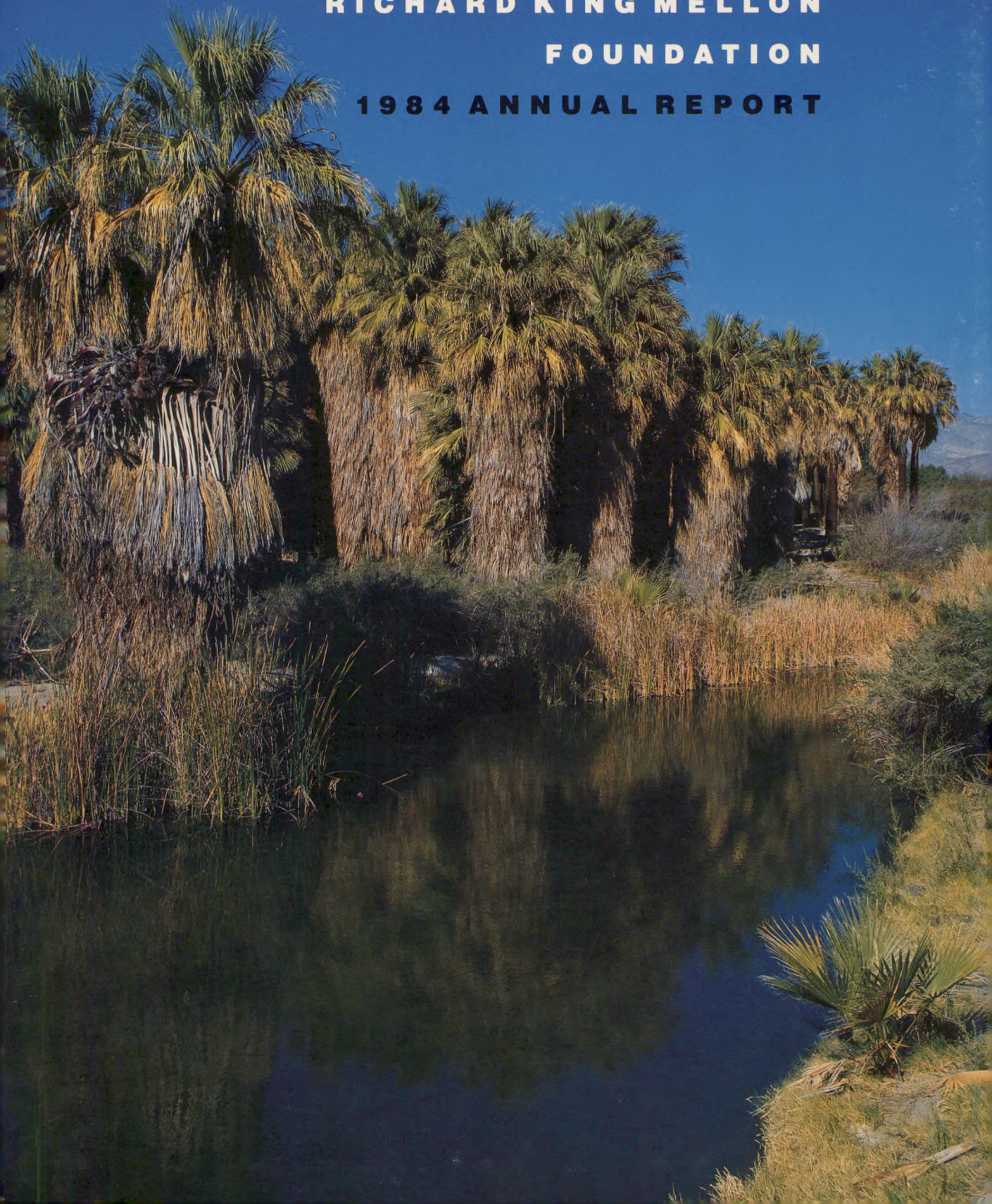


**RICHARD KING MELLON
FOUNDATION
1984 ANNUAL REPORT**



RICHARD KING MELLON FOUNDATION

1984 ANNUAL REPORT

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RICHARD KING MELLON FOUNDATION

1984 ANNUAL REPORT

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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 examine 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 that the improvement of the quality of life in Pittsburgh and western Pennsylvania is the Foundation's foremost priority. This conviction to concentrate the Foundation's philanthropic resources on the betterment of this geographic area is an overriding consideration in evaluating grant requests in all program categories with the exception of conservation, which remains both a local and national effort.

The Trustees' well-established interest in conservation 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 nation-wide 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.

PRESIDENT'S REPORT

During 1984, the Trustees of the Richard King Mellon Foundation authorized eighty-four new grants totaling \$16,996,200, bringing the Foundation's total appropriations to charitable organizations during its thirty-seven-year existence to \$245,821,749, or almost a quarter of a billion dollars.

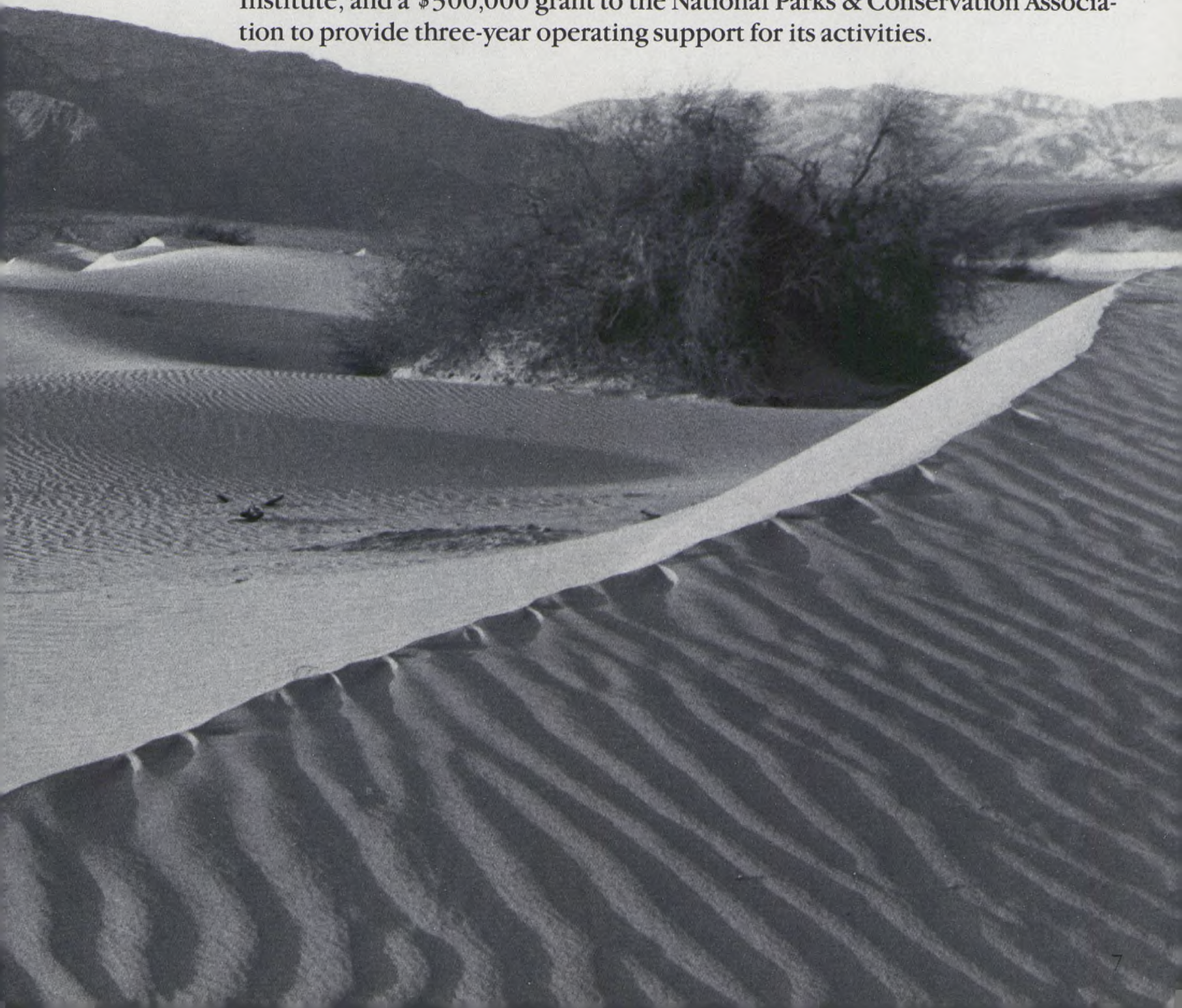
The Foundation made grant disbursements during the year totaling \$24,520,772. Since its inception in 1947, the Richard King Mellon Foundation has made grant payments of \$218,227,008, exceeding the net income for the same period by \$8,912,768. Unpaid grants at the end of 1984 amounted to \$27,594,741.

