

**RICHARD KING MELLON  
FOUNDATION  
1983 ANNUAL REPORT**

---



---

# **Richard King Mellon Foundation**

## **1983 Annual Report**

525 William Penn Place · 39th Floor · Pittsburgh, Pennsylvania 15219  
(412) 392-2800

---

## **Trustees**

Richard P. Mellon  
Seward Prosser Mellon  
Andrew W. Mathieson  
Arthur M. Scully, Jr.  
George H. Taber  
Mason Walsh, Jr.

## **Officers**

Richard P. Mellon  
*Chairman*

Seward Prosser Mellon  
*President and  
Chairman of the Executive  
Committee*

George H. Taber  
*Vice President and Director*

Andrew W. Mathieson  
*Treasurer*

Arthur D. Miltenberger  
*Assistant Treasurer*

Robert B. Burr, Jr.  
*Secretary*

Robert F. Gall  
*Controller*

Mary Jane Smith  
*Administrative Assistant*

---

# Richard King Mellon Foundation

---

## 1983 Annual Report

### Table of Contents

Richard King Mellon (1899–1970) . . . . .	4
Richard King Mellon Foundation . . . . .	5
President's Report . . . . .	6
Statistical Charts . . . . .	9
Medicine . . . . .	10
Conservation . . . . .	14
Civic and Cultural Affairs . . . . .	18
Education . . . . .	22
Social Services . . . . .	26
Appropriations and Grants Paid . . . . .	31
Statement of Net Assets . . . . .	44
Statement of Changes in the Fund . . . . .	45
Summary of Investments . . . . .	46
Auditors' Report . . . . .	48



## **Richard King Mellon**

1899 – 1970

---

Richard King Mellon was born in Pittsburgh, Pennsylvania on June 19, 1899, the son of Richard Beatty Mellon and Jennie King Mellon. Mr. Mellon served his country in both World Wars and in peacetime, attaining the rank of Lieutenant General, United States Army Reserve, and receiving the Distinguished Service Medal. Mr. Mellon was the dominant figure in the financial, industrial, and civic life of his community for many years. He was President of Mellon National Bank and for twenty years Chairman of the Board of Mellon National Bank and Trust Company; and, as a director, he aided the growth of many of the Nation's leading enterprises, particularly Gulf Oil Corporation and Aluminum Company of America.

Mr. Mellon, Founder, President and Governor of T. Mellon and Sons, inspired and led the rebirth of a great American city. His creative energies forged the Pittsburgh Renaissance, an architectural, civic, social, and educational masterpiece.

In 1936, Mr. Mellon married the former Constance Mary Prosser, who served as Chairman of the Board of Trustees of the Richard King Mellon Foundation from its inception in 1947 until her death in 1980.

A renowned sportsman, Mr. Mellon generously endeavored to preserve the quality of the natural environment and to protect its wildlife.

Mr. Mellon died on June 3, 1970.

---

---

## Richard King Mellon Foundation

The Richard King Mellon Foundation, a private grant-making foundation located in Pittsburgh, Pennsylvania, was created on November 14, 1947, by Lieutenant General Richard King Mellon of Pittsburgh and Ligonier, Pennsylvania. The sole purpose of the Foundation is to make grants for such philanthropic purposes as, in the best judgment of the Trustees, are in the public interest.

Approximately every five years, the Trustees and Officers of the Richard King Mellon Foundation make a concerted effort to reexamine their goals, objectives, and priorities in an attempt to insure the most efficient use of the resources under their stewardship. The most recent review was conducted in 1982, at which time the Trustees reaffirmed conservation to be the Foundation's foremost priority. Their well-established interest remains specifically in the areas of land acquisition and wildlife preservation. It is intended that conservation will be the Foundation's primary program thrust and, in addition to being pursued on a local basis, it will remain the Foundation's primary interest outside of Pittsburgh and western Pennsylvania.

The field of education, an area of major interest to the Trustees throughout the years, will continue to be emphasized in the future. Support for undergraduate higher education will be restricted to selected institutions in the immediate Pittsburgh vicinity. Certain programs at

leading graduate schools nationwide may be of interest, and undertakings in primary and secondary education continue to be reviewed on a selective basis.

Significant emphasis will be placed on organizations operating in the social services field, a sector comprised of many agencies confronted with significant program and budget curtailments. The Trustees will continue to concentrate on organizations improving the quality of life in Pittsburgh and western Pennsylvania, with a special interest in serving youth and the elderly.

Medicine, cultural activities, and civic affairs are recognized as essential to the quality of life in Pittsburgh, but are considered to be secondary priorities of the Foundation. Involvement in these activities will be concentrated in Pittsburgh and western Pennsylvania, however, with the increasing demands being placed upon the Foundation's resources, the scope of interest has narrowed considerably.

The Trustees of the Richard King Mellon Foundation continue to uphold their conviction to concentrate the Foundation's philanthropic resources on the betterment of Pittsburgh and western Pennsylvania. This preference will be an overriding consideration in evaluating grant requests in all program categories, with the exception of conservation which remains both a local and national effort.

## President's Report

During 1983, the Trustees of the Richard King Mellon Foundation authorized seventy-one new grants totaling \$15,154,400, bringing the Foundation's total appropriations to charitable organizations during its thirty-six-year existence to \$229,725,549.

The Foundation made grant disbursements during the year totaling \$14,076,633. Since its inception, the Richard King Mellon Foundation has made grant payments of \$193,706,236, exceeding the net income for the same period by \$5,064,055. Unpaid grants at the end of 1983 amounted to \$35,119,313.

Almost 73 percent of the 1983 grant dollars approved were directed toward projects in Pittsburgh and other western Pennsylvania communities. On an absolute basis, these appropriations totaled over \$11,000,000 and represent the largest appropriation of funds in this geographic area on a normalized annual basis since the Foundation's inception. The Trustees of the Richard King Mellon Foundation continue to be concerned with the encouragement of a better quality of life in the Pittsburgh region.



Grants were awarded during 1983 in five broad categories: medicine, conservation, civic and cultural affairs, education, and social services. The largest area of activity for the Foundation was medicine, which received 26 percent of the Foundation's grant appropriations. This larger than normal activity is accounted for primarily by a \$3,000,000 grant to the University of Pittsburgh to provide three-year support for the establishment of the Pittsburgh Cancer Institute.

The Trustee's well-defined interest in the field of land conservation was also demonstrated in 1983 as approvals in

this category represented approximately 23 percent of the Foundation's appropriations. Major grants include a commitment of \$1,065,000 to The Conservation Foundation, Inc. to provide working capital and to underwrite the publication of the 1984 edition of *State of the Environment*. Other significant grants include a \$450,000 award to provide three-year operating support to the Institute for Environmental Mediation, a \$450,000 award to The Wildlife Conservation Fund of America to provide three-year support for its public education program, and a \$108,000 grant to the Commonwealth of Pennsylvania to be used by the Game Commission to help restore the bald eagle population in the Commonwealth.



Civic and cultural affairs received special emphasis during 1983, including both a \$1,000,000 grant to The Enterprise Corporation of Pittsburgh to provide multi-year operating support for this organization, and a \$420,000 grant to the Pittsburgh Ballet Theater, Inc.

Significant grants in the field of education include a \$1,500,000 grant to Carnegie-Mellon University to be applied toward the President's Discretionary Fund, and a \$300,000 grant to the Allegheny Conference on Community Development to provide three-year support for the national Public Education Fund.

Significant grants to social service organizations in 1983 include an \$800,000 commitment to the United Way of Southwestern Pennsylvania representing three-year support, a \$500,000 commitment to the Rehabilitation Institute of Pittsburgh representing five-year operating support, and grants of \$250,000 each to Allegheny Valley

School for capital purposes and Children's Home of Pittsburgh for the establishment of its Transitional Infant Care program.

The ability of the Foundation to continue its grant programs as further described in the chapters in this Report is in great measure related to the Foundation's net asset base which increased from \$390,132,422 to \$450,663,446 during 1983.

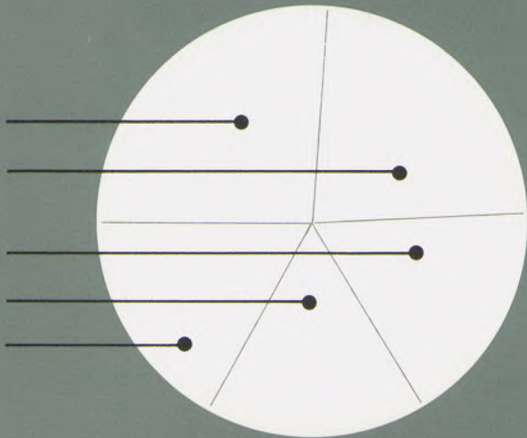


Seward Prosser Mellon  
President

### 1983 Grants Approved

#### By Category

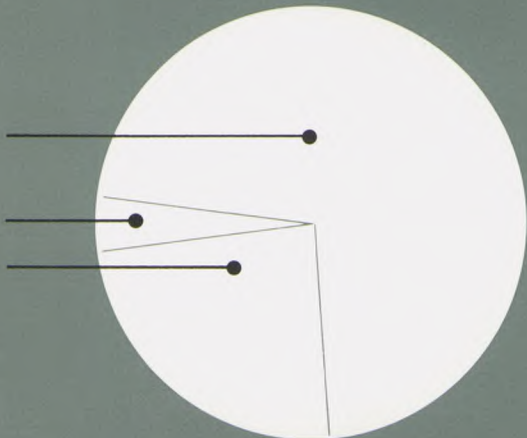
Medicine	\$ 3,990,000	26%
Conservation	3,487,000	23%
Civic & Cultural Affairs	2,605,900	17%
Education	2,551,500	17%
Social Services	2,520,000	17%
<hr/>		
	\$15,154,400	100%



