREN'S MEDICAL CENTER FOUNDATION OF TEXAS



“As a research institute that focuses at the interface of stem cells and cancer, we depend on technology to identify rare cell populations within tissues and then to purify them for our studies. The flow cytometers provided by the Moody Foundation have allowed us to do that, creating an outstanding facility performing world-class work. We are grateful for the support of the Moody Foundation.”

—Dr. Sean Morrison, Director, Children's Research Institute

expanding research capabilities

CONTEMPORARY AUSTIN MUSEUM



growing arts & culture

“The Moody Foundation’s exceptional leadership in the growth of the arts and culture in Texas has empowered The Contemporary Austin to fulfill its mission of increasing access to art in our community. Through their vital support, we have presented groundbreaking exhibitions of leading contemporary artists and realized our vision of renovating the Jones Center.”

—Louis Grachos, Executive Director, The Contemporary Austin

GRANTEE & PURPOSE

TOTAL GRANT

CONTEMPORARY AUSTIN MUSEUM, INC.
AUSTIN

Assistance in underwriting three solo exhibitions and related programs surrounding specifically commissioned works by three American artists that will demonstrate to the Austin public the variety of forms, perspectives and materials found in contemporary art	75,000
Assistance in presenting two major exhibitions of contemporary art in 2015, “Tom Sachs: Boombox Retrospective” and “Strange Pilgrims,” a major group show on experiential art of the last 50 years	150,000
Assistance in enhancing programming potential of the museum’s downtown location, the Jones Center, by constructing the Moody Rooftop, a canopy structure that can be heated and cooled for year-round use	1,310,000

COURT APPOINTED SPECIAL ADVOCATES OF DENTON COUNTY, INC.
DENTON

Assistance in facilitating the adoption of abused and neglected children into permanent families at “Denton County Adoption Day,” celebrating the beginning of a new chapter for children whose parents have had their parental rights terminated	2,500
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CRYSTAL CHARITY BALL
DALLAS

Assistance in supporting the 2014 Crystal Charity Ball events and the seven charities chosen to benefit in 2014-2015 from its fund-raising proceeds, each of which addresses children’s agencies that improve the health, education, and social services for Dallas County children	140,000
Assistance in supporting the 2015 Crystal Charity Ball and the agencies selected	140,000

CYSTIC FIBROSIS FOUNDATION/NORTHEAST TEXAS CHAPTER
DALLAS

Assistance in providing specialized treatment at Children’s Medical Center of Dallas to more than 250 pediatric patients with cystic fibrosis, and support of research to develop better treatments and ultimately find a cure	40,000
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DAEDALIAN FOUNDATION
SAN ANTONIO

Assistance in replenishing the supply of military pilots available to defend the country by encouraging the pursuit of science, technology, engineering and mathematics degrees through scholarships to Texas students majoring in these fields	10,000
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CITY OF DALLAS/DALLAS ANIMAL SERVICES
DALLAS

Assistance in providing better care to lost, abandoned or rescued animals by purchasing an x-ray machine that will enable the veterinary staff to more accurately ascertain the condition of injured animals, increasing adoptions and thereby decreasing the number of animals euthanized	56,000
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DALLAS ACADEMY
DALLAS

Assistance in improving the coordination, concentration, problem-solving skills and emotional control of students with learning differences by offering therapeutic dance, first as an after-school activity and later as a summer enrichment program, at all grade levels	\$ 5,000
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GRANTEE & PURPOSE	TOTAL GRANT
THE DALLAS OPERA DALLAS Assistance in presenting the world premiere of a new opera, Becoming Santa Claus, and involving children and families in Dallas and beyond through a TEKS-aligned curriculum for grades 6-12, a coloring book, and a simulcast of a matinee performance to children’s hospitals	250,000
DALLAS POLICE YOUTH FOUNDATION DALLAS Assistance in building healthy and respectful police/community rapport through three programs that mentor and support youth enrichment, character building, and citizenship: Explorers and Junior Explorers programs for boys and Girl Empowerment and DIVA for girls	85,000
DALLAS SUMMER MUSICALS, INC. RICHARDSON Assistance in offering a special performance of “The Little Mermaid” to members of the community who might otherwise be unable to attend a live theatrical performance	100,000
DALLAS URBAN DEBATE ALLIANCE DALLAS Assistance in improving college readiness and high school graduation rates among minority students in the Dallas Independent School District by offering an eight-day residential debate camp that sharpens students’ speaking and research skills and exposes them to college life	20,000
DALLAS WOMEN'S FOUNDATION DALLAS Assistance, over a three-year period, in improving economic security of women by increasing their access to high-quality affordable day care	300,000
DAUGHTERS OF THE REPUBLIC OF TEXAS AUSTIN Assistance in preserving the 174 year old French Legation, through the development of a Master Interpretive Plan to guide preservation efforts and determine historical, architectural, cultural and educational priorities for the 2.5-acre site	20,000
D'FEET BREAST CANCER, INC. GALVESTON Assistance in providing education, screening mammograms and diagnostic testing to 100 low-income, medically underserved Galveston County women, along with any follow-up services needed	36,000
EARTH PROMISE/DBA FOSSIL RIM WILDLIFE CENTER GLEN ROSE Assistance in regaining sustainability by rebuilding the gift shop and new visitors restrooms, both destroyed in a fire in February, 2014	125,000
EDUCATIONAL FIRST STEPS DALLAS Assistance in improving life-long outcomes for children living in poverty by improving the quality of the early-childhood day care available in Dallas County by training day care staff, developing leadership skills, and aiding centers to reach accreditation standards	\$ 200,000

GRANTEE & PURPOSE	TOTAL GRANT
ESSILOR VISION FOUNDATION DALLAS Assistance in expanding the Kids Vision for Life program in order to reach five additional schools in Austin and Dallas in order to identify and correct vision problems in school-age children, addressing one of the primary reasons for poor school performance among low-income children	50,000
EXODUS MINISTRIES DALLAS Assistance in improving the transition of female ex-offenders into productive citizens and parents by creating a Children’s Center at the residential facility for mothers and their children	40,000
FAMILY COMPASS DALLAS Assistance in preventing child abuse and neglect through the Healthy Families program, which reaches out to at-risk teenage parents and provides five years of parenting education and case management for better health and school readiness	50,000
FAMILY PLACE, INC. DALLAS Assistance, over a three-year period, in expanding and improving the therapeutic services offered to survivors of domestic violence by renovating a central Dallas building to consolidate many functions at the new Ann Moody Place	5,000,000
FAMILY SERVICE CENTER OF GALVESTON COUNTY GALVESTON Assistance in providing therapy, crisis counseling and education mental health services at no cost to uninsured or underinsured individuals who are accessing care at St. Vincent’s House Clinic	50,000
Assistance in providing mental health services at St. Vincent’s Clinic, in collaboration with UTMB’s School of Nursing, Medical School, and Department of Psychiatry, to low-income clinic patients in need of treatment for anxiety, depression and other mental health issues	50,000
FOUNDATION FOR HOPE VILLAGE FRIENDSWOOD Assistance in meeting a Mabee Foundation challenge grant to complete a capital campaign to build an Education and Community Building with classrooms, a sensory lab and event center	125,000
FREDERICKSBURG ISD PARENT TEACHER ORGANIZATION FREDERICKSBURG Assistance in providing the 2015 graduating class of Fredericksburg High School with a safe, chemical-free, entertaining all-night celebration on graduation night	3,500