Almost 61 percent of the 1984 grant dollars approved were directed toward projects in Pittsburgh and other western Pennsylvania communities. 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. The recent recognition proclaiming Pittsburgh the most livable city in the country is an indication of the successful efforts by the local private and public sectors to create a well-balanced, attractive metropolitan region in which to live.

Grants were awarded during 1984 in five broad categories: conservation, education, cultural and civic affairs, social services, and medicine. The Trustees' well-defined interest in the field of land conservation was again demonstrated in 1984 as approvals in this category represented 45 percent of the Foundation's appropriations. Major grants include a \$4,200,000 conditional award to Metropolitan Pittsburgh Public Broadcasting, Inc. to produce two conservation specials for television each year for the next three years. Other significant grants include a \$1,500,000 award to The Conservation Foundation, Inc. to provide five-year support, a \$450,000 award to the University of Montana Foundation to provide three-year support for the Wildlife-Wildlands Institute, and a \$300,000 grant to the National Parks & Conservation Association to provide three-year operating support for its activities.



Major awards in the field of education include a \$500,000 grant to Chatham College to provide endowment support, a \$400,000 award to National Merit Scholarship Corporation for continuation of the Richard King Mellon Merit Scholarship Program, a \$300,000 grant to the University of Pittsburgh to provide multi-year support for the Center for Philosophy of Science, and capital grants of \$250,000 each to Point Park College and Robert Morris College.

Cultural and civic affairs received special emphasis during 1984, including a \$1,500,000 grant to the National Gallery of Art in Washington, D.C. Other appropriations include a three-year grant of \$255,000 to the Pittsburgh Symphony Society, a \$100,000 grant to The Statue of Liberty-Ellis Island Foundation, Inc. toward the renovation of the Statue of Liberty, and two capital grants totaling \$250,000 to the Borough of Ligonier, Pennsylvania.

Significant grants to social service organizations in 1984 include a \$300,000 grant to Goodwill Industries of Pittsburgh toward its building program, a \$250,000 commitment to the United Way of Southwestern Pennsylvania as a matching grant for Project Helping Hand, a grant of \$167,000 to the DePaul Institute to purchase an auditory training system, and a grant of \$112,000 to Harmarville Foundation, Inc. to establish a functional electrical stimulation program in the spinal cord unit at Harmarville Rehabilitation Center.

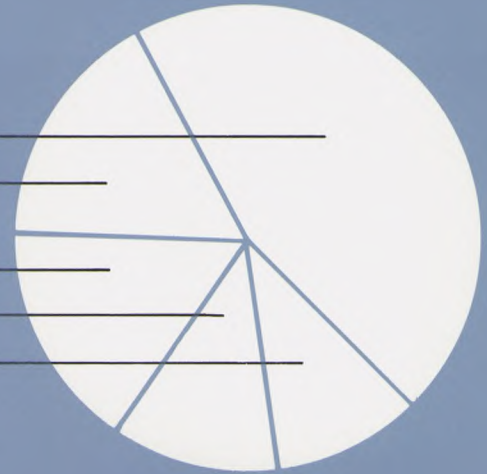
The ability of the Foundation to continue its grant programs as further described in the chapters of this Report is in great measure related to the Foundation's net asset base which increased from \$274,545,983 to \$437,892,865 during the past five years.



Seward Prosser Mellon
President

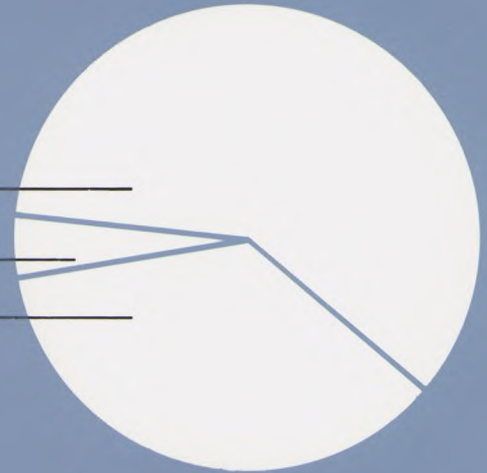
**1984 GRANTS APPROVED
BY CATEGORY**

Conservation	\$ 7,672,000	45%
Education	2,860,000	17%
Cultural and Civic Affairs	2,826,200	16%
Social Services	2,018,000	12%
Medicine	1,620,000	10%
	<u>\$16,996,200</u>	<u>100%</u>



**1984 GRANTS APPROVED
BY AREA**

Pittsburgh	\$ 9,696,200	57%
Western Pennsylvania	650,000	4%
Other	6,650,000	39%
	<u>\$16,996,200</u>	<u>100%</u>



1947-1984 NET INCOME AND GRANTS PAID

NET INCOME		GRANTS PAID	
1947-1983	\$188,642,181	1947-1983	\$193,706,236
1984	20,672,059	1984	24,520,772
	<u>\$209,314,240</u>		<u>\$218,227,008</u>



The Conservation Foundation, Inc., a widely-regarded organization in the field of conservation research and policy analysis, was the recipient of a grant of \$1,500,000 to increase its capital base and to strengthen its development program.

During 1984, the Trustees of the Richard King Mellon Foundation continued to place major emphasis on conservation. Nineteen grants totaling \$7,672,000, or 45 percent of the Foundation's 1984 grant approvals, were made for conservation projects. Conservation represents the largest area of activity for the Foundation during 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.

The recipient of the largest conservation grant in 1984 was The Conservation Foundation, Inc., a widely recognized organization in the field of conservation research and policy. It is the leading conservation agency concerned with business-environment relations and is approached regularly to help resolve conflicts over control of toxic chemicals, forest policy disputes, and land development controversies in the coastal zone and elsewhere. Corporations, government agencies, other conservation groups, and the press increasingly turn to The Conservation Foundation for balanced, carefully reasoned information. The Conservation Foundation has positioned itself at the vital center of the conservation movement.

Since its founding in 1948, The Conservation Foundation has provided nonpartisan intellectual leadership in advocating wise use of the earth's resources and insuring that environmental policies are grounded in rigorous factual analysis and public understanding. In recent years, the

Foundation has taken a leadership role in assessing environmental conditions and trends, fostering innovative forms of problem solving and dispute resolution, and conducting comprehensive policy reviews in such fields as national and state parks policies. The Foundation's two reports, *State of The Environment 1982* and *State of The Environment: Assessment at Mid-Decade*, are the most comprehensive analyses of the condition of the nation's environment ever produced by a private institution. With the budget cutbacks at the Council on Environmental Quality, The Conservation Foundation has increasingly assumed the role as the reliable source of objective information about environmental problems, policy options, and long-term trends.

Unlike many conservation groups, The Conservation Foundation has no membership. The founders of the organization considered it important that The Conservation Foundation be free of any pressures or expectations inherent in the membership in order to retain

maximum impartiality and objectivity. Thus, The Conservation Foundation is without a reliable, steady base of income that membership dues provide to other groups. Also lacking an endowment, The Conservation Foundation has had to raise virtually all its operating funds each year, leaving the organization precariously exposed to economic downturns and periods when conservation is out of favor.