### 1983 Grants Approved

#### By Area

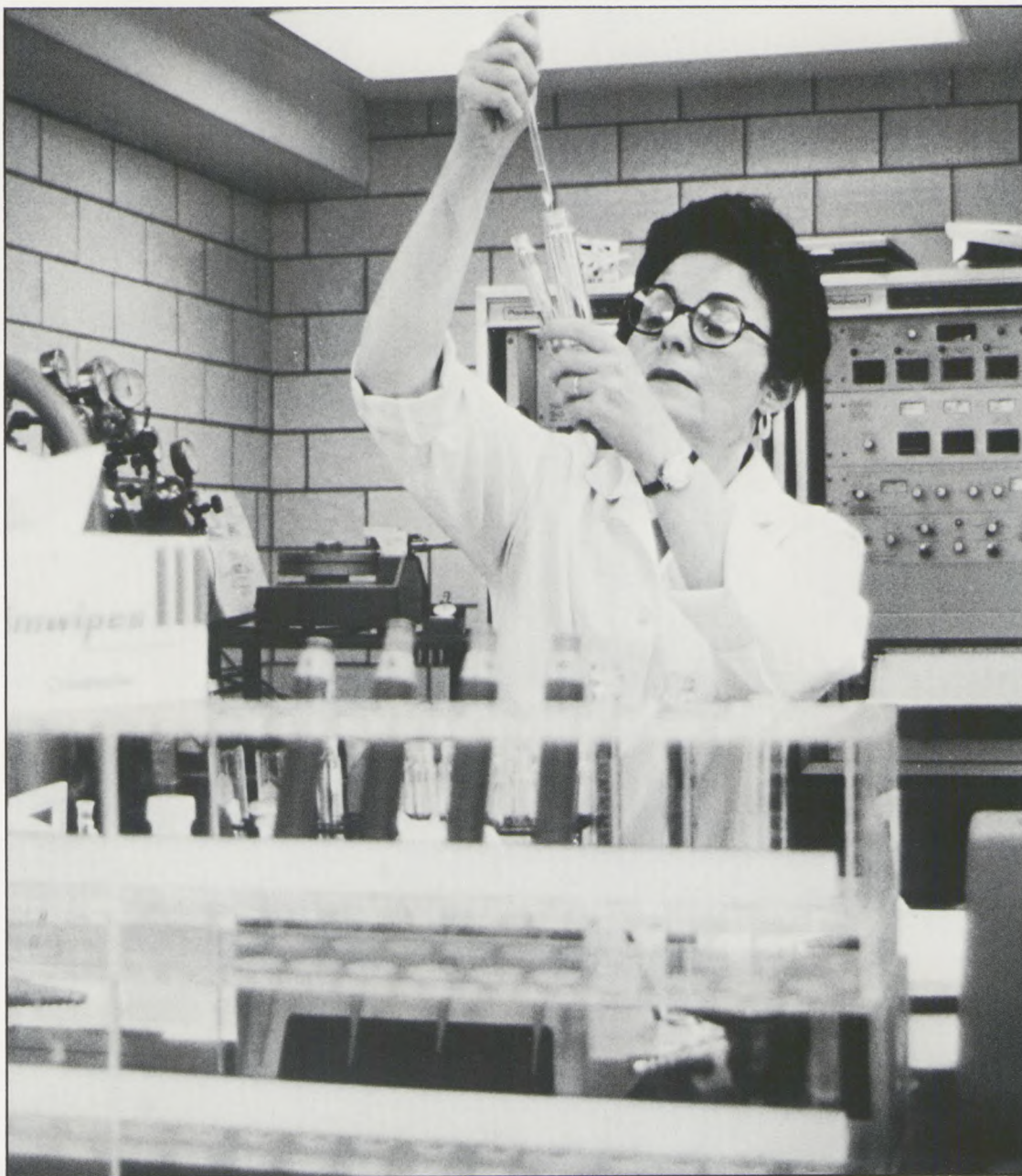
Pittsburgh	\$10,517,400	69%
Western Pennsylvania	500,000	4%
Other	4,137,000	27%
<hr/>		
	\$15,154,400	100%



### 1947-1983 Net Income and Grants Paid

Net Income		Grants Paid	
1947-1982	\$170,219,817	1947-1982	\$179,629,603
1983	18,422,364	1983	14,076,633
<hr/>		<hr/>	
	\$188,642,181		\$193,706,236

## Medicine



*The Trustees of the Foundation approved a \$3,000,000 grant to help establish the Pittsburgh Cancer Institute. Under the leadership of nationally recognized basic and clinical scientists, the comprehensive center will apply the latest knowledge to the diagnosis and the treatment of all types of cancer.*

During 1983, the largest area of activity for the Richard King Mellon Foundation was medicine. Eight grants totaling \$3,990,000, or 26 percent of the Foundation's 1983 grant approvals, were made for medical activities.

The Trustees of the Foundation continue to maintain an interest in medical activities of quality, however, because fewer grant dollars are now available for the Foundation's medical program, it must be highly selective. Total approvals in this category in 1983 were unusually large on an annual basis due to several major grants, including a \$3,000,000 commitment to establish the Pittsburgh Cancer Institute and a \$300,000 award for neonatal physiology research at Magee-Womens Hospital.

Cancer continues to be a major national health problem, affecting three in four families directly and countless others indirectly. It is estimated that 870,000 Americans will learn that they have cancer during the coming year alone. In western Pennsylvania, which has a general cancer rate above the national average and particularly high rates of lung and gastrointestinal cancer, the situation is even more critical. Yet western Pennsylvania is one of the few regions in the United States without a comprehensive, up-to-date facility for cancer patients. The limited facilities that are available are not supported by well focused research, even though the treatment alternatives for most forms of cancer are at this point still experimental. Efforts to provide even the highest quality care and treatment without an equal commitment to discovering a cure through innovative research and to training future oncologists would be a shortsighted solution.

Recognizing that more advanced treatment is available elsewhere, many of those in need go to major cancer centers in Cleveland, Philadelphia, New York, or Boston, often traveling several times a month and enduring long hospitalization away from family and friends. The hard-

ship imposed on families is even greater in the terminal stages of the disease when social support becomes critical.

For these reasons, a consortium of the University of Pittsburgh, Carnegie-Mellon University, and the six hospitals comprising the University Health Center of Pittsburgh, has established the Pittsburgh Cancer Institute, a comprehensive center dedicated to applying the latest knowledge to the diagnosis and treatment of all types of cancer. A four-pronged effort will include a) the Cancer Treatment Center, b) the Center for Research in Molecular Biology and Genetics, c) the Pittsburgh Institute for Nuclear Magnetic Resonance in Biomedical Science, and d) an M.D./Ph.D. training program. These programs will be focused under the leadership of nationally recognized basic and clinical scientists.

#### **Cancer Treatment Center**

The Cancer Treatment Center will feature a centralized evaluation and ambulatory care center. However, each participating hospital will specialize in a different cancer treatment, based on its expertise. For example, Children's Hospital will be the site for treatment of all cancers in children, Magee-Womens Hospital will deal

with cancers of the reproductive system, and Montefiore Hospital will attend to cancers of the spinal cord. After assessment, and depending on diagnosis, an individual will either be treated at the outpatient facility or referred to the appropriate specialty institution.

### **Center for Research in Molecular Biology and Genetics**

Molecular biology is an area of biomedical science in which dramatic breakthroughs occur almost daily. Cancer is a disease of cell division and the aim is to identify the elements in cells which cause normal cells to become abnormal. The search for drugs that destroy cancer cells but leave normal cells undamaged must rely on methods of molecular biology. These research techniques are also used to search for new methods to improve the body's immunological defenses. A drug whose specific mission is to destroy only abnormal cells would offer a treatment far superior to the currently available highly toxic chemotherapeutic agents, which saturate healthy and malignant tissue alike, producing side effects and complications that sometimes make cancer treatment a greater source of suffering for the patient than the disease itself.

### **Pittsburgh Institute for Nuclear Magnetic Resonance in Biomedical Sciences**

The imaging technique called nuclear magnetic resonance, or NMR, represents a quantum leap in medical technology that will soon become a major tool of cancer diagnosis and treatment. In addition to its use for imaging, NMR spectroscopy permits the study of the metabolism of living tissue in humans, a capability that, in the future will enable physicians to diagnose a number of life-threatening medical condi-

tions, including cancer, much earlier than was previously possible, perhaps facilitating treatment before the disease has reached the point of irreversibility. Other potential applications of NMR in the near future will be the early diagnosis of Alzheimer's disease and the monitoring of changes in brain metabolism caused by alcohol or other toxic substances. An NMR center will be a vital aspect of the Pittsburgh Cancer Institute.