GRANTEE & PURPOSE	TOTAL GRANT
GALVESTON ARTS CENTER, INC. GALVESTON Assistance in completing the post-Hurricane Ike restoration of the 1878 First National Bank Building, enabling the Arts Center to return to its flagship location on the Strand, tripling its exhibition space, adding an education studio and expanding outreach programs	\$ 1,000,000
GALVESTON BAY FOUNDATION WEBSTER Assistance in underwriting the “Bike Around the Bay” awareness and fundraising event scheduled for October 18 and 19, 2014, which will continue to raise awareness of Galveston Bay’s ecosystems to a broad audience while raising funds for conservation, restoration, education and research projects	20,000
Assistance in producing the 2015 fundraising bike ride, “Bike Around the Bay”	25,000
GALVESTON CHILDREN’S MUSEUM GALVESTON Assistance in opening and operating a children’s museum in the basement of the Moody Mansion to serve children, both residents of Galveston and visitors, by facilitating learning through play, offering opportunities for creativity, and special programming	300,000
GALVESTON COLLEGE FOUNDATION GALVESTON Assistance in raising the education level of Galveston’s workforce and reducing generational poverty through the Universal Access program, which provides financial aid to all Galveston high school graduates attending Galveston College	3,000,000
GALVESTON COUNTY MUTUAL ASSISTANCE PARTNERSHIP TEXAS CITY Assistance in strengthening and improving nonprofit organizations in Galveston County by developing a marketing plan and revamped website that will encourage collaboration, provide online training, and serve as a central information source for the nonprofit community	10,000
GALVESTON INDEPENDENT SCHOOL DISTRICT EDUCATIONAL FOUNDATION, INC. GALVESTON Assistance in completing the implementation of Balanced Literacy in all elementary schools	205,700
GEORGE W. BUSH FOUNDATION DALLAS Funding to develop and implement the Presidential Leadership Scholars program, a collaboration among the Presidential centers at Texas A&M, the University of Texas, SMU, and the University of Arkansas to foster principled civic leaders	5,000,000
GIRL SCOUTS OF NORTHEAST TEXAS DALLAS Assistance in transforming a 100-acre camp into a STEM (Science, Technology, Engineering and Mathematics) Center of Excellence, a living laboratory where girls and adults can expand their interest in STEM careers	1,000,000

GALVESTON ARTS CENTER

promoting contemporary art



“With support from the Moody Foundation, in FY 2016 Galveston Arts Center (GAC) was able to produce 21 museum-quality exhibitions showcasing contemporary artists from Texas and beyond and organize *Galveston ArtWalk*, an evening event uniting downtown galleries and businesses and attracting thousands of visitors eight times per year, all free of charge. GAC also hosted over 1,000 hours of educational programing, including sixteen separate, reoccurring programs that serve over 2,500 people, 1,500 at health and social services sites through our *Art for All* outreach program.”

—Jennifer Justice, Executive Director, Galveston Arts Center

GRANTEE & PURPOSE	TOTAL GRANT
GLEANINGS FROM THE HARVEST FOR GALVESTON/DBA GALVESTON COUNTY FOOD BANK TEXAS CITY Assistance in developing two new mobile food distribution sites in San Leon and La Marque, opening a permanent food pantry in Hitchcock, and maintaining mobile food distribution in eight other Galveston County locations	\$ 100,000
1894, INC. DBA THE GRAND OPERA HOUSE GALVESTON Assistance, over a three-year period, in making critical repairs to the masonry mortar on one interior and two exterior walls, restoring the structural integrity of the building	1,750,000
HEALING HANDS MINISTRIES, INC. DALLAS Assistance in providing medical and dental services to children from low-income, uninsured or underinsured families, reducing the number of unnecessary emergency room visits and school absences while improving the health of individuals and families in the Lake Highlands area	20,000
HILL COUNTRY MEMORIAL HOSPITAL FREDERICKSBURG Assistance in replacing the hospital’s MRI facility with an MRI suite within the hospital, adding the MRI unit to the radiology department and reconfiguring the emergency department	200,000
HILL COUNTRY RIDE FOR AIDS AUSTIN Assistance in underwriting the fifteenth annual Hill Country Ride for AIDS, a collaborative fundraising effort of ten Central Texas organizations that provide medical and social services to people affected by HIV/AIDS	12,500
Assistance in underwriting the 2015 and 2016 annual Hill Country Ride for AIDS	25,000
HOPE AND HEALING INSTITUTE HOUSTON Assistance in providing faith-based mental health services to members of the community regardless of their ability to pay, and training social workers, therapists and counselors on mental health	50,000
HOUSTON BAPTIST UNIVERSITY HOUSTON Assistance in updating the Moody Library for modern technology by creating the Moody Library Learning Commons, reconfiguring and refurbishing the traditional library to support the academic needs of a current generation of students	500,000
HOUSTON GRAND OPERA ASSOCIATION, INC. HOUSTON Assistance in producing the world premiere of a chamber opera exploring the effects of the 1900 Storm and Hurricane Ike on generations of Galvestonians	17,500

GRANTEE & PURPOSE	TOTAL GRANT
HOUSTON GROUND ANGELS HOUSTON Assistance in providing no-cost transportation from Houston airports to the Texas Medical Center and back, eliminating a major barrier to receiving high-quality medical care	\$ 75,000
HOUSTON LIVESTOCK SHOW AND RODEO EDUCATIONAL FUND HOUSTON Assistance in providing more than 750 students from the Houston-Galveston area with scholarships to college, graduate programs or veterinary school, and aiding more than 50 schools and charities in the area by augmenting the proceeds of the Houston Livestock Show and Rodeo	50,000
ISLAND ETC. GALVESTON Assistance in improving audience comfort, energy efficiency and theatrical production values through a two-part renovation that includes replacing the roof and air conditioning, removing and replacing the existing carpet, and installing a new light board	91,000
JAMAICA BEACH VOLUNTEER FIRE DEPARTMENT, INC. JAMAICA BEACH Assistance with the purchase of an amphibious craft that can travel through marsh, shoals and beachfront conditions to reach victims and can also be used for high-water rescues during hurricanes	115,000
JEREMIAH PROGRAM AUSTIN Assistance with the construction of a residential/service building in Austin that will include 35 apartments for families led by low-income single mothers, a child care center, and other facilities needed to support the women as they become self-sufficient	4,000,000
JUBILEE PARK & COMMUNITY CENTER DALLAS Assistance in closing the academic achievement gap for low-income children through the Children’s Education Initiative, which offers year-round academic enrichment and character development to 400 elementary and middle school children in after-school and summer programs	25,000
KRUM ISD EDUCATIONAL FOUNDATION, INC. KRUM Assistance in purchasing notebook computers, software and training materials that will enable high school students at this rural school to research school assignments, prepare for the ACT and SAT tests, apply to colleges, and compete for scholarships	10,000
LIFT DALLAS Assistance in improving the lives of adults with limited literacy through a strategic plan that will expand the number of learning sites, develop corporate partnerships for employee learning, and coordinate with the area’s social service and employment programs	150,000
LONGHORN PROJECT ADVISORY BOARD HOUSTON Assistance with two agriculture education projects, raising longhorn cattle and offering third and seventh grade Clear Creek students hands-on tours of the agriscience education facility	25,000

JEREMIAH PROGRAM

2014-15 GRANTS



“I am passionate about Jeremiah Program’s two generation approach that helps break the cycle of poverty by providing a campus community where single mothers living in poverty can prosper, change their lives and offer their children a better future. Without the Moody Foundation’s early investment in this initiative, we would not be able to support these families.”