In recognition of The Conservation Foundation's critical and increasingly important service, the Trustees of the Richard King Mellon Foundation approved an unrestricted grant of \$1,500,000, of which \$1,000,000 is to be matched equally by other donors.

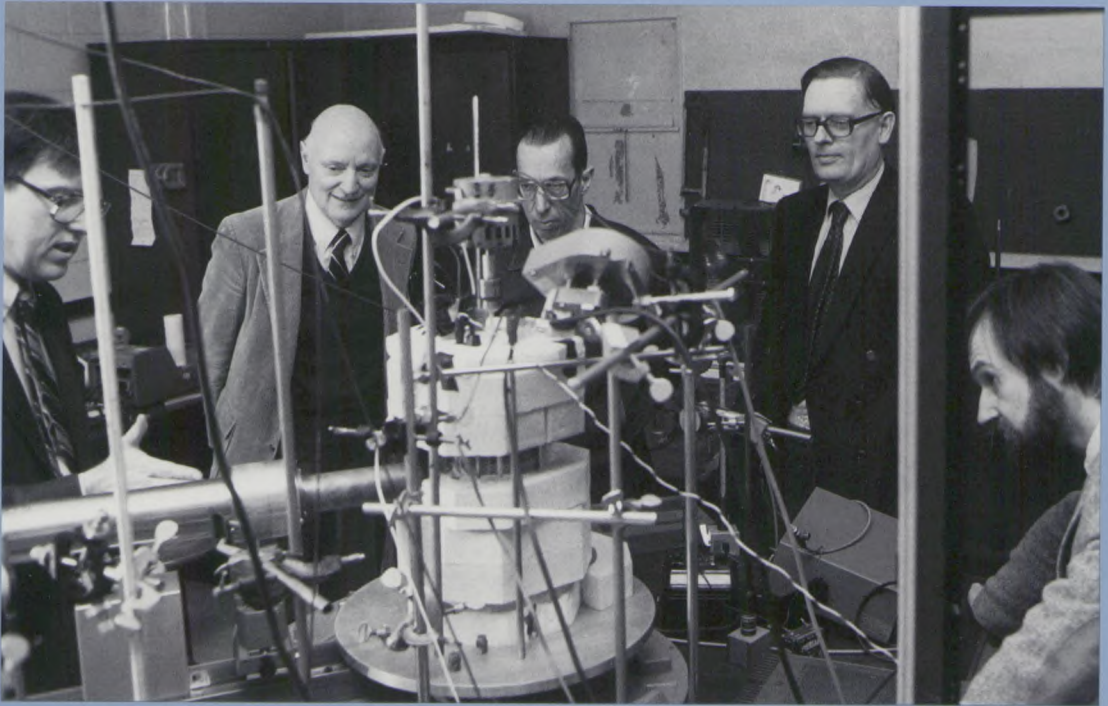
The Conservation Foundation has elected to apply the grant to increase its capitalization and to strengthen its development program.

Funding from the Richard King Mellon Foundation and several other grant-making foundations and individuals has allowed The Conservation Foundation to create a Working Capital Fund to provide a more secure financial base. The income from the Fund will allow The Conservation Foundation to retain key staff members between projects, to act quickly on communication needs, and to respond to congressional and other requests for advice, information, or mediation services.

The following is a list of grants approved in 1984 for conservation activities:

CEIP Fund, Inc. Boston, Massachusetts	
<i>Two-year support for expansion of Intern Program in Lower Great Lakes region</i>	\$ 50,000
<hr/>	
Commonwealth of Pennsylvania Department of Environmental Resources Harrisburg, Pennsylvania	
<i>Youth Conservation Corps 1984 summer program</i>	25,000
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The Conservation Foundation, Inc. Washington, District of Columbia	
<i>Five-year discretionary funding</i>	1,500,000
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Environmental Fund Washington, District of Columbia	
<i>General operating support</i>	50,000
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The Environmental Law Institute Washington, District of Columbia	
<i>Three-year general support</i>	60,000
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Inform, Inc. New York, New York	
<i>Two-year support</i>	250,000
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Metropolitan Pittsburgh Public Broadcasting, Inc. Pittsburgh, Pennsylvania <i>To produce two conservation specials each year for three years (conditional)</i>	\$ 4,200,000
Mount Nittany Conservancy, Inc. University Park, Pennsylvania <i>Toward purchase of real property</i>	40,000
National Parks & Conservation Association Washington, District of Columbia <i>Three-year general support</i>	300,000
National Resources Council of America, Inc. Washington, District of Columbia <i>Special project support</i>	75,000
	<i>Planning Committee activities</i>
	25,000
National Water Alliance Washington, District of Columbia <i>Three-year support</i>	30,000
The Nature Conservancy Arlington, Virginia <i>Supplemental funding for acquisition of trade lands</i>	300,000
The Pennsylvania State University University Park, Pennsylvania <i>Acid rain research project</i>	20,000
University of Montana Foundation Missoula, Montana <i>Three-year support for Wildlife-Wildlands Institute</i>	450,000
University of Pittsburgh Pittsburgh, Pennsylvania <i>Underwrite publication of book, Youghiogheny: Appalachian River</i>	12,000
Vermont Institute of Natural Science, Inc. Woodstock, Vermont <i>Toward preparation of The Atlas of the Breeding Birds of Vermont</i>	25,000
Western Pennsylvania Conservancy Pittsburgh, Pennsylvania <i>Unrestricted support</i>	10,000
Woods Hole Oceanographic Institution Woods Hole, Massachusetts <i>Three-year support for Coastal Research Center</i>	250,000
	\$7,672,000



The Center for Philosophy of Science at the University of Pittsburgh believes that philosophy must draw on the results of major scientific theories and contribute to fundamental advances in the sciences. It seeks to promote an environment in which the philosophical analysis of science and technology will flourish.

During 1984, the Trustees of the Richard King Mellon Foundation approved twelve grants in this category totaling \$2,860,000, representing the second largest area of activity for the Foundation.

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 nation-wide may also 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 1984 emphasized the Trustees' primary interest in this category, the advancement of higher education in the immediate Pittsburgh vicinity. Chatham College, the University of Pittsburgh, Point Park College, and Robert Morris College received grants totaling over \$1,300,000. Primary and secondary education also benefited during 1984 and selected funding was authorized to provide scholarship aid and to increase educational opportunities for minority students.

The Center for Philosophy of Science at the University of Pittsburgh was founded in 1960 to implement the belief that philosophy must draw on the results of major scientific theories and contribute to fundamental advances in the sciences. The Center is a research, not a teaching, unit of the University. It seeks to help promote an environment in which the philosophical analysis of science and technology can flourish. Toward this end, it collaborates closely with the Department of Philosophy, the Department of History and Philosophy of Science, and other relevant departments within the University.

The purposes of the Center are to promote research, encourage scholarly exchange, support academic programs,

sponsor public lectures and conferences, and to foster publications in the field of philosophy of science. The Center has grown from modest beginnings at its inception twenty-five years ago into the largest and most active philosophy of science research group in the world.

The Center's membership is a unique resource. There are now thirty permanent fellows of the Center, drawn from twelve different academic departments in the University. The distinction of the individual members is impressive. With degrees from such distinguished educational institutions as Berlin, London, Oxford, Chicago, and Columbia, they are all prolific authors. They include the most recent president and three former presidents of the Ameri-

can Philosophical Association and five members of national or international academies. The founding director of the Center is Dr. Adolph Grunbaum, the Andrew Mellon Professor of Philosophy at the University of Pittsburgh. A prolific author, Dr. Grunbaum has contributed more than 130 articles to anthologies and to philosophical and scientific periodicals. In 1984, he delivered the prestigious Gifford Lectures in the United Kingdom.