### **M.D./Ph.D. Training Program**

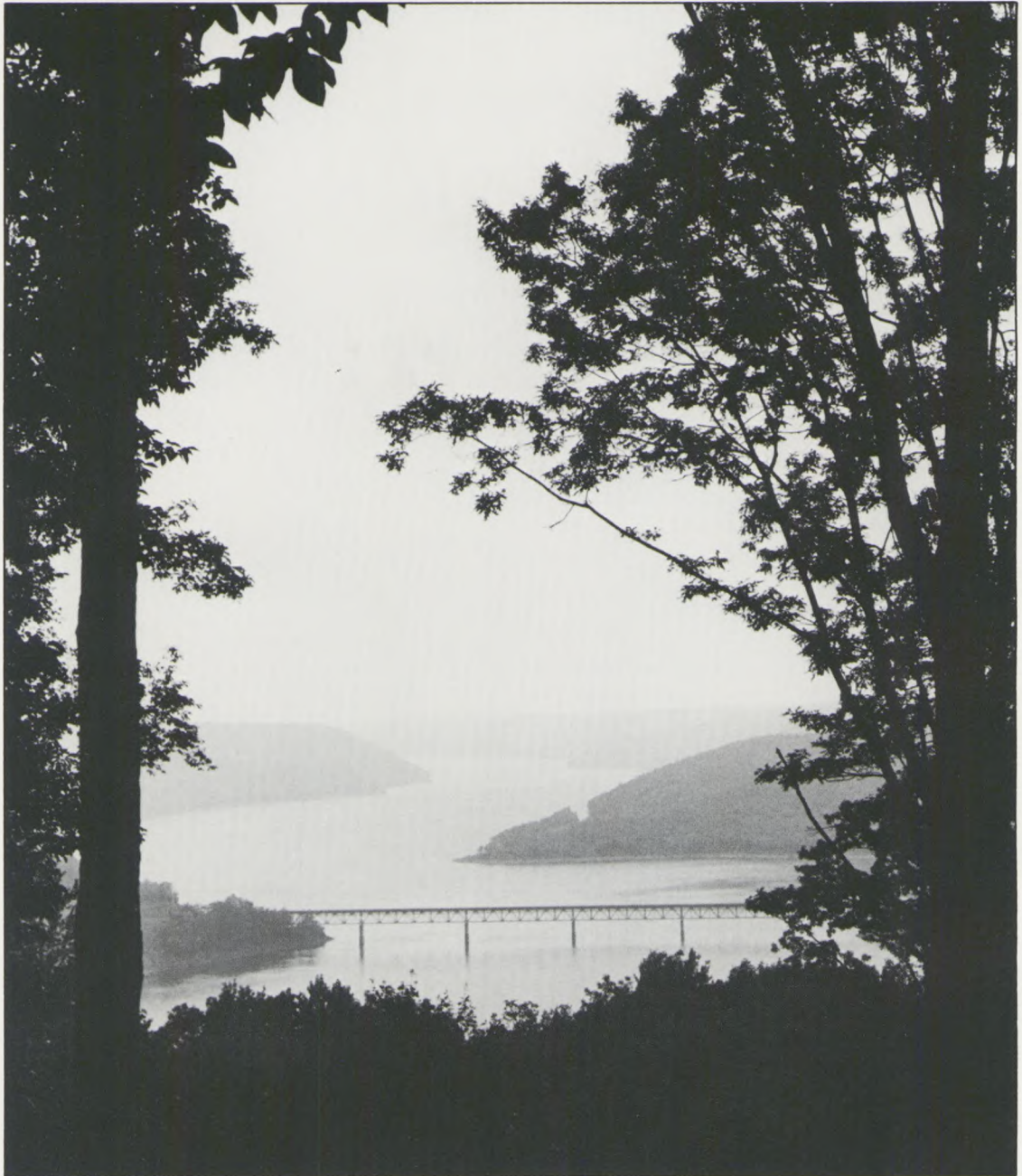
As a major cancer center established by a consortium of two universities and six teaching hospitals, it is opportunistic to initiate a quality program to train tomorrow's researchers and clinicians. Because neither university presently has a program that maximizes this potential, a number of talented young people from western Pennsylvania, particularly those interested in biomedical sciences, seek their training elsewhere. To rectify this need, an M.D./Ph.D. training program will be established, which will link departments with established academic reputations at the University of Pittsburgh and Carnegie-Mellon University, thus becoming a guaranteed source of outstanding students interested in basic and clinical research careers.

Recognizing the potential impact a successful cancer center will have on the quality of life in Pittsburgh and the surrounding region, the Trustees of the Richard King Mellon Foundation approved a \$3 million grant to the University of Pittsburgh to provide three-year support to launch this important effort.

The following is a list of grants approved in 1983 for medical programs:

Association of Professors of Medicine Philadelphia, Pennsylvania <i>Study of internal medicine manpower needs</i> .....	\$ 150,000
East Liberty Family Health Care Center, Inc. Pittsburgh, Pennsylvania <i>Operating support</i> .....	15,000
Hospital Authority of Albany-Dougherty County Georgia Albany, Georgia <i>To purchase radiation therapy simulator for Phoebe Putney Memorial Hospital</i> .....	167,000
Latrobe Area Hospital Latrobe, Pennsylvania <i>Establish intermediate care unit</i> .....	208,000
Magee-Womens Hospital Pittsburgh, Pennsylvania <i>Support for neonatal physiology research</i> .....	300,000
North American Transplant Coordinators Organization Pittsburgh, Pennsylvania <i>To purchase voice operated computer system.</i> .....	50,000
University of Pittsburgh Pittsburgh, Pennsylvania <i>Toward renovation of Falk Clinic</i> .....	100,000
<i>Three-year support to establish Pittsburgh Cancer Institute</i> .....	3,000,000
	<hr/> <b>\$3,990,000</b> <hr/>

## Conservation



*The Conservation Foundation, Inc., a widely regarded organization in the field of land conservation, research, and policy analysis, was the recipient of a grant of \$1,065,000 to provide working capital and to underwrite the publication of the 1984 edition of State of the Environment.*



During 1983, the Trustees of the Richard King Mellon Foundation continued to place major emphasis on conservation. Seventeen grants totaling \$3,487,000, or 23 percent of the Foundation's 1983 grant approvals, were approved, representing the second largest area of activity for the Foundation for the year.

Land conservation and resulting wildlife preservation represent the Foundation's foremost priority. It is being pursued on both a local and national basis and is the Foundation's primary interest outside of western Pennsylvania. The immediate concern of the Foundation's efforts in conservation focuses on funding acquisitions of significant natural wilderness areas, both to protect land from development and to assist in wildlife preservation.

In 1983, the Trustees of the Richard King Mellon Foundation awarded The Conservation Foundation a grant of \$565,000 to prepare the 1984 edition of *State of the Environment*. The report will provide an impartial, in-depth assessment of conditions and trends in key resource and environmental areas, including wildlife, air quality, water quality, hazardous waste, agriculture, forestry, and land use. *State of the Environment* will also examine a number of issues that will be the focus of attention in environmental policy over the next two decades.

The Conservation Foundation, which published its first report, *State of the Environment 1982*, in June of that year, had stepped in to fill the void in environmental reporting which resulted from substantial cutbacks in the staff and budget at the Council on Environmental Quality in the Executive Office of the President. Annually since 1970, as required by law, the Council had published its report, *Environmental Quality*, on which legislators, government officials, conservationists, business executives, academicians, and many others had come to rely. Cutbacks brought into question the ability of the Council to continue this function, and a redirection of national environmental

policy by the Reagan Administration created a serious need for objective, non-partisan documentation of the nation's environmental conditions and trends.

The Conservation Foundation thus assumed a task previously performed by government. *State of the Environment 1982* has become a standard reference for legislators, officials, conservationists, reporters, and editorial writers, and is widely used as a text in college courses.

The report drew three principal conclusions:

- The Nation has made impressive strides in attacking some conventional pollution problems identified in the early 1970's. Air quality was improving significantly in many cities and water quality was holding its own despite real economic growth of 40 percent since 1970. Also, efficiency of energy use was increasing, and additions of parks and wilderness areas to the public domain were benefiting many Americans.
- Nonetheless, more sophisticated technologies were detecting and measuring pollution and a more complete understanding of the behavior of pollutants in the environment was taking shape. Emerging environmental problems such

---

Conservation

as contamination of groundwater supplies, hazardous waste disposal, acid rain, indoor air pollution, and the build-up of carbon dioxide in the atmosphere would require new and innovative efforts in the environmental field.

- The Conservation Foundation concluded that as a result of budget cut-backs in environmental and resource agencies, the Federal government's data-gathering, interpreting, and reporting functions, upon which effective environmental policy depends, were deteriorating.

Building on the widespread interest engendered by the 1982 report, The Conservation Foundation is currently engaged in preparing a report that will contain the most up-to-date information available on environmental conditions and will look

ahead 10 to 20 years at environmental issues that are becoming more important.

In 1983, the Richard King Mellon Foundation also awarded The Conservation Foundation a grant of \$500,000 toward its Working Capital Fund. Established by the Trustees of The Conservation Foundation in 1980 with a goal of \$5 million, the Working Capital Fund will insure that the organization, which has neither a dues-paying membership nor an endowment, has a more secure financial base on which to build its program and carry out its projects. The Fund enables the Foundation to begin new projects for which support is not yet available, to respond quickly to opportunities to influence environmental and resource issues, and to disseminate the Foundation's distinctive point of view through special communications efforts.

The following is a list of grants approved in 1983 for conservation activities:

American Farmland Trust Washington, District of Columbia <i>Three-year program support</i> .....	\$ 75,000
American Wilderness Alliance Denver, Colorado <i>Three-year operating support</i> .....	165,000
Carnegie Institute Pittsburgh, Pennsylvania <i>To purchase real property adjacent to Powdermill Nature Reserve.</i> .....	40,000
Commonwealth of Pennsylvania Pennsylvania Game Commission Harrisburg, Pennsylvania <i>Three-year support for bald eagle restoration program</i> .....	108,000
The Conservation Foundation, Inc. Washington, District of Columbia <i>Toward working capital fund and to publish 1984 edition of State of the Environment</i> .....	1,065,000
Environmental Law Institute Washington, District of Columbia <i>Support for Wetlands program</i> .....	60,000

---

Richard King Mellon Foundation

Institute for Environmental Mediation Seattle, Washington <i>Three-year operating support</i> .....	\$ 450,000
Land Trust Exchange Mount Desert, Maine <i>Three-year program support</i> .....	105,000
Loyalhanna Watershed Association, Inc. Ligonier, Pennsylvania <i>Three-year program support</i> .....	24,000
Palm Springs Desert Museum, Inc. Palm Springs, California <i>Desert Palm Oasis Exhibition</i> .....	58,000
The Quebec-Labrador Foundation, Inc. Ipswich, Massachusetts <i>Three-year support for the Atlantic Center for the Environment</i> .....	150,000
River Conservation Fund Washington, District of Columbia <i>Toward publication of book on river protection</i> .....	15,000
Ruffed Grouse Society of America Coraopolis, Pennsylvania <i>To develop and implement education program</i> .....	240,000
Safari Club International Conservation Fund Tucson, Arizona <i>To reduce mortgage</i> .....	50,000
The Student Conservation Association, Inc. Charlestown, New Hampshire <i>Wilderness volunteer management project</i> .....	132,000
University of Vermont and State Agricultural College Department of Botany Burlington, Vermont <i>Continuation of research on acid rain</i> .....	300,000
The Wildlife Conservation Fund of America Columbus, Ohio <i>Three-year support for public education program</i> .....	450,000
	<hr/> <b>\$3,487,000</b> <hr/>

## Civic and Cultural Affairs



*To help diversify the economic base of western Pennsylvania and generate employment growth, The Enterprise Corporation of Pittsburgh will help entrepreneurs form new companies and assist emerging businesses with technical and management services. Although the Corporation intends to concentrate on high-technology businesses, clients may also be service related or involved in new manufacturing, such as the new firm in Pittsburgh which specializes in crafting collectible dolls.*

During 1983, the Trustees of the Richard King Mellon Foundation authorized fourteen grants in this category amounting to \$2,605,900, or 17 percent of the total 1983 grant approvals.