—Glenda Holmstrom, Chair of the Austin Community Board of Trustees, Jeremiah Program

breaking the cycle of poverty

MCCALLUM HIGH SCHOOL PROJECT GRADUATION
AUSTIN

Assistance in illustrating the dangers of impaired driving to high school students through a two-day immersion program, “Shattered Dreams,” to make students more aware of the extended consequences of drinking and driving \$ 3,500

MI ESCUELITA PRESCHOOL, INC.
DALLAS

Assistance in lowering the dropout rate among Hispanic students by expanding the successful English-immersion preschool model to two new school campuses in the Dallas area in 2015 30,000

MONTROSE COUNSELING CENTER/DBA THE MONTROSE CENTER
HOUSTON

Assistance in providing counseling, peer support, group meals, wellness, education, recreation and advocacy to lesbian, gay, bi-sexual and transgender senior citizens through the SPRY (Seniors Preparing for Rainbow Years) program for individuals 60 and older 50,000

MOODY SCHOLARS PROGRAM

2014 support of the Moody Scholars Program in Galveston, Dallas and Travis County schools 600,000
2015 support of the Moody Scholars Program in Galveston, Dallas and Travis County schools 1,200,000

NATIONAL SOCIETY TO PREVENT BLINDNESS/PREVENT BLINDNESS TEXAS
HOUSTON

Assistance in providing uninsured and underinsured individuals in the Houston area with the vision services needed to continue working, studying or living independently, including free vision screenings, eye health and safety education, and referrals for eyeglasses 25,000

NORTH TEXAS FOOD BANK
DALLAS

Assistance in improving the nutrition, health and school performance of low-income children through the Food 4 Kids program, which provides weekend meals to children who live with chronic hunger 50,000

OAK HILL ACADEMY
DALLAS

Assistance in purchasing iPads, software and online textbooks to enable high school students at this school specializing in learning differences to reach their full potential by using materials and techniques adapted to their learning styles 33,548

OLD CENTRAL CULTURAL CENTER, INC.
GALVESTON

Assistance in preserving and renovating the interior and exterior of the 1927 structure that housed Texas’ first high school and public library established for African-American citizens, now a community meeting place and repository for local history 10,000

Assistance in promoting Galveston as a historic-tourism destination through support of events commemorating the 150th anniversary of Juneteenth, projected to draw 150,000 visitors to Galveston in June, 2015 30,000

2014-15 GRANTS

GRANTEE & PURPOSE	TOTAL GRANT
OPEN ARMS, INC./BRYAN'S HOUSE DALLAS Assistance in preparing children ages 0-5 for success in school and life at a preschool designed to meet special medical and/or developmental needs	\$ 30,000
OUR CALLING, INC. DALLAS Assistance in feeding Dallas County's most vulnerable population, unsheltered homeless individuals, providing approximately 5,000 men, women and children with breakfasts, lunches and resources to prepare them for a more stable living situation	10,000
PARKLAND FOUNDATION DALLAS Assistance in completing a new 2.5-million square foot hospital to serve Dallas County residents, and in creating the Moody Foundation Wellness Garden, an outdoor area that will offer contemplation, exercise and respite for patients, families and hospital staff	3,000,000
PROJECT GRADUATION, INC. GALVESTON Partial underwriting for "Project Graduation 2014" to provide a substance-free graduation celebration for the Ball High School Class of 2014 and their guests	10,000
Partial underwriting for "Project Graduation 2015"	10,000
PROJECT NORMALIZATION OPEN DOOR PRESCHOOL AUSTIN Assistance in preparing disadvantaged children for school success through two programs that focus on Kindergarten readiness by deploying trained volunteers from Foster Grandparents and AmeriCorps to provide individualized instruction and attention at three preschool campuses	10,000
PROMISE HOUSE, INC. DALLAS Assistance in providing shelter, counseling, education and social services to homeless, runaway and at-risk youth, who now comprise 24% of Dallas County's homeless population, in order to stabilize their situations and reunite them with family members	15,000
Assistance, over two years, in breaking the cycle of poverty by providing pregnant or parenting teens with supportive housing, job training, child care, counseling and educational opportunities at the Wesley Inn, and operating Emergency Shelter Services for runaways and homeless youth	120,000
READING PARTNERS DALLAS Assistance in reducing the drop-out rate in Dallas schools by providing volunteer literacy tutoring for early-elementary students who are not reading at grade level, improving their reading skills before they fall further behind	45,000

PARKLAND FOUNDATION



“The garden is a central component to the patient-centered healing environment created on the Parkland campus. It provides a peaceful place for families to gather, as well as for private contemplation. We are extremely grateful to the Moody Foundation for their generous support of Parkland and our patients.”

—David E. Krause, President and CEO, Parkland Foundation

creating a healing environment

ROSENBERG LIBRARY

“Because the Moody Foundation was a major donor for our Phase VI project, we were able to transform the appearance of the entire second floor, the east entrance and the History Center. The generous support from the Moody Foundation has been extraordinarily helpful in enabling our institution to enhance library services for more than 250,000 annual visitors.”

—John Augelli, Executive Director, Rosenberg Library



enhancing library services

GRANTEE & PURPOSE	TOTAL GRANT
RESOURCE AND CRISIS CENTER OF GALVESTON COUNTY GALVESTON Assistance in offering comprehensive services to the victims of sexual assault and domestic violence in Galveston County through four programs: Residential, Therapeutic, Non-residential Client Services, and Legal	\$ 25,000
Assistance in providing residential and non-residential services for individuals who have experienced domestic abuse	25,000
RICE UNIVERSITY/JAMES A. BAKER INSTITUTE HOUSTON Assistance in expanding the scope of the White House Transition Project, documenting the mechanics of an outgoing administration to improve governance and to minimize disruptions to national security, financial markets and government programs	2,021,671
RONALD MCDONALD HOUSE OF GALVESTON GALVESTON Assistance in renovating the kitchen and dining rooms that serve as important gathering places for families staying in the house, replacing the flooring, appliances and furniture and adding more space for cooking, food storage and preparation	25,000
ROSENBERG LIBRARY GALVESTON Assistance in completing the sixth phase of renovations to the Moody Wing and to the original 1904 library building, creating new reading and study areas, replacing obsolete lighting, enhancing the 23rd Street entrance, making repairs to the Galveston and Texas History Center, and install south-facing windows for natural light	250,000
ST. STEPHEN'S EPISCOPAL SCHOOL AUSTIN Assistance in linking the academic, residential and athletic zones of the school campus by extending the Moody Walk	600,000
ST. VINCENT'S HOUSE GALVESTON Assistance in preventing homelessness and family disintegration by providing emergency financial aid to low-income clients when unforeseen circumstances such as illness or transportation issues make it impossible to pay for rent, utilities, food or other necessities	50,000
Assistance with the purchase of a newer vehicle to replace older, unreliable vehicles in order to continue to provide transportation services to low-income residents, especially senior citizens and the disabled	38,000
SALESMANSHIP CLUB YOUTH AND FAMILY CENTERS, INC./DBA MOMENTOUS INSTITUTE DALLAS Assistance in improving academic outcomes in the Oak Cliff area of Dallas by providing low-income children with a unique early childhood education program that combines social/emotional health, early literacy and parent engagement to prepare families for success in school	35,000