The interests of Center members cover a broad spectrum of topics in philosophy of science and in history of science. Present faculty research includes work in the philosophical foundations of contemporary physics and cosmology, epistemological and ethical issues in the delivery of health care, the philosophical problems of physiology and the social services, history of molecular biology, philosophical issues of psychoanalysis, and the scope and limits of scientific knowledge.

The Center's activities fall into five main groups: a visiting scholars program, research colloquia, thematic conferences, public lectures and publications, and archival support. The program for senior academic visiting scholars is especially important. Each year the Center accommodates ten to twelve visiting scholars, many of them from outside of the United States. They have no formal duties, but their research involves them in the intellectual life of the Center and provides members with a valuable opportunity for extended contact with scholars of

similar interest. On this basis, many foreign scholars have been able to learn the latest trends in philosophy of science research in the United States. The Center has become one of the main channels through which American research in the philosophy of science makes an impact on philosophers in the rest of the world.

The Center has been instrumental in enabling the University of Pittsburgh to build a collection of archival material for scientific philosophy in the twentieth century. The University acquired the literary estate of Rudolf Carnap, the collection of Hans Reichenbach, and the scholarly papers of Frank P. Ramsey. The collections of these pioneering philosophers of science are housed in the Department of Special Collections of the Hillman Library at the University, and constitute the core of its archives of twentieth century philosophy of science.

The Trustees of the Richard King Mellon Foundation approved a grant of \$300,000 to the University of Pittsburgh Center for Philosophy of Science to provide multi-year program support.

The following is a list of grants approved in 1984 for education programs:

Bucknell University Lewisburg, Pennsylvania <i>Endowment for humanities program</i>	\$ 320,000
Chatham College Pittsburgh, Pennsylvania <i>Endowment support</i>	500,000
National Merit Scholarship Corporation Evanston, Illinois <i>Scholarship program</i>	400,000
Pennsylvania Council on Economic Education Philadelphia, Pennsylvania <i>To support one field representative</i>	25,000
The Pennsylvania State University University Park, Pennsylvania <i>Paterno Book Endowment Fund</i>	20,000
Point Park College Pittsburgh, Pennsylvania <i>Toward capital campaign</i>	250,000
Robert Morris College Pittsburgh, Pennsylvania <i>Toward construction of Center for Leadership</i>	250,000
United Negro College Fund, Inc. New York, New York <i>Three-year support</i>	105,000
The University of Georgia College of Agriculture Experiment Stations Athens, Georgia <i>Three-year support for research project, Irrigated Multiple-Cropping Production System</i>	650,000
University of Pittsburgh Pittsburgh, Pennsylvania Center for Philosophy of Science <i>Multi-year program support</i>	300,000
Vice Chancellor's Office for Public Affairs <i>Discretionary Fund</i>	25,000
Graduate School of Business <i>Three-year support for Center for Economic Education</i>	15,000
	\$2,860,000

CULTURAL AND CIVIC AFFAIRS



The National Gallery of Art in Washington, D.C. received nearly five million visitors during 1984. In recognition of the role of the National Gallery of Art as a national art resource, the Trustees of the Richard King Mellon Foundation approved a grant of \$1,500,000 toward its Patrons' Permanent Fund.

During 1984, the Trustees of the Richard King Mellon Foundation authorized twenty-four grants in this category amounting to \$2,826,200, or 16 percent of the total 1984 grant approvals.

The major portion of these funds was awarded for cultural activities, principally a \$1,500,000 grant to the National Gallery of Art in Washington, D.C. toward the Patrons' Permanent Fund. Seven grants totaling \$455,000 were awarded for cultural activities in Pittsburgh and western Pennsylvania, including a three-year commitment of \$255,000 to the Pittsburgh Symphony Society and a \$75,000 award to The Pittsburgh Public Theater Corporation.

Sixteen grants totaling \$871,200 were awarded for civic affairs. The Allegheny Conference on Community Development, recognized as the catalyst of the physical renewal and growth of Pittsburgh, was awarded several grants, including multiple-year support for its newly announced economic development program for the industrial revitalization of Pittsburgh. The Trustees of the Foundation also approved two capital grants totaling \$250,000 to the Borough of Ligonier, Pennsylvania, and a \$100,000 grant to The Statue of Liberty-Ellis Island Foundation, Inc. toward the renovation of the Statue of Liberty.

The National Gallery of Art constitutes a remarkable combination of enlightened public support and private philanthropy which exists only in the United States. The national and international impact of this public-private partnership is evidenced by nearly five million people from all fifty states and fifty-five foreign countries who visited the National Gallery during 1984. Millions more were reached through the Gallery's Extension Programs and the National Lending Service. The collections, which form the heart of the institution, are what make these programs possible.

Sustaining the quality of the National Gallery's collections is of vital importance not only to the Gallery, but to

the Nation as a whole. The National Gallery provides a complex variety of services and activities for the public, and is continually exploring new ways to develop awareness in the visual arts and to make its collections accessible to everyone no matter how far from the Gallery they may live.

One way the Gallery makes its collections accessible to the entire Country is its National Lending Service, which lends works of art to qualified museums across the United States, to cabinet and supreme court offices, and to embassies abroad. During the past ten years, for example, ninety-one works of art have been lent to museums in Pennsylvania through the Lending Service.

The Gallery's Extension Programs further provide free educational films, slides, and video tapes to schools, libraries, and community groups, reaching over 114 million people in 1984. More than 126 communities in Pennsylvania alone benefited from the Extension Programs.

The collections of the National Gallery of Art are divided between the West Building, which contains the older art, and the East Building, where the art of the United States is shown. The East Building is, in addition, the principal site for temporary exhibitions and the quarters for the administrative and scholarly activities of the Gallery.

Although the United States Government provides the funds for the administrative expenses and necessary maintenance of the National Gallery of Art, the Gallery does not receive any government funds for acquisitions of art. The Gallery's collections are solely the result of the generosity of many private donors. The extraordinary collections donated by Andrew W. Mellon, Paul Mellon, and Ailsa Mellon Bruce would be sufficient to make the National Gallery of Art one of the most important in the world, however, many other patriotic Americans have also contributed works of art or acquisition funds to bring the National Gallery to its present standing among the world's national art museums.

Rapidly escalating prices make it increasingly difficult for a single donor to make funds available to purchase the works of art that the National Gal-

lery seeks for the nation's collection. To compete successfully, the National Gallery must have funds available immediately when an opportunity arises to acquire needed works. The National Gallery's Board of Trustees created the Patrons' Permanent Fund in order to assure that the Gallery has adequate current funds to purchase art for the future. The Trustees are building a \$50 million endowment, the income of which will be spent only for the purchase of key works of art for the Gallery's collections.

In recognition of the National Gallery's role as a national art resource, the Trustees of the Richard King Mellon Foundation approved a grant of \$1,500,000 to the National Gallery of Art toward its Permanent Patrons' Fund.

The following is a list of grants approved in 1984 for cultural and civic affairs:

CULTURAL ACTIVITIES

American Wind Symphony Orchestra Pittsburgh, Pennsylvania <i>Three-year operating support</i>	\$ 45,000
<hr/>	
National Gallery of Art Washington, District of Columbia <i>Toward Patrons' Permanent Fund</i>	1,500,000
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Pittsburgh History & Landmarks Foundation Pittsburgh, Pennsylvania <i>Toward publication of Architecture of The Pittsburgh Region</i>	25,000
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Pittsburgh Oratorio Society Pittsburgh, Pennsylvania <i>Special program funding and endowment</i>	30,000
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The Pittsburgh Public Theater Corporation Pittsburgh, Pennsylvania <i>Operating support</i>	75,000
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Pittsburgh Symphony Society Pittsburgh, Pennsylvania <i>Three-year support</i>	255,000
<hr/>	
Southern Alleghenies Museum of Art Loretto, Pennsylvania <i>Exhibition support</i>	15,000
<hr/>	
Woods-Marchand Foundation Greensburg, Pennsylvania <i>Exhibit support for Westmoreland County Museum of Art</i>	10,000
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CIVIC AFFAIRS