The major portion of these funds was awarded for civic affairs in western Pennsylvania. Grants involving civic matters provided annual funding for three civic organizations, and two grants totaling \$1,128,000 were directed toward economic development.

Seven grants totaling \$918,500 were awarded for cultural activities, the largest being an unrestricted three-year grant of \$420,000 to the Pittsburgh Ballet Theatre, Inc.

From the 1930's through the 1960's, large corporations and governments provided almost all of the new employment positions in the United States. However, since the early 1970's, the government has stopped expanding its employment base and large corporations have actually lost jobs. During the past five years alone, the Country's largest manufacturing companies have permanently lost approximately three million jobs.

The economic base of Pittsburgh was built and thrived on heavy industries. By the late 1970's, Pittsburgh was suffering noticeably from high unemployment, low productivity, and a decreasing tax base. To reverse this unfavorable trend, new employment positions had to be created.

Most jobs in the United States are being created today by very young, small firms. They are typically less than four years old, have fewer than fifty employees, and generally are in innovative and entrepreneurial businesses. Pittsburgh has the capacity to develop a variety of new manufacturing and service businesses, and it also has the technical, educational, and financial resources to become an important center of high technology business. To capitalize

on these assets and to diversify the economic base of western Pennsylvania, a new nonprofit corporation, The Enterprise Corporation of Pittsburgh, was established in 1982 by a \$100,000 grant from the Richard King Mellon Foundation. The Corporation was established to help entrepreneurs form new companies and to assist emerging businesses with technical and management services. The Corporation works cooperatively with Carnegie-Mellon University, the University of Pittsburgh, and other institutions and individuals in the community.

While assisting entrepreneurs with the establishment of new businesses, The Enterprise Corporation will also help generate employment growth in the Pittsburgh area. Prospective companies are not confined to the high-technology area, and may be involved in new manufacturing or service-related businesses. The Corporation will give new and existing growth companies assistance by assessing product ideas, assisting and developing realistic business plans, arranging financing, and setting up management and marketing programs. Educational programs for entrepreneurs, including community seminars and classes at local universities, are also

provided by the Corporation.

The Enterprise Corporation acts as a resource network by developing and maintaining contacts with industry, screening new developments for potential commercialization, assisting new ventures in obtaining seed money and financing, and acting as a clearing house for potential

projects, entrepreneurs, and sources of funding.

In addition to the \$100,000 start-up grant awarded in 1982, the Trustees of the Richard King Mellon Foundation approved a grant of \$1,000,000 in 1983 to provide multi-year operating support for the Corporation.

The following is a list of grants approved in 1983 for civic and cultural affairs:

**Civic Affairs**

Allegheny Conference on Community Development  
Pittsburgh, Pennsylvania

*Two-year staffing grant* ..... \$ 20,000

The Enterprise Corporation of Pittsburgh  
Pittsburgh, Pennsylvania

*Multi-year operating support* ..... 1,000,000

Health and Welfare Planning Association  
Pittsburgh, Pennsylvania

*Develop neighborhood profiles for municipalities and neighborhoods in Allegheny County* ..... 25,000

The Jefferson Foundation, Inc.  
Washington, District of Columbia

*Toward Jefferson Meetings on the Constitution*..... 50,000

Penn's Southwest Association  
Pittsburgh, Pennsylvania

*Three-year operating support* ..... 450,000

Pennsylvania Economy League, Inc.  
Western Division  
Pittsburgh, Pennsylvania

*Operating support for 1983*..... 14,400

University of Pittsburgh  
University Center for Social and Urban Research  
Pittsburgh, Pennsylvania

*To develop regional econometric model*..... 128,000

**Cultural Activities**

Historical Society of Western Pennsylvania  
Pittsburgh, Pennsylvania

*Toward publication* . . . . . \$ 64,000

---

International Poetry Forum  
Pittsburgh, Pennsylvania

*Relocation expense* . . . . . 10,500

---

The Pierpont Morgan Library  
New York, New York

*Endowment support for Department of Photography* . . . . . 250,000

---

Pittsburgh-Allegheny County Cultural Alliance  
Pittsburgh, Pennsylvania

*Two-year operating support* . . . . . 5,000

---

Pittsburgh Ballet Theatre, Inc.  
Pittsburgh, Pennsylvania

*Three-year unrestricted support* . . . . . 420,000

---

The Pittsburgh Public Theater Corporation  
Pittsburgh, Pennsylvania

*Operating support* . . . . . 69,000

---

Woods-Marchand Foundation  
Greensburg, Pennsylvania

*Toward expansion of Westmoreland County Museum of Art* . . . . . 100,000

---

\$2,605,900

---

## Education



*Carnegie-Mellon University was the recipient of a grant of \$1,500,000 to be applied toward the President's Discretionary Fund to stimulate productivity and improve teaching and research quality. With the assistance of past Mellon Foundation grants to the President's Discretionary Fund, the Department of Biological Sciences has come to excel in the area of nuclear magnetic resonance.*



In 1983, the Trustees of the Richard King Mellon Foundation approved nine grants in this category totaling \$2,551,500.

The Trustees maintain a major interest in the field of education, with higher education remaining the primary focus. Support for undergraduate higher education will continue to be restricted to selected institutions in the immediate Pittsburgh vicinity. Certain programs at leading graduate schools nationwide may be of interest. The Foundation continues to maintain an interest in local public primary and secondary education where private funding seems appropriate.

Grant activity in 1983 emphasized the Trustees' primary interest in this category, the advancement of higher education in the immediate Pittsburgh vicinity. Primary and secondary education also benefited during 1983 and selected funding was also authorized to increase educational opportunities for minority students.

A major grant was awarded to Carnegie-Mellon University, located in Pittsburgh, especially known for its excellence in engineering, science, and the fine arts, in both research and teaching. The Trustees of the Richard King Mellon Foundation approved a grant of \$1,500,000 to Carnegie-Mellon University to be applied toward the President's Discretionary Fund to stimulate productivity and improve teaching and research quality. When new and particularly interesting opportunities arise, the existence of the President's Discretionary Fund provides the University with the flexibility to develop new programs or to strengthen departmental offerings so that the University can solve particularly pressing problems and move to meet the needs of the future.

Since 1972, the Richard King Mellon Foundation has provided over \$5,000,000 to the President's Discretionary Fund at Carnegie-Mellon University, and this flexibility has contributed considerably to the University's increased stature as an institution of higher education. During the past eleven years, the departments of psychology, computer science, biology, and Eng-

lish have all benefited significantly from the President's Discretionary Fund.

The program in cognitive psychology in the Department of Psychology is ranked number one in the world by the National Academy of Sciences. Cognitive psychology studies the human information processing system as it applies itself to a wide range of complex tasks, including memory, language processing, problem solving, and understanding. The President's Discretionary Fund has been a basic source of support to implement research, and to recruit faculty members and students for the program. Other grants from the President's Discretionary Fund have been an excellent incentive for dedicated researchers and faculty members of the department to pursue every avenue of inquiry into the thought process. These findings have had a major impact not only on the field of psychology but also on other academic fields and on modern approaches to business and social problems.

The Department of Computer Science has also received support for its basic research programs from the President's Discretion-

ary Fund. The Department is now one of the top three in the world. It is most prominent for its work with artificial intelligence, the use of the computer as a tool for both simulating human thinking and augmenting it. Research findings of the Department have been a major force in making computers serve human needs, and research in the area of artificial intelligence is providing important new ways in which computers can help young people learn and assist human beings in a wide variety of tasks.

The Department of Biological Sciences was established in 1972 using major funding from the President's Discretionary Fund. Basic research in the biological sciences is necessary to conserve the environment, make industrial processes more competitive internationally, and improve the diagnosis and treatment of disease. The Department has focused its efforts on molecular and cellular biology, areas which promise the greatest benefits. The Department has come to excel in the area of nuclear magnetic resonance, or NMR. This form of spectroscopy enables researchers to examine soft tissues of living creatures without invasive surgery or harmful ionized rays. Sufficient progress has been made in this field and a new center, the Magnetic Resonance Institute of Pittsburgh, is now being established jointly by Carnegie-Mellon University and the University of Pittsburgh. NMR promises to give medical diagnosticians enormously improved ability to treat diseases of the soft tissues, such as cancers.

The Department of English, with support from the President's Discretionary Fund, has focused its research and teaching on better understanding how people write and better preparing individuals to be

teachers of writing. The Department is one of the few in the nation that is doing basic research on how people write, read, and understand words and sentences. Its faculty members use the information that the Department of Psychology has learned about cognition and thinking as ways of approaching studies on how people write.

Using partial funding from the 1983 award for the President's Discretionary Fund, the University intends to create new interdisciplinary programs in the Department of Chemistry and establish a new scientific program, the Center for Fluorescence Research. The most helpful research projects in science and technology, and particularly in the field of chemistry, require the expertise of individuals from different disciplines. The Department of Chemistry is in an especially advantageous position to establish the interdisciplinary research and education programs that will meet the needs of the future. The most productive areas for exploration are chemical reactivity, catalysis, and the chemistry of life processes. These are especially critical for progress in health and medicine.

The Center for Fluorescence Research in Biomedical Science has recently been established in the Department of Biological Sciences at Carnegie-Mellon University. Fluorescence spectroscopy is a new technology that uses molecular probes to study changes within living cells. It promises to give medical researchers a very powerful tool for diagnosing, treating, and curing diseases of the cell, including cancers. Fluorescence spectroscopy is closely allied to NMR and the two research groups will be able to draw on each other's expertise in many areas.