GRANTEE & PURPOSE	TOTAL GRANT
SEA SCOUT BASE GALVESTON GALVESTON Assistance in purchasing two wheelchair-accessible buses to bring participants from throughout the Houston-Galveston area to two adaptive sailing programs, one for adults who have been patients at the VA Hospital, TIRR and other rehab facilities, and one that will serve as a PE class for special populations at Galveston County schools	\$ 128,440
SECOND SERVINGS OF HOUSTON HOUSTON Assistance in purchasing a refrigerated van and hiring a driver in order to re-purpose food from restaurants, caterers and hotels, delivering it to agencies serving Houston’s hungry	60,000
SETTLEMENT CLUB/DBA THE SETTLEMENT HOME AUSTIN Assistance in installing a solar energy system throughout the Settlement Home’s 10-acre campus in order to reduce energy consumption and utility expenses, enabling the agency to better serve children and families with histories of trauma, abuse or neglect	196,805
Assistance in augmenting the sustainability of the Home’s central mission of providing therapeutic foster care and adoption services for children and youth	100,000
SHELTER MINISTRIES OF DALLAS/AUSTIN STREET CENTER DALLAS Assistance in installing a commercial-grade kitchen that will enable the shelter to provide more nutritious evening meals for the homeless men and women in need, and will facilitate volunteer groups in preparing food for shelter clients	15,000
SHELTER MINISTRIES OF DALLAS/GENESIS WOMEN'S SHELTER DALLAS Assistance in reversing the damaging effects of domestic abuse on children through the Residential Children’s Program, a multi-disciplinary approach to healing trauma through play therapy, counseling, on-site school and case management services for children	25,000
SHRINERS HOSPITALS FOR CHILDREN GALVESTON Assistance in purchasing a new surgical laser that will enable the hospital to treat burn survivors with scar tissue in a less invasive and more cost effective method that reduces the patient’s pain level and increases their range of motion	90,000
SOLDIERS' ANGELS SAN ANTONIO Assistance in providing support to military veterans in the Dallas area, especially homeless veterans, including group meals, boxed lunches, hygiene supplies and items identified by the social workers at the Dallas VA Hospital	15,000
SOUTHEAST TEXAS AIR FORCE ACADEMY PARENTS ASSOCIATION HOUSTON Assistance in recognizing the commitment of young men and women attending the five U.S. Service Academies through partial underwriting of the 29th Annual Joint Service Academies Military Ball for cadets from the Houston-Galveston area and their families	21,400

GRANTEE & PURPOSE	TOTAL GRANT
SOUTHERN METHODIST UNIVERSITY/MEADOWS MUSEUM DALLAS Assistance in commemorating the 50th anniversary of the Meadows Museum through lead sponsorship of the year-long celebration, which includes education programs, events, publications, and two major exhibitions of Spanish masterpieces	\$ 250,000
SPECIAL OLYMPICS TEXAS, INC. AUSTIN Assistance in bringing sports programs designed to improve the physical and mental health of children and adults with intellectual disabilities to more of the Texans who could benefit from participating in activities proven to reduce obesity and related health issues	75,000
Assistance in expanding year-round sports training and athletic competition for children and adults with intellectual disability, improving their health, employability, citizenship and social skills while engaging in one of 22 Olympic-style sports activities	75,000
STEPHEN F. AUSTIN STATE UNIVERSITY FOUNDATION, INC. NACOGDOCHES Assistance in determining the most salt-tolerant and hurricane-resistant varieties of trees, shrubs and other plants for Galveston’s climate	251,969
SUNSHINE CENTER, INC. GALVESTON Assistance, over a two-year period, in attaining sustainability that will lessen the impact of reduced government funding, through matching grants to the 2014 and 2015 Annual Appeals and the development of a reserve fund that will aid in providing therapeutic and educational services to individuals with developmental disabilities	120,000
TEACH FOR AMERICA, INC. DALLAS Assistance in eliminating the disparities in education in the Dallas Metroplex by recruiting, training and placing dedicated new teachers in low-performing schools in order to advance student achievement in the most impoverished areas	50,000
TEXAS HEALTH RESOURCES FOUNDATION ARLINGTON Assistance, over a five-year period, in expanding the Sexual Assault Nurse Examiner program to cover 16 north Texas counties	1,500,000
TEXAS LANGUAGE LEARNING ALTERNATIVES, INC./DBA CAPITOL SCHOOL OF AUSTIN AUSTIN Assistance in improving the energy efficiency and noise level in the school by replacing the original windows in the 1960s-era former church, improving the air quality, reducing the outside noise distractions, and reducing utility costs	7,854
TEXAS MAMMA JAMMA RIDE, INC. AUSTIN Assistance in underwriting the production of a fund-raising bike ride that benefits nine Central Texas nonprofits serving women who have or are at risk of having breast cancer, providing them with services ranging from diagnosis and counseling to treatment	10,000

GRANTEE & PURPOSE	TOTAL GRANT
TEXAS TECH FOUNDATION, INC. LUBBOCK Assistance in improving the visitor experience and expanding the educational outreach of the Moody Planetarium by adding six digital planetarium shows, three new laser programs and replacing the console that controls the display	\$ 112,996
THE TEXAS TRIBUNE AUSTIN Assistance, over a three-year period, in increasing civic engagement and improving access to detailed, nonpartisan information on issues affecting Texans by expanding in-depth investigative coverage by staff reporters and interns from UT's Moody College of Communications	150,000
TEXAS WOMAN'S UNIVERSITY FOUNDATION DENTON Assistance, over a two-year period, in developing a campus-wide initiative to improve the health, wellbeing and leadership potential of TWU students through a coordinated plan that includes fitness and recreation opportunities, healthy food choices and curriculum-based learning in the health science programs and clinic	250,000
THE TRAIL FOUNDATION AUSTIN Assistance in developing the former Seaholm Intake Facility, part of a 1950s concrete power plant, into a multi-use public space that complements the existing uses of the Ann and Roy Butler Hike and Bike Trail and create additional lakefront parkland	3,000,000
TRANSITIONAL LEARNING CENTER AT GALVESTON GALVESTON Transfer of 24,449 shares of American National Insurance Company common stock to assist with future operational and capital expansion plans	2,688,168
Transfer of 750 shares of American National Insurance Company common stock to assist with future operational and capital expansion plans	85,147
Assistance with future operational and capital expansion plans	1,000,000
Transfer of 1,500 shares of American National Insurance Company (ANICO) common stock to assist with future operational and capital expansion plans	157,500
Transfer of 8,307 shares of American National Insurance Company (ANICO) common stock to assist with future operational and capital expansion plans	823,639
Transfer of 2,500 shares of American National Insurance Company (ANICO) common stock to assist with future operational and capital expansion plans	253,425
TRINITY EPISCOPAL CHURCH GALVESTON Assistance in preserving and restoring the 1882 Eaton Memorial Chapel, enabling the chapel to be used year-round for church and school functions	1,510,981
TRINITY EPISCOPAL SCHOOL GALVESTON Assistance in purchasing property adjacent to the school's campus, demolishing existing structures and developing the block-long tract as a sports field and outdoor gathering space, enabling Trinity to offer additional opportunities for healthy outdoor activities	700,000

THE VISITING NURSE ASSOCIATION OF TEXAS



supporting the needs of seniors

“Through the generosity of the Moody Foundation, VNA is able to provide daily food and friendship to 25 homebound clients for three years. The grant has also funded the position of one paid driver, which helps us serve more seniors in underserved communities. The Moody Foundation has given Dallas County a gift—driving away hunger in the area.”