Allegheny Conference on Community Development	
Pittsburgh, Pennsylvania	
<i>Three-year operating support</i>	\$ 72,000
<i>Additional operating support</i>	24,000
<i>Three-year support for economic development program</i>	174,000
<i>Additional support for economic development program</i>	10,000
<hr/>	
Borough of Ligonier	
Ligonier, Pennsylvania	
<i>Toward construction of maintenance building</i>	150,000
<i>Endowment fund for maintenance of Ligonier Diamond, Mellon Park and Ligonier Playground</i>	100,000
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Council on Foundations, Inc.	
Washington, District of Columbia	
<i>Toward study of foundation fiscal policies and practices</i>	60,000
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East Liberty Development Incorporated	
Pittsburgh, Pennsylvania	
<i>Two-year staff support</i>	35,000
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Greater Pittsburgh Charitable Trust	
Pittsburgh, Pennsylvania	
<i>Support for Leadership Pittsburgh program</i>	5,000
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The Institute for Urban Design Incorporated	
Purchase, New York	
<i>Sixth International Conference on Urban Design</i>	10,000
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Pennsylvania Economy League, Inc.	
Western Division	
Pittsburgh, Pennsylvania	
<i>Three-year operating support</i>	45,000
<i>Acquisition of computer equipment</i>	30,000
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Pittsburgh Council for International Visitors	
Pittsburgh, Pennsylvania	
<i>To underwrite booklet, A Walking Tour of Pittsburgh</i>	6,200
<hr/>	

Pittsburgh High Technology Council Pittsburgh, Pennsylvania <i>Three-year operating support</i>	\$ 25,000
Research Center for Government Financial Management, Inc. Washington, District of Columbia <i>Federal government financial systems project</i>	25,000
The Statue of Liberty-Ellis Island Foundation, Inc. New York, New York <i>Toward renovation of The Statue of Liberty</i>	100,000
	<hr/> \$2,826,200 <hr/>

SOCIAL SERVICES



Goodwill Industries of Pittsburgh is a major rehabilitation agency for mentally, physically, and vocationally handicapped adults. A significant activity is the collection, refurbishing, and sale of donated goods.

Awards to various organizations in the social services field totaled \$2,018,000, or 12 percent of the Foundation's 1984 grant approvals. In accordance with the Foundation's geographic restrictions on grants in this program category, virtually all awards made during 1984 were directed toward support for improvement in the provision and delivery of social services to citizens of Allegheny County and southwestern Pennsylvania. The Trustees of the Foundation have expressed a particular interest in serving the youth and the elderly.

The two largest social services grants approved in 1984 were awards of \$300,000 each to Goodwill Industries of Pittsburgh and to the Young Men's Christian Association of Johnstown, Pennsylvania, in both cases to provide capital support related to the agencies' headquarters facilities. Other social services grants provided program or capital support for agencies serving children and youth, the handicapped, and several other emerging needs.

Goodwill Industries of Pittsburgh is one of the major rehabilitation agencies for mentally, physically, and vocationally handicapped adults in Pittsburgh. Since its establishment in 1919, Goodwill has provided testing, counseling, on-the-job training and career planning for thousands of disabled persons. Goodwill served nearly 4,000 individuals in 1984.

A major activity of Goodwill Industries is the operation of a large sheltered workshop system serving approximately 300 mentally retarded and physically handicapped persons daily. In the sheltered workshops, individuals who are not able to compete in the outside world have an opportunity to learn skills and earn an income by performing subcontract work for many local businesses in a supportive environment. Printing, collating, packaging, assembly, and other related jobs are undertaken using strict quality control procedures.

Another major activity of Goodwill Industries is the collection, refurbishing, and sale of donated goods. Goodwill operates thirteen stores in southwestern Pennsylvania. The collection, refurbishing, and merchandising functions provide work for handicapped persons, as well as providing a source of income to help support Goodwill training programs.

Handicapped clients at Goodwill also receive vocational training for positions of competitive employment. One of Goodwill's most successful training programs is housekeeping and maintenance, which has trained many clients who have found positions in Pittsburgh hotels, motels, and office buildings. The food service training program teaches clients the basic skills before being placed in commercial restaurants. Goodwill also operates a tutorial business school for high school dropouts or older individuals returning to the work force.

As a supplement to its job training activities, Goodwill has a placement service to assist its clients in finding productive employment. Despite the depressed state of the Pittsburgh economy in 1984, Goodwill was able to find outside employment for over 140 disabled men and women during the year.

In addition to job training programs, Goodwill is involved in group homes for the mentally retarded, community food bank programs, drug and alcohol abuse services, a Federal pre-release prisoner program, and a housing program for the elderly and handicapped.

Today, national policy concerning the care of severely handicapped individuals emphasizes fitting them into the mainstream of society at every possible level. As a major provider of services to this group, Goodwill recognizes the need to offer better programming to the steadily increasing number of adults with mental, physical, emotional, and vocational handicaps. To meet these needs and to better serve its client population, Goodwill Industries of Pittsburgh has undertaken a three-year renovation and remodeling project at its headquarters facility.

Goodwill plans to renovate and remodel its main facility to provide easier access to its sheltered workshop for severely handicapped clients. Work areas will be expanded to accommodate an increased volume of subcontract work to allow participation by a greater number of handicapped adults.

In addition, the improvements in the sheltered workshops will result in greater production efficiency and a better competitive position for Goodwill in obtaining subcontract work. Increased efficiency and productivity will also strengthen the Goodwill retail operations and produce additional income for the organization.

The Trustees of the Richard King Mellon Foundation approved a grant of \$300,000 to Goodwill Industries of Pittsburgh toward its campaign for the improvement of its headquarters facility.

The following is a list of grants approved in 1984 for social services programs:

Allegheny Council to Improve Our Neighborhoods-Housing, Inc. Pittsburgh, Pennsylvania <i>Operating Support</i>	\$ 10,000
<hr/>	
American Diabetes Association Western Pennsylvania Affiliate, Inc. Pittsburgh, Pennsylvania <i>Research support</i>	10,000
<hr/>	
American Red Cross Pittsburgh-Allegheny County Chapter Pittsburgh, Pennsylvania <i>To underwrite 1985 national convention of American Red Cross</i>	10,000
<hr/>	
Animal Friends, Inc. Pittsburgh, Pennsylvania <i>To renovate kennels and office area</i>	50,000
<hr/>	
Arsenal Family and Children's Center Pittsburgh, Pennsylvania <i>Operating support</i>	30,000
<hr/>	
Cancer Guidance Institute Pittsburgh, Pennsylvania <i>Two-year support</i>	10,000
<hr/>	
The Children's Center of Pittsburgh Pittsburgh, Pennsylvania <i>Toward renovation of facility</i>	50,000
<hr/>	
The DePaul Institute Pittsburgh, Pennsylvania <i>To purchase auditory training system</i>	167,000
<hr/>	
Family Mediation Council of Western Pennsylvania Pittsburgh, Pennsylvania <i>Two-year operating support</i>	15,000
<hr/>	

SOCIAL SERVICES

Goodwill Industries of Pittsburgh Pittsburgh, Pennsylvania <i>Toward capital campaign</i>	\$ 300,000
<hr/>	
Harmarville Foundation, Inc. Pittsburgh, Pennsylvania <i>To establish functional electrical stimulation program in Spinal Cord Unit</i>	112,000
<hr/>	
Keystone Regional Spinal Cord Injury System Pittsburgh, Pennsylvania <i>Three-year support to underwrite community education and outreach program</i>	100,000
<hr/>	
Latrobe Presbyterian Church Latrobe, Pennsylvania <i>Toward Unity Chapel Fund</i>	50,000
<hr/>	
Pace School Pittsburgh, Pennsylvania <i>Renovations to facility</i>	75,000
<hr/>	
Pittsburgh Action Against Rape Pittsburgh, Pennsylvania <i>Operating support</i>	15,000
<hr/>	
Pittsburgh Hearing, Speech and Deaf Services, Inc. Pittsburgh, Pennsylvania <i>Toward renovations of new facility</i>	100,000
<hr/>	
Riding for the Handicapped of Western Pennsylvania, Inc. Allison Park, Pennsylvania <i>Capital support</i>	10,000
<hr/>	
The Salvation Army Pittsburgh, Pennsylvania <i>Toward long-range planning program</i>	10,000
<hr/>	
St. Francis General Hospital Pittsburgh, Pennsylvania <i>Two-year support for prevention program for children of alcoholics</i>	200,000
<hr/>	