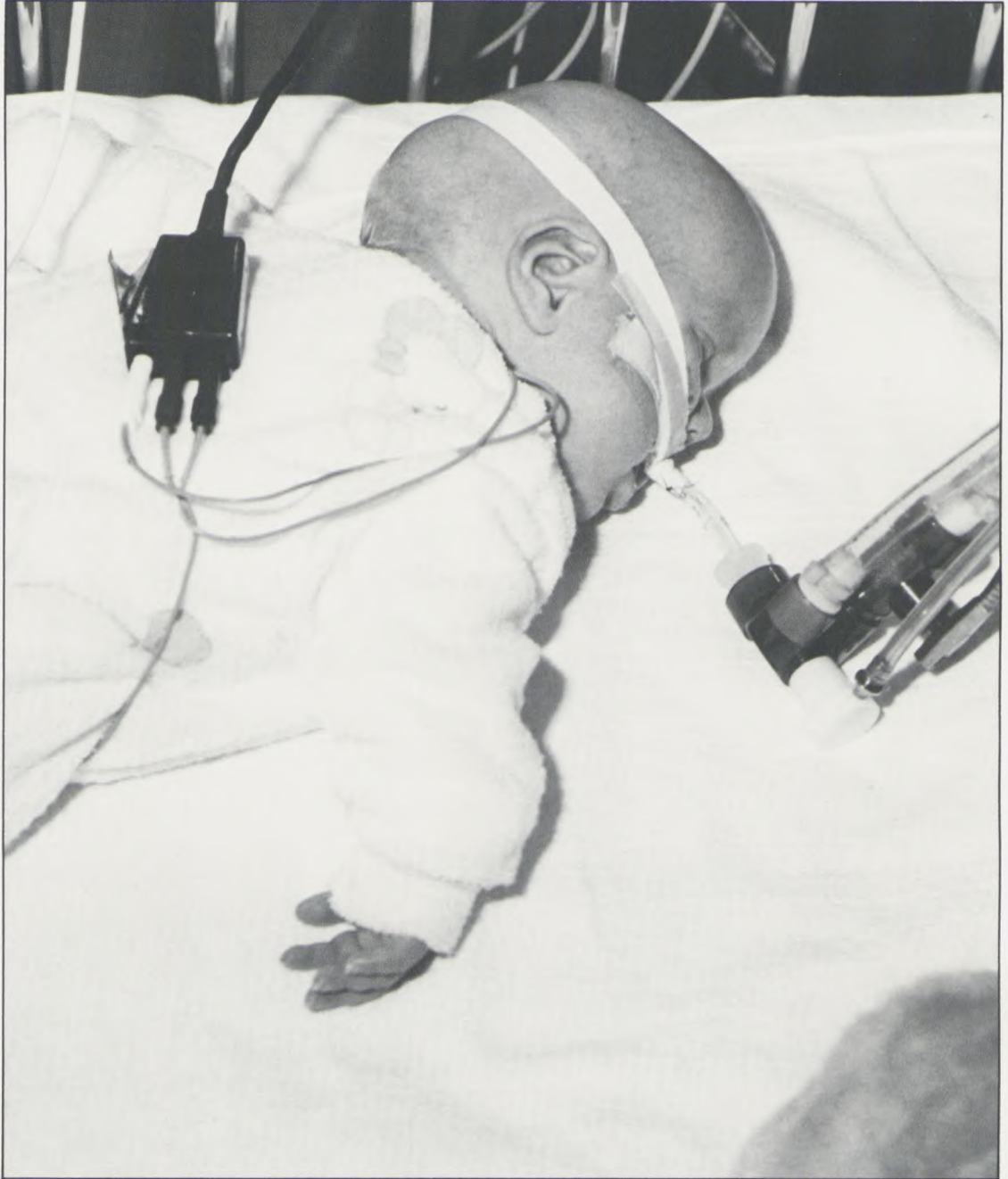
---

Richard King Mellon Foundation

The following is a list of grants approved in 1983 for education programs:

Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Three-year support for national Public Education Fund</i> . . . . .	\$ 300,000
Brown University Providence, Rhode Island <i>Renovations to Urban Environmental Laboratory for the Center for Environmental Studies</i> . . . . .	270,000
Carnegie-Mellon University Pittsburgh, Pennsylvania <i>Toward President's Discretionary Fund</i> . . . . .	1,500,000
Enterprise and Education Foundation Pittsburgh, Pennsylvania <i>Two-year support for Allegheny County activities</i> . . . . .	20,000
Thomas Jefferson Research Center Pasadena, California <i>Support for Character Education Curriculum in Allegheny County schools</i> . . . . .	20,000
Negro Educational Emergency Drive Pittsburgh, Pennsylvania <i>Two-year scholarship support</i> . . . . .	100,000
Pennsylvania Economy League, Inc. Western Division Pittsburgh, Pennsylvania <i>To develop computerized data base for school districts in Allegheny County</i> . . . . .	145,500
University of Pittsburgh Pittsburgh, Pennsylvania <i>Office of Continuing Education for Women</i> . . . . .	46,000
Trinity-Pawling School Corporation Pawling, New York <i>Toward capital campaign</i> . . . . .	150,000
	<hr/> <b>\$2,551,500</b> <hr/>

## Social Services



*In collaboration with several local hospitals, Children's Home of Pittsburgh is establishing a program to provide transitional infant care for premature babies who are no longer critical, but who must remain under close supervision.*

Awards to various organizations in the social services field totaled \$2,520,000, or 17 percent of the Foundation's 1983 grant approvals. This represents an increased level of activity over that of the past several years and is a result of the Trustees heightened interest in the quality of life in the Pittsburgh area. In accordance with the Foundation's geographic restrictions on grants in this program category, virtually all awards made during 1983 were directed toward support for improvement in the provision and delivery of social services to citizens of Allegheny County and western Pennsylvania. The Trustees of the Foundation have expressed a particular interest in serving the youth and the elderly.

The largest social service grant approved in 1983 was an \$800,000 commitment to United Way of Southwestern Pennsylvania. Major grants were also approved to assist both the mentally and physically handicapped population, and emphasis was placed on supporting agencies working to foster more enjoyable and productive lives for youngsters.

The Trustees of the Richard King Mellon Foundation approved two grants as follow-up support to *The Chemical People*, the television and community action program designed to increase public awareness regarding the epidemic of teenage drug and alcohol abuse. These two awards bring the Foundation's total commitments over the past three years to *The Chemical People* and directly related activities to \$1,044,000.

Children's Home of Pittsburgh is an infant adoption agency and one of the select few in the Country which is totally private in terms of funding and administration. The primary area served by Children's Home is western Pennsylvania and, since its founding in 1893, the institution has served as the first home for more than 3,400 babies. Its goal is to secure an appropriate adoptive home for each infant based upon the child's natural heritage, medical condition, and emotional needs.

In collaboration with several local hospitals, Children's Home of Pittsburgh has identified and documented the need to provide transitional care for premature babies who are no longer critical, but who must remain under close supervision. Premature babies born in the fourth and fifth

month of gestation may require hospitalization for anywhere from twenty-one days to one year. At some point during this period, they will progress from the critical to a stabilized stage. While they will continue to require supervision and monitoring, it is not necessary that they remain in an expensive hospital neonatal intensive care unit if the same supervision can be provided in a noninstitutional, comfortable environment at a substantially reduced cost.

To provide this environment, Children's Home is converting part of its adoption agency facility into quarters to provide transitional infant care. The value of the Transitional Infant Care program goes further than the financial savings. Once an infant has been transferred to Children's

Home and remains stabilized, its parents are allowed to sleep at the Home and learn how to care for the child, monitor its equipment, and become acclimated to the needs and requirements that the newborn will require once it goes to its permanent home. This process helps reduce the anxiety, confusion, and trauma that parents experience as their newborn remains hospitalized for months at a time. It is important that the parents feel comfortable and

understand the child and its needs, as it has been shown that premature babies suffer a much higher incidence of child abuse than normal birth babies.

The Trustees of the Richard King Mellon Foundation approved a grant of \$250,000 to Children's Home of Pittsburgh toward the establishment of the Transitional Infant Care program.

The following is a list of grants approved in 1983 for social service programs:

Allegheny County Center for Victims of Violent Crime Pittsburgh, Pennsylvania	
<i>Operating support</i> .....	\$ 15,000
<hr/>	
Allegheny Valley School Coraopolis, Pennsylvania	
<i>Toward renovations at Patricia Hillman Miller campus</i> .....	250,000
<hr/>	
Alternative Program Associates Pittsburgh, Pennsylvania	
<i>Start-up support for Family Development Program</i> .....	25,000
<hr/>	
American Assembly New York, New York	
<i>Support for program to relate alcohol abuse and public policy</i> .....	25,000
<hr/>	
Pauline Auberle Foundation McKeesport, Pennsylvania	
<i>For capital needs of the Auberle Home</i> .....	40,000
<hr/>	
Boy Scouts of America East Valley Area Council Munhall, Pennsylvania	
<i>Toward construction of Service Center Building</i> .....	100,000
<hr/>	
Children's Home of Pittsburgh Pittsburgh, Pennsylvania	
<i>Toward establishment of Transitional Infant Care program</i> .....	250,000
<hr/>	
Children's Oncology Services of Pittsburgh, Inc. Pittsburgh, Pennsylvania	
<i>Toward expansion of Ronald McDonald House</i> .....	30,000
<hr/>	