—Katherine Krause, President and CEO, The Visiting Nurse Association of Texas

GRANTEE & PURPOSE	TOTAL GRANT
TRINITY RIVER MISSION, INC. DALLAS Assistance in improving the academic and social success of impoverished West Dallas elementary school students through the Homework Help program, which offers tutoring, provides tools and resources for completing school projects, and teaches emotion-managing coping skills	\$ 20,000
UNITED WAY OF METROPOLITAN DALLAS, INC. DALLAS Assistance in improving science education through the Leaders in Science program aimed at stimulating and sustaining student interest in science at the elementary school level	75,000
UNIVERSITY OF DALLAS IRVING Assistance in reducing the number of falls, currently the leading cause of emergency-room visits and accidental deaths among older adults, through a research project to gather data on balance and stability that will make it easier to identify fall risks in the elderly	22,000
UNIVERSITY OF TEXAS AT AUSTIN/BLANTON MUSEUM OF ART AUSTIN Assistance in providing free public access to Austin’s only comprehensive art collection through the “Free Thursdays” program, which waives museum admission and offers monthly educational evenings that include gallery talks, performances and Spanish-language tours	150,000
UNIVERSITY OF TEXAS AT AUSTIN/MOODY COLLEGE OF COMMUNICATION AUSTIN Assistance in creating a permanent endowment that will fund the Roderick P. Hart Student Achievement Awards, annually recognizing outstanding undergraduate, graduate and doctoral students in each of Moody College’s five academic departments	25,000
UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON/ INSTITUTE FOR THE MEDICAL HUMANITIES GALVESTON Assistance, over a three-year period, in presenting the Russell and Robert Moody Sr. Lecture Series addressing a wide public audience on all aspects of brain health from prenatal development to trauma and aging	226,390
VISITING NURSE ASSOCIATION OF TEXAS DALLAS Assistance, over a three-year period, with food and labor costs associated with expanding the Dallas County Meals on Wheels program to reach more low-income elderly or disabled citizens with a daily nutritious meal that enables them to continue to live in their own home	150,000
THE WARREN CENTER, INC. RICHARDSON Assistance in preparing pre-school children with physical or intellectual disabilities for success in school and in life by providing therapy for communication, social skill, motor/ coordination or sensory processing deficits when they are 3-5 years old	25,000

THE WARREN CENTER

helping children grow



“Because of the Moody Foundation’s generous gift, we were able to provide 60 scholarships for our in-house therapy clinic to children ages three to five who have been impacted by developmental delays. We also hosted five group therapy sessions in 2016, which was four more than we offered last year. And that’s a direct result of the grant we received from the Moody Foundation.”

—Amy Spawn, Executive Director, The Warren Center

WESLEY-RANKIN COMMUNITY CENTER



“Wesley-Rankin Community Center is incredibly grateful for our partnership with The Moody Foundation. Their support allows us to serve the families of West Dallas with a K-12 after-school program that offers high quality programming to meet not only the academic, but the creative and social-emotional needs of our students.”

—Emma Williams, Development Manager, Wesley-Rankin Community Center

developing the whole child

GRANTEE & PURPOSE	TOTAL GRANT
WARRIOR'S WEEKEND VICTORIA Assistance in enriching the lives of wounded military veterans, especially those who served in Iraq and Afghanistan, by providing them with a weekend of fishing, relaxation and social events that encourage them to pursue activities they enjoy, regardless of disabilities	\$ 15,000
WESLEY-RANKIN COMMUNITY CENTER, INC. DALLAS Assistance in offering after-school programs for students in grades K-12 that provide academic enrichment, tutoring, mentoring and character development in order to help West Dallas children improve school performance, explore creative arts, and prepare for college	20,000
YAGA'S CHILDREN'S FUND GALVESTON Assistance in awarding grants to Galveston County non-profit organizations that address children's issues, through partial underwriting of the 19th Annual Yaga's Children's Fund Wild Game Cookoff	30,000
YOUNG WOMEN'S CHRISTIAN ASSOCIATION DALLAS Assistance in breaking the cycle of generational poverty by providing one-on-one parenting education, health assessments, mentoring and referrals to at-risk first-time mothers, helping to avoid low birth weight and premature babies, reduce child neglect and develop healthy babies and more self-sufficient mothers	30,000
TOTAL: 171 Grants	\$ 57,515,472

financial
REPORT

2014-15

We have audited the accompanying financial statements of The Moody Foundation (the Foundation), which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities, changes in net assets, 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 U.S. generally accepted accounting principles; 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.

Auditors' 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 auditors' 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Moody Foundation as of December 31, 2015 and 2014, and the results of its operations and its cash flows for the years then ended in accordance with U.S. generally accepted accounting principles.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Schedule 1 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

KPMG LLP

Houston, Texas
April 5, 2016

Statements of Financial Position
DECEMBER 31, 2015 AND 2014

	Assets	
	2015	2014
Cash and cash equivalents	\$ 129,674,000	\$ 115,155,000
Investments		
American National Insurance Company (note 2)	672,678,000	637,969,000
Gal-Tex Hotel Corporation (note 2)	737,000	—
Marketable equity securities (note 3)	223,588,000	67,833,000
Bonds and other debt instruments (note 3)	393,376,000	546,381,000
Notes receivable (note 6)	12,777,000	12,489,000
Real Estate	1,500,000	1,500,000
Total Investments	\$ 1,304,656,000	\$ 1,266,172,000
Federal excise tax receivable	614,000	246,000
Accrued interest	2,422,000	3,075,000
Assets held for charitable purposes	43,000	43,000
Other assets, net of accumulated depreciation of \$609,000 and \$698,000 in 2015 and 2014, respectively	1,211,000	467,000
Assets held in charitable remainder trust (note 5)	927,067,000	996,143,000
Total assets	\$ 2,365,687,000	\$ 2,381,301,000
	Liabilities and Net Assets	
Liabilities:		
Grants payable	\$ 66,362,000	\$ 110,077,000
Deferred tax liability (note 9)	12,716,000	12,307,000
Total liabilities	79,078,000	122,384,000
Commitments and contingencies (note 11)		
Net assets:		
Unrestricted	1,049,257,000	966,842,000
Temporarily restricted (note 7)	463,533,000	498,072,000
Permanently restricted (note 8)	773,819,000	794,003,000
Total net assets	2,286,609,000	2,258,917,000
Total liabilities and net assets	\$ 2,365,687,000	\$ 2,381,301,000

See accompanying notes to financial statements.

Statements of Activities
YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
Changes in unrestricted net assets:		
Revenues and gains:		
Interest	\$ 14,495,000	\$ 16,819,000
Dividends	2,922,000	1,900,000
Net unrealized and realized gains (losses) on investments	(6,307,000)	7,521,000
Equity in income of affiliates (note 2)	53,985,000	54,237,000
Net assets released from restriction (note 5)	17,995,000	14,590,000
Other income	32,356,000	20,699,000
Grants lapsed or withdrawn	33,000	94,000
Total unrestricted revenues and gains	\$ 115,479,000	\$ 115,860,000
Expenses:		
Grant appropriations:		
Community and social services	\$ 11,897,000	\$ 10,732,000
Health and science	2,610,000	4,659,000
Education	6,037,000	13,146,000
Arts, humanities, and religion	5,523,000	2,926,000
Total grant appropriations	\$ 26,067,000	\$ 31,463,000
General and administrative expenses (note 10)	3,501,000	3,261,000
Expenses incurred in the production of revenues and gains	3,015,000	2,784,000
Provision for federal excise taxes (note 9)	482,000	1,416,000
Total expenses	\$ 33,065,000	\$ 38,924,000
Increase in unrestricted net assets	\$ 82,414,000	\$ 76,936,000
Changes in temporarily restricted net assets:		
Change in value of charitable remainder trust (note 5)	(16,543,000)	51,218,000
Net assets released from restriction (note 5)	(17,995,000)	(14,590,000)
Increase (decrease) in temporarily restricted net assets	\$ (34,538,000)	\$ 36,628,000
Changes in permanently restricted net assets:		
Changes in value of charitable remainder trust (note 5)	(16,543,000)	51,218,000
Net unrealized and realized gains (losses) on investments	(5,630,000)	5,540,000
Equity in income of ANICO, net of dividends received (note 2)	1,989,000	2,065,000
Increase (decrease) in permanently restricted net assets	\$ (20,184,000)	\$ 58,823,000
Increase in net assets	\$ 27,692,000	\$ 172,387,000

See accompanying notes to financial statements.