The United Way of Southwestern Pennsylvania Pittsburgh, Pennsylvania <i>Matching grant for Project Helping Hand</i>	\$ 250,000
<hr/>	
Western Pennsylvania School for Blind Children Pittsburgh, Pennsylvania <i>Capital needs</i>	64,000
<hr/>	
The Whale's Tale Pittsburgh, Pennsylvania <i>To renovate facility</i>	30,000
<hr/>	
Young Men's Christian Association of Johnstown, Pennsylvania Johnstown, Pennsylvania <i>Capital support</i>	300,000
<hr/>	
Young Women's Christian Association of Greater Pittsburgh Pittsburgh, Pennsylvania <i>Two-year support for Bridge Housing Program</i>	50,000
<hr/>	
	\$2,018,000



MPC Corporation is a participant in the Pittsburgh NMR Institute, established to conduct research and diagnostic programs using nuclear magnetic resonance. The Institute's NMR instrumentation will be among the largest in the world.

During 1984, the Trustees of the Richard King Mellon Foundation approved five grants in this category totaling \$1,620,000, or 10 percent of the Foundation's 1984 grant approvals.

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. Major grants approved in 1984 in this category include a \$600,000 grant to MPC Corporation, a \$500,000 award to Presbyterian-University Hospital toward a research endowment and a \$100,000 award to the Health Education Center, Inc. to establish a revolving fund.

MPC Corporation was formed in 1963 as a joint endeavor of Mellon Institute of Science, the University of Pittsburgh, and Carnegie Institute of Technology. It was restructured in 1968 to recognize the merger of Mellon Institute and Carnegie Institute of Technology into Carnegie-Mellon University. The MPC Board of Directors is currently made up of five top-ranking academic administrators from each university. The goal of the Corporation is to coordinate research of the universities and their affiliates, including the six University Health Center hospitals. The University of Pittsburgh provides an excellent medical school, and Carnegie-Mellon University is nationally known for its expertise in basic scientific research, both through its Department of Biological Sciences and its bioengineering programs. Moreover, the two institutions are now establishing joint M.D.-Ph.D. programs. The Corporation, therefore, is in a particularly strong position to advance research projects that benefit the entire Pittsburgh community.

MPC Corporation, along with twelve

local hospitals, is a participant in the Pittsburgh NMR Institute which conducts research and diagnostic programs using nuclear magnetic resonance (NMR), a technology to diagnose diseases of cells and soft tissues. NMR is a form of spectroscopy that enables medical diagnosticians and scientists to study the soft tissues of living creatures without invasive surgery or harmful ionized rays. It provides more precise data than does x-ray tomography and is safer to use. NMR promises to make great improvements in the ability to understand and treat a number of critical diseases, including heart, kidney, liver and lung disease, multiple sclerosis, problems in fetuses and premature infants, and cancer. For instance, it may be possible to use NMR to tell the difference between a benign tumor and a malignant tumor without surgery. NMR may also be helpful in assessing a donated organ before it is removed and transplanted in a recipient. The Pittsburgh NMR Institute, therefore, promises to play an important role in biomedical research and in improving the quality of human life.

The Pittsburgh NMR Institute has established a two-component program to find and develop new ways of using NMR for scientific and medical purposes. A basic research component will be established in Mellon Institute to develop new approaches and techniques for the use of NMR and to explore the uses of increasingly sophisticated technologies and accessories. A clinical component is operating in a new facility in the Oakland section of Pittsburgh to treat patients directly and to conduct clinical research on how to use NMR for

patient use. The facility will therefore provide a complementary service to NMR facilities being established by other local hospitals. Once in place, the Institute's NMR instrumentation will be among the largest in the world and increase Pittsburgh's impact as a center of biomedical studies.

The Trustees of the Richard King Mellon Foundation approved a grant of \$600,000 to MPC Corporation to renovate facilities in Mellon Institute to house the research component of the Pittsburgh NMR Institute.

The following is a list of grants approved in 1984 for medical programs:

Health Education Center, Inc. Pittsburgh, Pennsylvania <i>To establish a revolving fund</i>	\$ 100,000
<hr/>	
Johns Hopkins University School of Medicine Baltimore, Maryland <i>To establish Laboratory of Molecular Structure and Function</i>	400,000
<hr/>	
MPC Corporation Pittsburgh, Pennsylvania <i>To renovate facility</i>	600,000
<hr/>	
National Academy of Sciences Washington, District of Columbia <i>Toward study of Institute of Medicine</i>	20,000
<hr/>	
Presbyterian-University Hospital Pittsburgh, Pennsylvania <i>Toward endowment for research</i>	500,000
<hr/>	
	\$1,620,000

APPROPRIATIONS AND GRANTS PAID

RICHARD KING MELLON FOUNDATION

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
CONSERVATION				
American Farmland Trust Washington, District of Columbia <i>Three-year program support</i>	\$ 50,000	\$ 25,000	\$ 25,000	\$ 25,000
American Wilderness Alliance Denver, Colorado <i>Three-year operating support</i>	110,000		55,000	55,000
CEIP Fund, Inc. Boston, Massachusetts <i>Two-year support for expansion of Intern Program in Lower Great Lakes Region</i>		\$ 50,000	25,000	25,000
Commonwealth of Pennsylvania Department of Environmental Resources Harrisburg, Pennsylvania <i>Youth Conservation Corps 1984 summer program</i>		25,000	25,000	
<i>Three-year support for bald eagle restoration program</i>	72,000		36,000	36,000
The Conservation Foundation, Inc. Washington, District of Columbia <i>Five-year discretionary funding . . .</i>		1,500,000	500,000	1,000,000
Environmental Fund Washington, District of Columbia <i>General operating support</i>		50,000	50,000	
The Environmental Law Institute Washington, District of Columbia <i>Three-year general support</i>		60,000	20,000	40,000
Inform, Inc. New York, New York <i>Two-year support</i>		250,000	125,000	125,000

APPROPRIATIONS AND GRANTS PAID

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
Institute for Environmental Mediation Seattle, Washington <i>Three-year operating support.</i>	\$ 300,000	\$	150,000	\$ 150,000
Land Trust Exchange Mount Desert, Maine <i>Three-year program support.</i>	60,000		35,000	25,000
Loyalhanna Watershed Association, Inc. Ligonier, Pennsylvania <i>Three-year program support.</i>	16,000		8,000	8,000
Metropolitan Pittsburgh Public Broadcasting, Inc. Pittsburgh, Pennsylvania <i>To produce two conservation specials each year for three years (conditional).</i>		\$ 4,200,000	200,000	4,000,000
Mount Nittany Conservancy, Inc. University Park, Pennsylvania <i>Toward purchase of real property . .</i>		40,000	40,000	
National Parks & Conservation Association Washington, District of Columbia <i>Three-year general support.</i>		300,000	100,000	200,000
National Water Alliance Washington, District of Columbia <i>Three-year support.</i>		30,000	10,000	20,000
Natural Resources Council of America, Inc. Washington, District of Columbia <i>Special project support.</i> <i>Planning Committee activities</i>		75,000 25,000	25,000 25,000	50,000