---

Richard King Mellon Foundation

Craig House-Technoma Workshop Pittsburgh, Pennsylvania <i>Toward construction of addition to the School.....</i>	\$ 100,000
Home for Crippled Children Pittsburgh, Pennsylvania <i>Five-year operating support.....</i>	500,000
Metropolitan Pittsburgh Public Broadcasting, Inc. Pittsburgh, Pennsylvania <i>Production of The Chemical People segment filmed at the White House.....</i>	50,000
Parents Anonymous of Pittsburgh Pittsburgh, Pennsylvania <i>Two-year operating support.....</i>	30,000
Peoples Oakland Pittsburgh, Pennsylvania <i>Litter Clean-up Project in Oakland.....</i>	15,000
Pittsburgh Community Food Bank, Inc. Pittsburgh, Pennsylvania <i>To purchase equipment.....</i>	20,000
The Pittsburgh Experiment Pittsburgh, Pennsylvania <i>Operating support.....</i>	20,000
Pittsburgh Leadership Foundation Pittsburgh, Pennsylvania <i>Support for activities of the Coalition for Addictive Diseases in Southwest Pennsylvania.....</i>	50,000
Protestant Episcopal Diocese of Pittsburgh Pittsburgh, Pennsylvania <i>Discretionary support.....</i>	30,000
The United Way of Southwestern Pennsylvania Pittsburgh, Pennsylvania <i>Three-year annual support.....</i>	800,000

---

Social Services

Vintage Pittsburgh, Pennsylvania <i>To purchase small computer</i> .....	\$ 10,000
Westmoreland County 4-H Development Fund, Inc. Greensburg, Pennsylvania <i>To provide shelters at Westmoreland County Fairgrounds</i> .....	20,000
Young Men's Christian Association of the Sewickley Valley Sewickley, Pennsylvania <i>Toward renovations to facilities</i> .....	50,000
Youth Guidance, Inc. Pittsburgh, Pennsylvania <i>Operating support</i> .....	75,000
Youth Opportunities Unlimited, Inc. Pittsburgh, Pennsylvania <i>Operating support</i> .....	15,000
	<hr/> <b>\$2,520,000</b> <hr/>



**Appropriations and Grants Paid**

	1983			Unpaid at 12/31/83
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	
<b>Conservation</b>				
American Farmland Trust Washington, District of Columbia <i>Three-year program support. . . . .</i>	\$	75,000 \$	25,000 \$	50,000
American Wilderness Alliance Denver, Colorado <i>Three-year operating support. . . . .</i>		165,000	55,000	110,000
Appalachian Mountain Club Boston, Massachusetts <i>Three-year program to strengthen the role of volunteers. . . . .</i>	\$	223,000	223,000	
Carnegie Institute Pittsburgh, Pennsylvania <i>To purchase real property adjacent to Powdermill Nature Reserve . . . . .</i>		40,000	40,000	
Commonwealth of Pennsylvania Pennsylvania Game Commission Harrisburg, Pennsylvania <i>Three-year support for bald eagle restoration program . . . . .</i>		108,000	36,000	72,000
The Conservation Foundation, Inc. Washington, District of Columbia <i>Toward Working Capital Fund and to publish 1984 edition of State of the Environment . . . . .</i>		1,065,000	1,065,000	
Environmental Law Institute Washington, District of Columbia <i>Support for Wetlands program . . . . .</i>		60,000	60,000	
Institute for Environmental Mediation Seattle, Washington <i>Three-year operating support. . . . .</i>		450,000	150,000	300,000

Appropriations and Grants Paid	1983			Unpaid at 12/31/83
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	
Land Trust Exchange Mount Desert, Maine <i>Three-year program support. . . . .</i>		\$ 105,000	\$ 45,000	\$ 60,000
Loyalhanna Watershed Association, Inc. Ligonier, Pennsylvania <i>Three-year program support. . . . .</i>		24,000	8,000	16,000
Manomet Bird Observatory Trust Manomet, Massachusetts <i>Toward international shore bird atlas . . . . .</i>	\$ 40,000		40,000	
National Parks & Conservation Association Washington, District of Columbia <i>Three-year support. . . . .</i>	50,000		50,000	
The Nature Conservancy Arlington, Virginia <i>Rivers of the Deep South. . . . .</i>	9,000,000		3,000,000	6,000,000
<i>National Wetlands Conservation Project. . . . .</i>	21,500,000			21,500,000
Palm Springs Desert Museum, Inc. Palm Springs, California <i>Desert Palm Oasis Exhibition . . . . .</i>		58,000	58,000	
Pennsylvania Environmental Research Foundation Philadelphia, Pennsylvania <i>Toward Pennsylvania Hazardous Waste Education program. . . . .</i>	70,000		35,000	35,000
The Pennsylvania State University University Park, Pennsylvania <i>Acid rain research project. . . . .</i>	229,000		176,000	53,000
Pennsylvania Wildlife Federation, Inc. Harrisburg, Pennsylvania <i>Public awareness program . . . . .</i>	75,000		75,000	

Richard King Mellon Foundation	1983			Unpaid at 12/31/83
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	
<hr/>				
The Peregrine Fund, Inc. Ithaca, New York				
<i>Five-year operating support . . . . .</i>	\$ 1,200,000	\$ (900,000)	\$ 300,000	
<hr/>				
The Quebec-Labrador Foundation, Inc. Ipswich, Massachusetts				
<i>Three-year support for the Atlantic Center for the Environment . . . . .</i>		150,000	150,000	
<hr/>				
River Conservation Fund Washington, District of Columbia				
<i>Toward publication of book on river protection. . . . .</i>		15,000	15,000	
<hr/>				
Ruffed Grouse Society of America Coraopolis, Pennsylvania				
<i>To develop and implement education program . . . . .</i>		240,000	80,000	\$ 160,000
<hr/>				
Safari Club International Conservation Fund Tucson, Arizona				
<i>To reduce mortgage. . . . .</i>		50,000	50,000	
<hr/>				
The Student Conservation Association, Inc. Charlestown, New Hampshire				
<i>Wilderness volunteer management project. . . . .</i>		132,000	44,000	88,000
<hr/>				
Trout Unlimited Vienna, Virginia				
<i>Three-year support for Living Brightwater program . . . . .</i>	200,000		100,000	100,000
<hr/>				
University of Montana Foundation Missoula, Montana				
<i>For publications of the Wildlife-Wildlands Institute . . . . .</i>	150,000		150,000	
<hr/>				

Appropriations and Grants Paid

	1983			
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
University of Vermont and State Agricultural College Burlington, Vermont <i>Continuation of research on acid rain. . . . .</i>		\$ 300,000	\$ 100,000	\$ 200,000
Izaak Walton League of America Arlington, Virginia <i>Three-year program support. . . . .</i>	\$ 100,000		50,000	50,000
The Wildlife Conservation Fund of America Columbus, Ohio <i>Three-year support for public education program . . . . .</i>		450,000	150,000	300,000
<b>TOTAL - CONSERVATION</b>	<b>\$32,837,000</b>	<b>\$ 2,587,000</b>	<b>\$ 6,330,000</b>	<b>\$29,094,000</b>

**Education**

Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Three-year support for national Public Education Fund . . . . .</i>		\$ 300,000	\$ 100,000	\$ 200,000
Brown University Providence, Rhode Island <i>Renovations to Urban Environ- mental Laboratory for the Center for Environmental Studies . . . . .</i>		270,000	270,000	
Carnegie-Mellon University Pittsburgh, Pennsylvania <i>Toward President's Discretionary Fund. . . . .</i>		1,500,000	1,500,000	
Enterprise and Education Foundation Pittsburgh, Pennsylvania <i>Two-year support for Allegheny County activities. . . . .</i>		20,000	10,000	10,000

Richard King Mellon Foundation	1983			Unpaid at 12/31/83
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	
Thomas Jefferson Research Center Pasadena, California <i>Support for Character Education Curriculum in Allegheny County schools. . . . .</i>		\$ 20,000	\$ 20,000	
National Merit Scholarship Corporation Evanston, Illinois <i>Scholarship program . . . . .</i>	\$ 264,646		151,833	\$ 112,813
Negro Educational Emergency Drive Pittsburgh, Pennsylvania <i>Two-year scholarship support . . . . .</i>		100,000	50,000	50,000
Pennsylvania Economy League, Inc. Western Division Pittsburgh, Pennsylvania <i>To develop computerized data base for school districts in Allegheny County. . . . .</i>		145,500	145,500	
Pittsburgh Public Schools Pittsburgh, Pennsylvania <i>To implement a Critical Thinking component as part of Monitoring Achievement in Pittsburgh . . . . .</i>	158,000		76,000	82,000
United Negro College Fund, Inc. New York, New York <i>Three-year support. . . . .</i>	30,000		30,000	
University of Pittsburgh Pittsburgh, Pennsylvania <i>Office of Continuing Education for Women . . . . .</i>		46,000	23,000	23,000
Trinity-Pawling School Corporation Pawling, New York <i>Toward capital campaign. . . . .</i>		150,000	150,000	
<b>TOTAL - EDUCATION</b>	<b>\$ 452,646</b>	<b>\$ 2,551,500</b>	<b>\$ 2,526,333</b>	<b>\$ 477,813</b>

Appropriations and Grants Paid

1983

	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
<b>Social Services</b>				
Allegheny Council to Improve Our Neighborhoods—Housing, Inc. Pittsburgh, Pennsylvania <i>Toward loan guarantee fund. . . . .</i>	\$ 40,000		\$ 40,000	
Allegheny County Center for Victims of Violent Crimes Pittsburgh, Pennsylvania <i>Operating support . . . . .</i>		\$ 15,000	15,000	
Allegheny Valley School Coraopolis, Pennsylvania <i>Toward renovations at Patricia Hillman Miller campus . . . . .</i>		250,000	250,000	
Alternative Program Associates Pittsburgh, Pennsylvania <i>Start-up support for Family Development Program . . . . .</i>		25,000		\$ 25,000
American Assembly New York, New York <i>Support for program to relate alcohol abuse and public policy . . .</i>		25,000	25,000	
Pauline Auberle Foundation McKeesport, Pennsylvania <i>For capital needs of the Auberle Home . . . . .</i>		40,000	40,000	
Boy Scouts of America East Valley Area Council Munhall, Pennsylvania <i>Toward construction of Service Center Building . . . . .</i>		100,000	100,000	
Children's Home of Pittsburgh Pittsburgh, Pennsylvania <i>Toward establishment of Transitional Infant Care program</i>		250,000	250,000	