Statements of Changes in Net Assets
YEARS ENDED DECEMBER 31, 2015 AND 2014

	Unrestricted	Temporarily restricted	Permanently restricted	Total
Net assets, December 31, 2013	\$ 889,906,000	\$ 461,444,000	\$ 735,180,000	\$ 2,086,530,000
Increase (decrease) in net assets	76,936,000	36,628,000	58,823,000	172,387,000
Net assets, December 31, 2014	966,842,000	498,072,000	794,003,000	2,258,917,000
Increase (decrease) in net assets	82,415,000	(34,539,000)	(20,184,000)	27,692,000
Net assets, December 31, 2015	\$ 1,049,257,000	\$ 463,533,000	\$ 773,819,000	\$ 2,286,609,000

See accompanying notes to financial statements.

Statements of Cash Flows
YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
Cash flows from operating activities:		
Increase (decrease) in net assets	\$ 27,692,000	\$ 172,387,000
Adjustments to reconcile increase in net assets to net cash used in operating activities:		
Distributions received from charitable remainder trust	17,995,000	14,590,000
Net realized (gains) losses on investments	(3,007,000)	(9,496,000)
Net unrealized (gains) losses on investments	14,944,000	(3,565,000)
Equity in income of affiliates	(55,974,000)	(56,302,000)
Change in value of charitable remainder trust	33,086,000	(102,436,000)
Deferred tax expense	409,000	756,000
Increase in federal excise tax receivable	(368,000)	—
Depreciation	159,000	74,000
(Increase) decrease in other assets and accrued interest receivable	(250,000)	29,000
Noncash grant payment of stock	1,235,000	2,773,000
Decrease in grants payable	(43,715,000)	(34,611,000)
Decrease in accounts payable and accrued liabilities	—	(170,000)
Net cash used in operating activities	(7,794,000)	(15,971,000)
Cash flows from investing activities:		
Proceeds from the sales, paydowns, and maturities of investments	1,331,588,000	1,286,752,000
Purchases of investments	(1,346,275,000)	(1,251,798,000)
Cash advances on notes receivable	(1,625,000)	—
Cash collected on notes receivable	1,337,000	47,000
Dividends received from affiliates	19,293,000	18,903,000
Net cash provided by investing activities	4,318,000	53,904,000
Cash flows from financing activities:		
Restricted distributions received from charitable remainder trust	17,995,000	14,590,000
Net cash provided by financing activity	17,995,000	14,590,000
Net increase in cash and cash equivalents	14,519,000	52,523,000
Cash and cash equivalents, beginning of year	115,155,000	62,632,000
Cash and cash equivalents, end of year	\$ 129,674,000	\$ 115,155,000
Supplemental disclosure of cash flow information:		
Cash paid during the year for excise taxes	\$ 442,000	\$ 1,030,000

See accompanying notes to financial statements.

Notes to Financial Statements
DECEMBER 31, 2015 AND 2014

(1) Organization and Summary of Significant Accounting Policies

(a) Organization

The Moody Foundation (the Foundation) is a private charitable foundation created in 1942 by W.L. Moody, Jr. and his wife, Libbie Rice Shearn Moody. The purpose of the Foundation is to promote and fund projects in the charitable areas that include but are not limited to humanities, arts, religion, education, health, science, community, and social services in the state of Texas.

(b) Financial Statement Presentation

The financial statements are presented in accordance with U.S. generally accepted accounting principles (GAAP). Assets received from the estate of W.L. Moody, Jr. were recorded in the financial statements at fair value on the date of receipt.

(c) Interpretation of Relevant Law

The Board of Trustees (the Board), following the provisions of the Foundation’s trust indenture and the Uniform Prudent Investor Act (the Act) of the Texas Trust Code, classify net assets, revenues, gains, and losses based on the existence or absence of donor imposed restrictions, as applicable. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

- *Unrestricted net assets*—Net assets that are not subject to donor-imposed restrictions.
- *Temporarily restricted net assets*—Net assets that are subject to donor-imposed restrictions and require the passage of time or the occurrence of a specific event.
- *Permanently restricted net assets*—Net assets required to be maintained in perpetuity with only the interest and dividend income to be used for the Foundation’s activities due to donor-imposed restrictions.

(d) Cash and Cash Equivalents

Cash and cash equivalents include amounts on deposit at financial institutions and highly liquid overnight investments of \$129,674,000 and \$115,155,000 as of December 31, 2015 and 2014, respectively.

(e) Investment and Spending Policy

The Foundation follows an investment and spending policy that attempts to provide a predictable stream of income to fund its charitable activities. Following this strategy, the Board invests all Foundation assets, restricted and unrestricted, in a manner that is intended to produce results that meet or exceed minimum distribution requirements plus inflation while assuming a moderate level of investment risk. Actual returns in any given year may vary from this amount. To satisfy its long term rate of return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

The Foundation has a policy of appropriating for distribution each year an amount that at least meets the minimum distribution as required by tax laws pertaining to private foundations. These distribution payouts will be used to meet both grant making and administrative needs of the Foundation. To meet the payout level determined each year, the Foundation follows the investment policies described above, utilizing both income and capital appreciation. Where prudent, and not inconsistent with the Foundation’s trust indenture or the Act, the Foundation may use a portion of the principal of certain funds to meet the established payout or to fund special projects as determined by the Board.

(continued)

Notes to Financial Statements

DECEMBER 31, 2015 AND 2014

(f) Investments and Investment Income

The Foundation accounts for investments in equity securities with readily determinable fair values and all investments in debt securities at fair value, except for those accounted for under the equity method, with gains and losses included in the statements of activities.

The Foundation owns approximately 23% and 34% of the outstanding voting stock of the American National Insurance Company (ANICO) and Gal Tex Hotel Corporation (Gal Tex), respectively. These investments are accounted for using the equity method of accounting. The Foundation annually evaluates its investments in ANICO and Gal Tex to determine whether the investments are impaired and records adjustments if appropriate.

Realized and unrealized gains or losses on investments are recorded based on donor imposed restrictions. Dividends and interest income are available for unrestricted use. The permanently restricted portion of equity in income of ANICO is recorded net of dividends.

The fair value of equity and debt securities is determined by reference to their quoted closing bid price at the reporting date, or if unquoted, determined using a valuation technique. Valuation techniques employed include market multiples and discounted cash flow analysis using expected future cash flows and market related discount rates.

(g) Real Estate

Real estate consists of land that is carried at cost.

(h) Depreciable Assets

Depreciable assets are recorded at cost and are depreciated using the straight-line method based on estimated useful lives ranging from three to eight years.

(i) Grant Appropriations

The Foundation recognizes unconditional grant appropriations as expenses at the time grants are committed to the recipient organizations. The Foundation recognizes conditional grant appropriations as expenses when the conditions on which they depend have been substantially met. Scholarship program grants are paid over a four-year period.