RICHARD KING MELLON FOUNDATION

		1984		
	Unpaid at 12/31/83	Approved	Paid	Unpaid at 12/31/84
<hr/>				
The Nature Conservancy Arlington, Virginia				
<i>Rivers of the Deep South</i>	\$ 6,000,000		\$ 6,000,000	
<i>National Wetlands Conservation Project</i>	21,500,000		6,000,000	\$ 15,500,000
<i>Supplemental funding for acquisition of trade lands</i>		\$ 300,000	300,000	
<hr/>				
Pennsylvania Environmental Research Foundation Philadelphia, Pennsylvania				
<i>Toward Pennsylvania Hazardous Waste Education Program</i>	35,000		35,000	
<hr/>				
The Pennsylvania State University University Park, Pennsylvania				
<i>Acid rain research project</i>	53,000	20,000	73,000	
<hr/>				
Ruffed Grouse Society of America Coraopolis, Pennsylvania				
<i>To develop and implement education program</i>	160,000		80,000	80,000
<hr/>				
The Student Conservation Association, Inc. Charlestown, New Hampshire				
<i>Wilderness volunteer management project</i>	88,000		44,000	44,000
<hr/>				
Trout Unlimited Vienna, Virginia				
<i>Three-year support for Living Brightwater program</i>	100,000		100,000	
<hr/>				
University of Montana Foundation Missoula, Montana				
<i>Three-year support for Wildlife-Wildlands Institute</i>		450,000	150,000	300,000
<hr/>				

APPROPRIATIONS AND GRANTS PAID

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
University of Pittsburgh Pittsburgh, Pennsylvania <i>Publication of book, Youghiogheny: Appalachian River..</i>		\$ 12,000	\$ 12,000	
University of Vermont and State Agricultural College Burlington, Vermont <i>Continuation of research on acid rain.....</i>	\$ 200,000		100,000	\$ 100,000
Vermont Institute of Natural Science, Inc. Woodstock, Vermont <i>Toward preparation of The Atlas of the Breeding Birds of Vermont ..</i>		25,000	25,000	
Izaak Walton League of America Arlington, Virginia <i>Three-year program support.....</i>	50,000		50,000	
Western Pennsylvania Conservancy Pittsburgh, Pennsylvania <i>Unrestricted support</i>		10,000	10,000	
The Wildlife Conservation Fund of America Columbus, Ohio <i>Three-year support for public education program.....</i>	300,000		150,000	150,000
Woods Hole Oceanographic Institution Woods Hole, Massachusetts <i>Three-year support for Coastal Research Center</i>		250,000	84,000	166,000
TOTAL - CONSERVATION	\$29,094,000	\$ 7,672,000	\$14,667,000	\$22,099,000

	1984			
	Unpaid at 12/31/83	Approved	Paid	Unpaid at 12/31/84
EDUCATION				
Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Three-year support for national Public Education Fund</i>	\$ 200,000		\$ 100,000	\$ 100,000
Bucknell University Lewisburg, Pennsylvania <i>Endowment for humanities program</i>		\$ 320,000	320,000	
Chatham College Pittsburgh, Pennsylvania <i>Endowment support</i>		500,000	500,000	
Enterprise and Education Foundation Pittsburgh, Pennsylvania <i>Two-year support for Allegheny County activities.</i>	10,000		10,000	
National Merit Scholarship Corporation Evanston, Illinois <i>Scholarship program</i>	112,813	400,000	188,072	324,741
Negro Educational Emergency Drive Pittsburgh, Pennsylvania <i>Two-year scholarship support</i>	50,000		50,000	
Pennsylvania Council on Economic Education Philadelphia, Pennsylvania <i>To support one field representative .</i>		25,000	25,000	
The Pennsylvania State University University Park, Pennsylvania <i>Paterno Book Endowment Fund. . .</i>		20,000	20,000	

APPROPRIATIONS AND GRANTS PAID

	1984			
	Unpaid at 12/31/83	Approved	Paid	Unpaid at 12/31/84
Pittsburgh Public Schools Pittsburgh, Pennsylvania <i>To implement a Critical Thinking component as part of Monitoring Achievement in Pittsburgh</i>	\$ 82,000	\$	82,000	
Point Park College Pittsburgh, Pennsylvania <i>Toward capital campaign</i>		\$ 250,000	250,000	
Robert Morris College Pittsburgh, Pennsylvania <i>Toward construction of Center for Leadership</i>		250,000	250,000	
United Negro College Fund, Inc. New York, New York <i>Three-year support</i>		105,000	35,000	\$ 70,000
The University of Georgia College of Agriculture Experiment Stations Athens, Georgia <i>Three-year support for research project, Irrigated Multiple- Cropping Production System</i>		650,000		650,000
University of Pittsburgh Pittsburgh, Pennsylvania <i>Office of Continuing Education for Women</i>	23,000		23,000	
<i>Center for the Philosophy of Science</i>		300,000	60,000	240,000
<i>Vice Chancellor's Office for Public Affairs</i>		25,000	25,000	
<i>Graduate School of Business</i>		15,000	15,000	
TOTAL - EDUCATION	\$ 477,813	\$ 2,860,000	\$ 1,953,072	\$ 1,384,741

RICHARD KING MELLON FOUNDATION

	1984			
	Unpaid at 12/31/83	Approved	Paid	Unpaid at 12/31/84
CULTURAL				
American Wind Symphony Orchestra Pittsburgh, Pennsylvania <i>Three-year operating support</i>	\$	45,000 \$	15,000 \$	30,000
Carnegie Institute Pittsburgh, Pennsylvania <i>Renovation of Hall of North American Mammals</i>	\$ 400,000		200,000	200,000
National Gallery of Art Washington, District of Columbia <i>Toward Patrons' Permanent Fund</i>		1,500,000	1,500,000	
Pittsburgh-Allegheny County Cultural Alliance Pittsburgh, Pennsylvania <i>Two-year operating support</i>	2,500		2,500	
Pittsburgh Ballet Theatre, Inc. Pittsburgh, Pennsylvania <i>Operating funds</i> <i>Three-year unrestricted support</i>	30,000 420,000		30,000 360,000	60,000
Pittsburgh History & Landmarks Foundation Pittsburgh, Pennsylvania <i>Toward publication of Architecture of The Pittsburgh Region</i>		25,000	25,000	
Pittsburgh Oratorio Society Pittsburgh, Pennsylvania <i>Special program funding and endowment</i>		30,000	30,000	
The Pittsburgh Public Theater Corporation Pittsburgh, Pennsylvania <i>Operating support</i>		75,000	75,000	

APPROPRIATIONS AND GRANTS PAID

	1984			
	Unpaid at 12/31/83	Approved	Paid	Unpaid at 12/31/84
Pittsburgh Symphony Society Pittsburgh, Pennsylvania <i>Three-year support</i>	\$ 255,000	\$ 255,000	\$ 85,000	\$ 170,000
Southern Alleghenies Museum of Art Loretto, Pennsylvania <i>Exhibition support</i>		15,000	15,000	
Woods-Marchand Foundation Greensburg, Pennsylvania <i>Exhibit support for Westmoreland County Museum of Art</i>		10,000	10,000	
TOTAL - CULTURAL	\$ 852,500	\$ 1,955,000	\$ 2,347,500	\$ 460,000

CIVIC

Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Two-year staffing grant</i>	\$ 10,000	\$ 10,000		
<i>Three-year operating support</i>	\$ 72,000	\$ 72,000	\$ 24,000	\$ 48,000
<i>Additional operating support</i>		24,000		24,000
<i>Three-year support for economic development program</i>		174,000		174,000
<i>Additional support for economic development program</i>		10,000	10,000	
Borough of Ligonier Ligonier, Pennsylvania <i>Toward construction of maintenance building</i>		150,000	150,000	
<i>Endowment fund for maintenance of Ligonier Diamond, Mellon Park and Ligonier Playground</i>		100,000	100,000	