Richard King Mellon Foundation	1983			
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
Children's Oncology Services of Pittsburgh, Inc. Pittsburgh, Pennsylvania <i>Toward expansion of Ronald McDonald House . . . . .</i>		\$ 30,000	\$ 30,000	
Community Technical Assistance Center, Inc. Pittsburgh, Pennsylvania <i>Three-year operating support . . . . .</i>	\$ 30,000		15,000	\$ 15,000
Craig House-Technoma Workshop Pittsburgh, Pennsylvania <i>Toward construction of addition to school . . . . .</i>		100,000	100,000	
Health and Welfare Planning Association Pittsburgh, Pennsylvania <i>Study to assess public sector retrenchment . . . . .</i>	40,000		20,000	20,000
Home for Crippled Children Pittsburgh, Pennsylvania <i>Three-year support for Operation Life's Work . . . . .</i>	50,000		50,000	
		500,000	100,000	400,000
Lifeline Institute Pittsburgh, Pennsylvania <i>Start-up support . . . . .</i>	5,000		5,000	
Metropolitan Pittsburgh Public Broadcasting, Inc. Pittsburgh, Pennsylvania <i>Production of The Chemical People segment filmed at the White House . . . . .</i>		50,000	50,000	

Appropriations and Grants Paid	1983			
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
Oakland Planning and Development Corporation Pittsburgh, Pennsylvania <i>Toward apartments for the elderly</i>	\$ 100,000		\$ 100,000	
Parents Anonymous of Pittsburgh Pittsburgh, Pennsylvania <i>Two-year operating support</i>		\$ 30,000	15,000	\$ 15,000
Peoples Oakland, Inc. Pittsburgh, Pennsylvania <i>Litter Clean-up Project in Oakland</i>		15,000	15,000	
Pittsburgh Community Food Bank, Inc. Pittsburgh, Pennsylvania <i>To purchase equipment</i>		20,000	20,000	
The Pittsburgh Experiment Pittsburgh, Pennsylvania <i>Operating support</i>		20,000	20,000	
Pittsburgh Hearing and Speech Center, Inc. Pittsburgh, Pennsylvania <i>Two-year support for Greensburg Branch</i>	10,000		10,000	
Pittsburgh Leadership Foundation Pittsburgh, Pennsylvania <i>Support for activities of the Coalition for Addictive Diseases in Southwest Pennsylvania</i>		50,000	50,000	
Protestant Episcopal Diocese of Pittsburgh Pittsburgh, Pennsylvania <i>Discretionary support</i>		30,000	30,000	
Three Rivers Adoption Council Pittsburgh, Pennsylvania <i>Two-year operating support</i>	12,500		12,500	



## Richard King Mellon Foundation

1983

	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
The United Way of Southwestern Pennsylvania Pittsburgh, Pennsylvania <i>Three-year support</i> .....		\$ 800,000	\$ 400,000	\$ 400,000
Urban Youth Action, Inc. Pittsburgh, Pennsylvania <i>Two-year operating support</i> .....	\$ 30,000		30,000	
Vintage Pittsburgh, Pennsylvania <i>To purchase small computer</i> .....		10,000	10,000	
Westmoreland County 4-H Development Fund, Inc. Greensburg, Pennsylvania <i>To provide shelters at Westmore- land County Fairgrounds</i> .....		20,000	20,000	
Young Men's Christian Association of the Sewickley Valley Sewickley, Pennsylvania <i>Toward renovations to facilities</i> ....		50,000	50,000	
Youth Guidance, Inc. Pittsburgh, Pennsylvania <i>Operating support</i> .....		75,000	75,000	
Youth Opportunities Unlimited, Inc. Pittsburgh, Pennsylvania <i>Operating support</i> .....		15,000	15,000	
<b>TOTAL - SOCIAL SERVICES</b>	<b>\$ 317,500</b>	<b>\$ 2,520,000</b>	<b>\$ 1,962,500</b>	<b>\$ 875,000</b>

**Medicine**

Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Three-year support for the Health Policy Institute</i> .....	\$ 100,000		\$ 50,000	\$ 50,000
---	------------	--	-----------	-----------

Appropriations and Grants Paid	1983			
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
Association of Professors of Medicine Philadelphia, Pennsylvania <i>Study of internal medicine manpower needs</i> .....		\$ 150,000		\$ 150,000
East Liberty Family Health Care Center, Inc. Pittsburgh, Pennsylvania <i>Operating support</i> .....		15,000	\$ 15,000	
Hospital Authority of Albany- Dougherty County Georgia Albany, Georgia <i>To purchase radiation therapy simulator for Phoebe Putney Memorial Hospital</i> .....		167,000	167,000	
Latrobe Area Hospital Latrobe, Pennsylvania <i>Establish intermediate care unit. . .</i>		208,000	208,000	
Magee-Womens Hospital Pittsburgh, Pennsylvania <i>Support for neonatal physiology research</i> .....		300,000	100,000	200,000
Mayo Foundation Rochester, Minnesota <i>Five-year support for Mayo Clinic for research and treatment programs for bone and mineral diseases</i> .....	\$ 200,000		100,000	100,000
National Academy of Sciences Washington, District of Columbia <i>Two-year support for Institute of Medicine</i> .....	200,000		200,000	

## Richard King Mellon Foundation

1983

	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
North American Transplant Coordinators Organization Pittsburgh, Pennsylvania <i>To purchase voice-operated computer system.....</i>		\$ 50,000	\$ 50,000	
Pittsburgh Free Clinic, Inc. Pittsburgh, Pennsylvania <i>Two-year support for long-range planning process .....</i>	\$ 20,000		20,000	
South Hills Family Hospice Consortium Pittsburgh, Pennsylvania <i>Three-year operating support.....</i>	20,000		10,000	\$ 10,000
University of Pittsburgh Pittsburgh, Pennsylvania <i>Toward renovation of Falk Clinic</i>		100,000	100,000	
<i>Three-year support to establish Pittsburgh Cancer Institute .....</i>		3,000,000		3,000,000
<b>TOTAL - MEDICINE</b>	<b>\$ 540,000</b>	<b>\$ 3,990,000</b>	<b>\$ 1,020,000</b>	<b>\$ 3,510,000</b>

**Cultural**

Carnegie Institute Pittsburgh, Pennsylvania <i>Renovation of Hall of North American Mammals .....</i>	\$ 600,000		\$ 200,000	\$ 400,000
Historical Society of Western Pennsylvania Pittsburgh, Pennsylvania <i>Toward publication.....</i>		\$ 64,000	64,000	
International Poetry Forum Pittsburgh, Pennsylvania <i>Relocation expense .....</i>		10,500	10,500	
The Pierpont Morgan Library New York, New York <i>Endowment support for Department of Photography .....</i>		250,000	250,000	

Appropriations and Grants Paid

	1983			
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
Pittsburgh-Allegheny County Cultural Alliance Pittsburgh, Pennsylvania <i>Two-year operating support . . . . .</i>		\$ 5,000	\$ 2,500	\$ 2,500
Pittsburgh Ballet Theatre, Inc. Pittsburgh, Pennsylvania <i>Operating funds . . . . .</i>	\$ 60,000		30,000	30,000
<i>Three-year unrestricted support . . . . .</i>		420,000		420,000
Pittsburgh Opera, Inc. Pittsburgh, Pennsylvania <i>Three-year support for Student Audience Development Project . . . . .</i>	14,400		14,400	
The Pittsburgh Public Theater Corporation Pittsburgh, Pennsylvania <i>Operating support . . . . .</i>		69,000	69,000	
Pittsburgh Symphony Society Pittsburgh, Pennsylvania <i>Endowment support . . . . .</i>	100,000		100,000	
Woods-Marchand Foundation Greensburg, Pennsylvania <i>Toward expansion of Westmoreland County Museum of Art . . . . .</i>		100,000	100,000	
<b>TOTAL - CULTURAL</b>	<b>\$ 774,400</b>	<b>\$ 918,500</b>	<b>\$ 840,400</b>	<b>\$ 852,500</b>

**Civic**

Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Three-year operating support . . . . .</i>	\$ 20,000		\$ 20,000	
<i>Two-year staffing grant . . . . .</i>		\$ 20,000	10,000	\$ 10,000

## Richard King Mellon Foundation

	1983			
	Unpaid at 12/31/82	Approved (Rescinded)	Paid	Unpaid at 12/31/83
The Enterprise Corporation of Pittsburgh Pittsburgh, Pennsylvania <i>Multi-year operating support . . . . .</i>		\$ 1,000,000	\$ 1,000,000	
Health and Welfare Planning Association Pittsburgh, Pennsylvania <i>Develop neighborhood profiles for municipalities and neighborhoods in Allegheny County . . . . .</i>		25,000	25,000	
The Jefferson Foundation, Inc. Washington, District of Columbia <i>Toward Jefferson Meetings on the Constitution . . . . .</i>		50,000	50,000	
Penn's Southwest Association Pittsburgh, Pennsylvania <i>Three-year operating support . . . . .</i>		450,000	150,000	\$ 300,000
Pennsylvania Economy League, Inc. Western Division Pittsburgh, Pennsylvania <i>Operating support for 1983 . . . . .</i>		14,400	14,400	
University of Pittsburgh University Center for Social and Urban Research Pittsburgh, Pennsylvania <i>To develop regional econometric model . . . . .</i>		128,000	128,000	
TOTAL - CIVIC	\$ 20,000	\$ 1,687,400	\$ 1,397,400	\$ 310,000
TOTALS	\$34,941,546	\$14,254,400	\$14,076,633	\$35,119,313

---

## Statement of Net Assets

Richard King Mellon Foundation

December 31, 1983

---

Cash and receivables.....		\$ 574,160
Investments, at market quotations:		
Stocks .....	\$384,155,178	
Long-term debt instruments.....	52,435,488	
Temporary investments .....	38,656,200	
Realty and other investments .....	9,287,203	
		<hr/>
		484,534,069
Program-related loans (NOTE 2) .....		2,000,000
Other assets .....		<hr/>
		22,331
		<hr/>
Total assets.....		487,130,560
Less amounts reserved for:		
Grants approved but not paid .....	35,119,313	
Federal excise tax .....	1,347,801	
		<hr/>
		36,467,114
		<hr/>
Net assets .....		\$450,663,446

---

The notes on page 48 are an integral part of the financial statements.