(j) Income Taxes

The Foundation qualifies as an exempt organization under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, (the Code) and is exempt from federal income tax under Section 501(a) of the Code on income from related activities.

Deferred excise tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective excise tax bases. Deferred excise tax assets and liabilities are measured using enacted excise tax rates expected to apply in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred excise tax assets and liabilities of a change in excise tax rates is recognized in income in the period that includes the enactment date.

(k) Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of changes in net assets during the reporting period. Significant items subject to such estimates and assumptions include investments, assets held in charitable remainder trust, and deferred taxes. Actual results could differ from those estimates.

(2) ANICO and Gal-Tex

The Foundation had an approximate 23% ownership interest in ANICO as of December 31, 2015 and 2014.

ANICO offers a broad spectrum of insurance products, including individual and group life insurance, health insurance, annuities, and property and casualty insurance. Through noninsurance subsidiaries, ANICO invests in stocks and real estate. Business is conducted in all 50 states, the District of Columbia, Puerto Rico, Guam, and American Samoa.

Summarized combined financial information for ANICO is as follows as of and for the years ended December 31:

	2015	2014
Revenues	\$ 3,017,455,000	\$ 3,050,590,000
Net income	242,988,000	245,335,000
Total assets	23,746,962,000	23,544,532,000
Total liabilities	19,284,491,000	19,104,585,000
Stockholders' equity	4,462,471,000	4,439,947,000
Total liabilities and stockholders' equity	\$ 23,746,962,000	\$ 23,544,532,000

The Foundation had approximately 34% interest in Gal-Tex as of December 31, 2015 and 2014. Gal-Tex and its wholly owned subsidiaries own and manage hotels throughout the United States.

Summarized combined financial information for Gal-Tex as of December 31, 2015 (unaudited) and December 31, 2014 (audited) are as follows:

	2015	2014
Revenues	\$ 85,558,000	\$ 83,366,000
Net income	4,505,000	824,000
Total assets	166,448,000	162,933,000
Total liabilities	71,097,000	71,058,000
Stockholders' equity	95,351,000	91,875,000
Total liabilities and stockholders' equity	\$ 166,448,000	\$ 162,933,000

(continued)

Notes to Financial Statements

DECEMBER 31, 2015 AND 2014

(3) Investments

The cost or amortized cost, estimated fair values of marketable equity and debt securities, and gross unrealized gains and losses as of December 31, 2015 and 2014 are as follows:

December 31, 2015				
	Cost or amortized cost	Unrealized gains	Unrealized losses	Estimated fair value
Equity securities with published quotations:				
Marketable equity securities	\$ 205,836,000	\$ 26,569,000	\$ (8,817,000)	\$ 223,588,000
Debt securities:				
U.S. Treasury obligations	87,366,000	1,668,000	(426,000)	88,608,000
U.S. government agencies	107,621,000	2,028,000	(883,000)	108,766,000
Corporate and foreign bonds	195,077,000	3,660,000	(5,631,000)	193,106,000
Municipal obligations	2,875,000	112,000	(91,000)	2,896,000
	<u>\$ 598,775,000</u>	<u>\$ 34,037,000</u>	<u>\$ (15,848,000)</u>	<u>\$ 616,964,000</u>
December 31, 2014				
	Cost or amortized cost	Unrealized gains	Unrealized losses	Estimated fair value
Equity securities with published quotations:				
Marketable equity securities	\$ 43,812,000	\$ 28,444,000	\$ (4,423,000)	\$ 67,833,000
Debt securities:				
U.S. Treasury obligations	168,676,000	2,626,000	(1,222,000)	170,080,000
U.S. government agencies	134,220,000	3,231,000	(834,000)	136,617,000
Corporate and foreign bonds	231,966,000	8,226,000	(3,016,000)	237,176,000
Municipal obligations	2,350,000	172,000	(14,000)	2,508,000
	<u>\$ 581,024,000</u>	<u>\$ 42,699,000</u>	<u>\$ (9,509,000)</u>	<u>\$ 614,214,000</u>

The cost and estimated fair value of debt securities at December 31, 2015 and 2014, by contractual maturity, are shown below. Actual maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call of prepayment penalties.

2015		
	Cost	Estimated fair value
Due in one year or less	\$ 32,995,000	\$ 33,299,000
Due after one year through five years	115,025,000	115,712,000
Due after five years through ten years	108,101,000	107,609,000
Due after ten years	24,756,000	23,156,000
	280,877,000	279,776,000
Mortgage-backed securities (without single maturity dates)	112,062,000	113,600,000
	<u>\$ 392,939,000</u>	<u>\$ 393,376,000</u>
2014		
	Cost	Estimated fair value
Due in one year or less	\$ 36,015,000	\$ 35,814,000
Due after one year through five years	246,036,000	247,845,000
Due after five years through ten years	114,926,000	118,662,000
Due after ten years	22,783,000	23,855,000
	419,760,000	426,176,000
Mortgage-backed securities (without single maturity dates)	117,452,000	120,205,000
	<u>\$ 537,212,000</u>	<u>\$ 546,381,000</u>

(continued)

Notes to Financial Statements

DECEMBER 31, 2015 AND 2014

(4) Fair Value of Financial Instruments

The carrying amount and estimated fair value of financial instruments are shown below:

December 31, 2015		
	Carrying amount	Estimated fair value
Financial assets:		
Equity securities with published quotations:		
Marketable equity securities	\$ 223,588,000	\$ 223,588,000
Debt securities:		
U.S. Treasury obligations	88,608,000	88,608,000
U.S. government agencies	108,766,000	108,766,000
Corporate and foreign bonds	193,106,000	193,106,000
Municipal obligations	2,896,000	2,896,000
	<u>\$ 616,964,000</u>	<u>\$ 616,964,000</u>

December 31, 2014		
	Carrying amount	Estimated fair value
Financial assets:		
Equity securities with published quotations:		
Marketable equity securities	\$ 67,833,000	\$ 67,833,000
Debt securities:		
U.S. Treasury obligations	170,080,000	170,080,000
U.S. government agencies	136,617,000	136,617,000
Corporate and foreign bonds	237,176,000	237,176,000
Municipal obligations	2,508,000	2,508,000
	<u>\$ 614,214,000</u>	<u>\$ 614,214,000</u>

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability. A fair value hierarchy is used to determine fair value based on a hypothetical transaction at the measurement date from the perspective of the market participant. An asset's or a liability's classification within the fair value hierarchy is based on the lowest level of significant input to its valuation. The input levels are defined as follows:

- **Level 1**—Quoted prices in active markets for identical assets
- **Level 2**—Other significant observable inputs (including quoted prices of similar securities, interest rates, prepayment speeds, credit risk, etc.)
- **Level 3**—Significant unobservable inputs (which may include the Foundation's own assumptions in determining the fair value of investments).

The following is a summary categorization, as of December 31, 2015 and 2014, of the Foundation's investments based on the level of inputs utilized in determining the value of such investments.

December 31, 2015			
	Level 1	Level 2	Level 3
	Quoted Prices	Other significant observable inputs	Significant unobservable inputs
Investments in equity securities	\$ 223,588,000	\$ —	\$ —
Debt securities:			
U.S. Treasury obligations	—	88,608,000	—
U.S. government agencies	—	108,766,000	—
Corporate and foreign bonds	—	193,106,000	—
Municipal obligations	—	2,896,000	—
Total	<u>\$ 223,588,000</u>	<u>\$ 393,376,000</u>	<u>\$ —</u>

December 31, 2014			
	Level 1	Level 2	Level 3
	Quoted Prices	Other significant observable inputs	Significant unobservable inputs
Investments in equity securities	\$ 67,833,000	\$ —	\$ —
Debt securities:			
U.S. Treasury obligations	—	170,080,000	—
U.S. government agencies	—	136,617,000	—
Corporate and foreign bonds	—	237,176,000	—
Municipal obligations	—	2,508,000	—
Total	<u>\$ 67,833,000</u>	<u>\$ 546,381,000</u>	<u>\$ —</u>

Grants payable are obligations that are noninterest bearing and generally are paid within one year; therefore, their carrying value approximates fair value.

The Foundation obtains the fair value of publicly traded stocks, bonds, U.S. Treasury obligations, and other debt instruments based on quoted market prices.

(continued)

Notes to Financial Statements

DECEMBER 31, 2015 AND 2014

(5) Interest in Libbie Shearn Moody Trust

The Foundation has recorded its beneficial interest in the Libbie Shearn Moody Trust (the Trust) based on the estimated fair value of the assets contributed by the donor less the present value of the payments expected to be made to other life estates. The present value method for measuring the fair value of the contribution considers (a) the estimated return on the invested assets during the expected term of the Trust, (b) the contractual payment obligations under the Trust, (c) life expectancies of remaining life estate interests, and (d) an interest rate of 7.0%.

The Foundation receives distributions from the Trust applicable to its 75% remainderman interest in the income attributable to certain expired life estate interests in the Trust. One half of these distributions are permanently restricted, and the remaining funds are temporarily restricted until distributions are made. Upon expiration of all life estates, the Foundation will receive 75% of the assets of the Trust.

Approximately 82% of the assets of the Trust are 9,949,585 shares of ANICO common stock with a fair value of \$1,017,544,000 and \$1,136,839,000 at December 31, 2015 and 2014, respectively.

(6) Notes Receivable

Notes receivable at December 31, 2015 and 2014 are as follows:

	2015	2014
Unsecured 1.25% note receivable from Moody Gardens	\$ 12,096,000	\$ 12,096,000
Other	681,000	393,000
	\$ 12,777,000	\$ 12,489,000

The unsecured 1.25% note receivable from a grant recipient is an advancing demand loan for a total amount of \$12,096,000 that was fully advanced to the grant recipient in 2011. Interest only is due in annual payments on the anniversary date of the loan. Interest payments received were \$151,000 in both 2015 and 2014. Payment of principal amounts outstanding are due upon demand of the Foundation or April 1, 2020, whichever should occur first.

(7) Temporarily Restricted Net Assets

Temporarily restricted net assets were \$463,533,000 and \$498,072,000 as of December 31, 2015 and 2014, respectively, and consisted of estimated future distributions from the Trust. Assets are released from restriction when time restrictions are met.

(8) Permanently Restricted Net Assets

Permanently restricted net assets consist primarily of the beneficial interest in the Trust, investments to be invested in perpetuity, and paintings to be held in perpetuity. Changes in permanently restricted net assets include the permanently restricted portion of equity in income of ANICO less dividends that are available for unrestricted use. Pursuant to donor restrictions, 338,522 of the 6,118,186 shares of ANICO common stock held by the Foundation are permanently restricted.

(9) Federal Excise Tax

The Foundation is exempt from federal income taxes under Section 501(a) of the Internal Revenue Code, as an organization described in Section 501(c)(3). Accordingly, the Foundation is not subject to federal income tax, except to the extent that it has unrelated business taxable income. The Foundation did not have unrelated business income in 2015 or 2014. However, the Foundation is classified as a private foundation under Section 509(a) and, as such, is subject to a federal excise tax of 2% on net investment income, unless certain conditions are met in which case the federal excise tax is reduced to 1%. In 2015 and 2014, the Foundation was subject to an excise tax on net investment income of 1%. Deferred excise taxes (benefit) are provided for on the unrealized increase (decrease) in the fair value of the Foundation's investment assets at a 2% rate. The following information is for the years ended December 31:

	2015	2014
Current tax expense	\$ 73,000	\$ 660,000
Deferred tax expense	409,000	756,000
Total excise tax expense	\$ 482,000	\$ 1,416,000

The Foundation is also required to make certain minimum qualifying distributions of its assets in accordance with formulas provided by federal law. The Foundation met its minimum distribution requirement for 2014. The Foundation will need to distribute an additional \$74,000,000 by December 31, 2016 to satisfy its 2015 minimum requirement.

(10) Related Party Transactions

Members of the Board of Trustees and certain employees of the Foundation hold various positions with organizations that provide services to or receive grants from the Foundation. In addition, the Foundation's investment portfolio includes investments in other entities in which the Trust and other related parties have common investments. The Foundation has a number of recurring transactions with such entities.

During 2015 and 2014, Moody Gardens, Inc. received grant payments of \$18,412,000 and \$12,161,000, respectively. At year end 2015 and 2014, the Foundation also had a note receivable from Moody Gardens in the amount of \$12,096,000 (see note 6).

The Moody National Bank of Galveston (the Bank) leases office space to the Foundation and provides the Foundation with general banking services, general bookkeeping services, and physical custody of records and marketable securities. Total payments to the Bank were approximately \$581,000 and \$571,000 during the years ended December 31, 2015 and 2014, respectively. The Bank also serves as trustee for the Trust.

Insurance premiums paid to ANICO under a medical stop-loss insurance plan were approximately \$96,000 and \$174,000 for the years ended December 31, 2015 and 2014, respectively.

(11) Commitments and Contingencies

The Foundation has pending and threatened litigation and claims incurred in the ordinary course of business. Management believes that the probable resolution of such contingencies will not exceed insurance coverages and will not materially affect the financial position of the Foundation or the results of its operations.

(12) Subsequent Events

The Foundation has evaluated subsequent events through April 5, 2016, the date the financial statements were available to be issued, and determined that there were no subsequent events that would have materially affected the financial statements or required additional disclosure.



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moodyf.org

Inclusion in a grant-related photograph should not be interpreted in all cases as participation in the program supported by a Moody Foundation grant.

Information on Moody scholarships is available at *moodyf.org*

Qualified nonprofit organizations based in Texas may apply for grants by submitting an inquiry form at *moodyf.org*. Inquiries are accepted throughout the year.

design

CORE Design Studio

photography

Photos of Mr. Moody provided by the Moody Family

- | | |
|-------|---|
| 2 | Contemporary Austin Museum |
| 5, 38 | Jeremiah Program—John Glowczwski |
| 22 | Rice University |
| 25 | Austin Community Foundation—John Glowczwski |
| 29 | Children's Medical Center Foundation |
| 30 | Contemporary Austin Museum—courtesy of LTL Architects |
| 35 | Galveston Arts Center |
| 41 | Parkland Foundation—John Glowczwski |
| 42 | Rosenberg Library—John Glowczwski |
| 47 | The Visiting Nurse Association of Texas—John Glowczwski |
| 49 | The Warren Center—John Glowczwski |
| 50 | Wesley-Rankin Community Center—John Glowczwski |



Built after the 1900 storm devastated Galveston Island, the Galveston Seawall was constructed to protect the city, allowing it to prosper for more than 100 years. Because Galveston is the hometown of the Moody Foundation, it only seemed appropriate that our logo should reflect the seawall's iconic upward arc, symbolizing the type of work we support: innovative, collaborative and inspired.