# Statement of Changes in the Fund

Richard King Mellon Foundation

	For the year ended December 31	
	1983	1982
Income:		
Investment income . . .	\$ 22,494,328	\$ 26,071,641
Expenses:		
Administrative and investment expenses . . . . .	\$ 2,726,964	\$ 2,018,701
Provision for federal excise tax . . . . .	1,345,000	947,000
	<u>4,071,964</u>	<u>2,965,701</u>
Net income . . . . .	18,422,364	23,105,940
Grants approved . . . . .	<u>14,254,400</u>	<u>38,615,339</u>
Excess (deficit) of net income over grants approved . . . . .	4,167,964	(15,509,399)
Net realized gain from disposition of investments . . . . .	51,546,907	25,624,509
Unrealized appreciation on investments, at market quotations . . . . .	<u>4,816,153</u>	<u>43,092,666</u>
	<u>56,363,060</u>	<u>68,717,175</u>
Increase in fund . . . . .	60,531,024	53,207,776
Fund balance		
Beginning of year . . . . .	390,132,422	336,924,646
End of year . . . . .	<u>\$450,663,446</u>	<u>\$390,132,422</u>

The notes on page 48 are an integral part of the financial statements.

## Summary of Investments

December 31, 1983

Richard King Mellon Foundation

	Amount at	
	Book Value	Market Quotations
<b>STOCKS</b>		
Common stocks:		
Aerospace .....	\$ 3,056,227	\$ 3,781,763
Airlines and air freight .....	2,489,453	3,510,438
Amusement .....	312,054	289,438
Apparel and textiles .....	3,722,104	3,629,925
Automotive .....	4,571,213	6,916,944
Banking .....	23,354,820	33,048,699
Brewing and distilling .....	514,709	621,413
Broadcasting and cable television .....	3,823,800	4,618,275
Building materials .....	7,024,375	9,227,225
Business services .....	1,716,814	1,592,088
Chemical .....	11,526,951	13,485,744
Coal .....	449,280	432,000
Construction and material handling .....	2,714,925	3,035,363
Containers .....	832,134	1,071,050
Cosmetic and household products .....	2,187,324	2,470,925
Drug .....	3,973,412	4,246,906
Electrical equipment .....	6,314,645	9,076,015
Electronics .....	6,812,426	9,524,812
Farm equipment .....	252,909	426,175
Finance .....	657,232	909,307
Food products .....	5,013,175	5,823,800
Home furnishings .....	871,561	770,746
Hospital supply .....	6,710,792	8,784,423
Industrial machinery and materials .....	7,420,788	8,707,725
Insurance .....	5,742,227	94,567,092
Merchandising .....	9,218,377	12,972,125
Multi-industry .....	4,901,158	6,001,684
Non-ferrous metals and mining .....	2,285,207	3,045,462
Office equipment and photocopy .....	12,172,334	19,025,425
Oil and gas .....	18,980,438	27,784,698
Oil and gas servicing .....	6,946,600	7,330,650
Paper .....	3,495,303	4,453,562
Photographic .....	774,240	768,000
Public utility - electric .....	5,777,742	5,894,993
Public utility - gas .....	1,686,965	2,251,075
Public utility - telephone .....	5,986,045	6,984,112
Publishing and printing .....	2,727,692	3,564,662
Railroads and other surface transportation .....	3,001,001	3,697,319
Railroad equipment .....	469,546	674,975



	Amount at	
	Book Value	Market Quotations
Restaurants and lodgings .....	\$ 1,607,530	\$ 2,400,000
Steel .....	1,101,069	1,421,162
Textiles .....	57,375	43,350
Tire and rubber .....	2,706,620	3,198,825
Tobacco .....	1,097,068	1,212,575
Trucking .....	1,188,922	1,933,113
Other industries .....	3,377,154	4,824,449
Foreign equities .....	22,809,066	25,859,746
Venture capital equities .....	6,578,539	8,083,076
Total common stocks .....	<u>231,011,341</u>	<u>383,993,329</u>
Preferred stocks:		
Finance .....	64,385	129,549
Oil and gas .....	25,191	32,300
Total preferred stocks .....	<u>89,576</u>	<u>161,849</u>
TOTAL STOCKS .....	<u>231,100,917</u>	<u>384,155,178</u>
<b>LONG-TERM DEBT INSTRUMENTS</b>		
Corporate bonds:		
Finance .....	3,823,113	3,754,764
Industrial .....	972,541	984,949
Public utility – electric .....	198,187	191,594
Public utility – telephone .....	1,509,915	1,513,960
Convertible corporate obligations .....	391,000	448,672
Total corporate bonds .....	<u>6,894,756</u>	<u>6,893,939</u>
United States Government obligations .....	38,317,482	40,743,674
Other long-term obligations .....	546,644	552,581
Foreign debt obligations .....	4,440,480	4,245,294
TOTAL LONG-TERM DEBT INSTRUMENTS .....	<u>50,199,362</u>	<u>52,435,488</u>
<b>TEMPORARY INVESTMENTS</b>		
Discount and interest-bearing notes .....	37,743,100	37,743,100
Foreign short-term investments .....	1,036,944	913,100
TOTAL TEMPORARY INVESTMENTS .....	<u>38,780,044</u>	<u>38,656,200</u>
REALTY AND OTHER INVESTMENTS .....	8,364,145	9,287,203
TOTAL INVESTMENTS .....	<u>\$328,444,468</u>	<u>\$484,534,069</u>

A complete list of investments may be obtained by writing to:  
Richard King Mellon Foundation  
Office of the Controller  
525 William Penn Place  
Pittsburgh, Pennsylvania 15219

## Notes to Financial Statements

### NOTE 1—Significant Accounting Policies

#### Basis of Accounting

The accounts of the Foundation, except for federal excise taxes and grants approved but not paid, are maintained on the cash basis, the result of which is not materially different from the accrual basis of accounting.

#### Investments

For financial reporting purposes, investments are stated primarily at market quotations which, in the case of large holdings, do not necessarily represent realizable values. Investments for which market quotations are not available are stated at appraised value as determined by investment managers. The book value of investments, shown on the summary of investments, is cost or, for donated assets, the market quotations or appraised values at the date of receipt by the Foundation.

Realized gain or loss from dispositions of investments is determined by specific cost identification, except that average cost is used for dispositions of donated investments. Unrealized appreciation or depreciation of investments represents the change in the difference between market quotations and the total book value of investments held at the beginning and end of the year.

### NOTE 2—Program-related Loans

In 1983, the Foundation made interest-free loans to Brandywine Conservancy and The Nature Conservancy under notes receivable due in December, 1984 in the amount of \$1,000,000 each.

### NOTE 3—Provision for Federal Excise Tax

Federal excise tax represents a tax on net investment income as defined in Section 4940 of the Internal Revenue Code. The current rate is two percent.

### NOTE 4—Commitments

The Foundation is a Limited Partner in several limited partnerships for investment purposes. At December 31, 1983 the Foundation had contractually committed to additional investments of \$7,707,832.

---

### To the Trustees of Richard King Mellon Foundation:

We have examined the statement of net assets of Richard King Mellon Foundation as of December 31, 1983 and the related statement of changes in the fund for the years ended December 31, 1983 and 1982. We have also examined the supporting summary of investments as of December 31, 1983 and the schedule of appropriations and grants paid for the year ended December 31, 1983. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the aforementioned financial statements present fairly the net assets of Richard King Mellon Foundation at December 31, 1983 and the changes in the fund for the years ended December 31, 1983 and 1982 in conformity with generally accepted accounting principles applied on a consistent basis. In addition, the supporting summary of investments and schedule of appropriations and grants paid when considered in relation to the basic financial statements taken as a whole, present fairly the information included therein.

COOPERS & LYBRAND

Pittsburgh, Pennsylvania  
March 23, 1984

---

## Information for Applicants

All inquiries and applications for grants should be addressed to:

Mr. George H. Taber  
Vice President and Director  
Richard King Mellon Foundation  
525 William Penn Place  
Pittsburgh, Pennsylvania 15219

Although there are no special forms for applying for a grant, applications should take the form of a letter or formal statement from the senior administrative officer of the organization and include the following elements:

1. A two-page executive summary providing an overview of the sponsoring organization, the proposed project, and the problem it seeks to address.
2. Background on the organization, including its history, purpose and goals, and the types of programs it offers, and the names and affiliations of the Board of Directors or Trustees.
3. Information on the proposed project
  - The specific purpose and objective for which the funds are sought.
  - A clear description of how the project will be operated.
  - An indication of the population it will serve.
  - The qualifications of the individuals who will conduct the proposed undertaking.
  - An explanation of the plan, criteria, and indicators that will be used in evaluating the success of the program.
4. A current operating budget for the sponsoring organization and a projected operating budget for the year(s) in which funding is requested.
5. Audited financial statements for the most recent two years.
6. Any readily available printed material such as annual reports, pamphlets, or catalogs.
7. A copy of the latest Internal Revenue Service determination letter indicating tax-exempt status under Sections 501(c)(3) and 509(a).

■ The project budget and timetable.

■ A statement of other sources of support for the project.

■ An explanation of how it will be financed at the expiration of the proposed grant.

Proposals will not be given consideration unless they are accompanied by a copy of the applicant's classification ruling under current Internal Revenue Service regulations.

The Foundation will not consider requests on behalf of individuals, and typically does not consider requests for grants to conduit organizations which pass on funds to other organizations.

The Board of Trustees meets twice a year, usually in June and November. Proposals should be submitted to the Foundation prior to April 15 and October 15, respectively, to allow adequate time for review before the meetings.

**Richard King Mellon Foundation**

---

**1983 Annual Report**