RICHARD KING MELLON FOUNDATION

	1984			Unpaid at
	Unpaid at	Approved	Paid	Unpaid at
	12/31/83			12/31/84
Council on Foundations, Inc. Washington, District of Columbia <i>Toward study of foundation fiscal policies and practices</i>		\$ 60,000	\$ 60,000	
East Liberty Development Incorporated Pittsburgh, Pennsylvania <i>Two-year staff support</i>		35,000	15,000	\$ 20,000
Greater Pittsburgh Charitable Trust Pittsburgh, Pennsylvania <i>Support for Leadership Pittsburgh program</i>		5,000	5,000	
The Institute for Urban Design, Inc. Purchase, New York <i>Underwrite the Sixth International Conference on Urban Design</i>		10,000	10,000	
Penn's Southwest Association Pittsburgh, Pennsylvania <i>Three-year operating support</i>	\$ 300,000		150,000	150,000
Pennsylvania Economy League, Inc. Western Division Pittsburgh, Pennsylvania <i>Three-year operating support</i>		45,000	15,000	30,000
<i>Acquisition of computer equipment</i>		30,000	30,000	
Pittsburgh Council for International Visitors Pittsburgh, Pennsylvania <i>To underwrite booklet, A Walking Tour of Pittsburgh</i>		6,200	6,200	
Pittsburgh High Technology Council Pittsburgh, Pennsylvania <i>Three-year operating support</i>		25,000	10,000	15,000

APPROPRIATIONS AND GRANTS PAID

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
Research Center for Government Financial Management, Inc. Washington, District of Columbia <i>Federal government financial systems project.....</i>	\$	25,000 \$	25,000	
The Statue of Liberty-Ellis Island Foundation, Inc. New York, New York <i>Toward renovation of The Statue of Liberty.....</i>		100,000	100,000	
TOTAL - CIVIC	\$ 310,000 \$	871,200 \$	720,200 \$	461,000

SOCIAL SERVICES

Allegheny Council to Improve Our Neighborhoods-Housing, Inc. Pittsburgh, Pennsylvania <i>Operating support.....</i>	\$	10,000 \$	10,000	
Alternative Program Associates Pittsburgh, Pennsylvania <i>Start-up support for Family Development program.....</i>	\$	25,000	25,000	
American Diabetes Association Western Pennsylvania Affiliate, Inc. Pittsburgh, Pennsylvania <i>Research support.....</i>		10,000	10,000	
American Red Cross Pittsburgh-Allegheny County Chapter Pittsburgh, Pennsylvania <i>To underwrite 1985 national convention of American Red Cross</i>		10,000	10,000	
Animal Friends, Inc. Pittsburgh, Pennsylvania <i>To renovate kennels and office area.....</i>		50,000	50,000	

RICHARD KING MELLON FOUNDATION

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
Arsenal Family and Children's Center Pittsburgh, Pennsylvania <i>Operating support</i>	\$	30,000	\$ 30,000	
Cancer Guidance Institute Pittsburgh, Pennsylvania <i>Two-year support</i>		10,000	10,000	
The Children's Center of Pittsburgh Pittsburgh, Pennsylvania <i>Toward renovation of facility</i>		50,000	50,000	
Community Technical Assistance Center, Inc. Pittsburgh, Pennsylvania <i>Three-year operating support</i>	\$ 15,000		15,000	
The DePaul Institute Pittsburgh, Pennsylvania <i>To purchase auditory training system</i>		167,000	167,000	
Family Mediation Council of Western Pennsylvania Pittsburgh, Pennsylvania <i>Two-year operating support</i>		15,000	10,000	\$ 5,000
Goodwill Industries of Pittsburgh Pittsburgh, Pennsylvania <i>Toward capital campaign</i>		300,000	300,000	
Harmarville Foundation, Inc. Pittsburgh, Pennsylvania <i>To establish functional electrical stimulation program in Spinal Cord Unit</i>		112,000	112,000	
Health and Welfare Planning Association Pittsburgh, Pennsylvania <i>Study to assess public sector retrenchment</i>	20,000		20,000	

APPROPRIATIONS AND GRANTS PAID

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
Home for Crippled Children Pittsburgh, Pennsylvania <i>Five-year operating support</i>	\$ 400,000	\$	100,000	\$ 300,000
Keystone Regional Spinal Cord Injury System Pittsburgh, Pennsylvania <i>Three-year support to underwrite community education and outreach program</i>		\$ 100,000	40,000	60,000
Latrobe Presbyterian Church Latrobe, Pennsylvania <i>Toward Unity Chapel Fund</i>		50,000	50,000	
Pace School Pittsburgh, Pennsylvania <i>Renovations to facility</i>		75,000	75,000	
Parents Anonymous of Pittsburgh Pittsburgh, Pennsylvania <i>Two-year operating support</i>	15,000		15,000	
Pittsburgh Action Against Rape Pittsburgh, Pennsylvania <i>Operating support</i>		15,000	15,000	
Pittsburgh Hearing, Speech and Deaf Services, Inc. Pittsburgh, Pennsylvania <i>Toward renovations of new facility</i>		100,000		100,000
Riding for the Handicapped of Western Pennsylvania, Inc. Allison Park, Pennsylvania <i>Capital support</i>		10,000	10,000	
St. Francis General Hospital Pittsburgh, Pennsylvania <i>Two-year support for prevention program for children of alcoholics</i>		200,000	100,000	100,000

RICHARD KING MELLON FOUNDATION

	1984			
	Unpaid at 12/31/83	Approved	Paid	Unpaid at 12/31/84
The Salvation Army Pittsburgh, Pennsylvania <i>Toward long-range planning program</i>		\$ 10,000	\$ 10,000	
The United Way of Southwestern Pennsylvania Pittsburgh, Pennsylvania <i>Three-year support</i>	\$ 400,000		250,000	\$ 150,000
<i>Matching grant for Project Helping Hand</i>		250,000		250,000
Western Pennsylvania School For Blind Children Pittsburgh, Pennsylvania <i>Capital needs</i>		64,000	64,000	
The Whale's Tale Pittsburgh, Pennsylvania <i>To renovate facility</i>		30,000	30,000	
Young Men's Christian Association of Johnstown, Pennsylvania Johnstown, Pennsylvania <i>Capital support</i>		300,000	300,000	
Young Women's Christian Association of Greater Pittsburgh Pittsburgh, Pennsylvania <i>Two-year support for Bridge Housing Program</i>		50,000	25,000	25,000
TOTAL - SOCIAL SERVICES	\$ 875,000	\$ 2,018,000	\$ 1,903,000	\$ 990,000

APPROPRIATIONS AND GRANTS PAID

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
MEDICINE				
Allegheny Conference on Community Development Pittsburgh, Pennsylvania <i>Three-year support for the Health Policy Institute.....</i>	\$ 50,000	\$	50,000	
Association of Professors of Medicine Philadelphia, Pennsylvania <i>Study of internal medicine manpower needs.....</i>	150,000		50,000	\$ 100,000
Health Education Center, Inc. Pittsburgh, Pennsylvania <i>To establish a revolving fund.....</i>		\$ 100,000	100,000	
Johns Hopkins University School of Medicine Baltimore, Maryland <i>To establish Laboratory of Molecular Structure and Function</i>		400,000	400,000	
Magee-Womens Hospital Pittsburgh, Pennsylvania <i>Support for neonatal physiology research.....</i>	200,000		100,000	100,000
Mayo Foundation Rochester, Minnesota <i>Five-year support for Mayo Clinic for research and treatment programs for bone and mineral diseases.....</i>	100,000		100,000	
MPC Corporation Pittsburgh, Pennsylvania <i>To renovate facility.....</i>		600,000	600,000	

RICHARD KING MELLON FOUNDATION

	1984			Unpaid at 12/31/84
	Unpaid at 12/31/83	Approved	Paid	
National Academy of Sciences Washington, District of Columbia <i>Toward study of Institute of Medicine.....</i>		\$ 20,000	\$ 20,000	
Presbyterian-University Hospital Pittsburgh, Pennsylvania <i>Toward endowment for research ..</i>		500,000	500,000	
South Hills Family Hospice Consortium Pittsburgh, Pennsylvania <i>Three-year operating support.....</i>	10,000		10,000	
University of Pittsburgh Pittsburgh, Pennsylvania <i>Three-year support to establish Pittsburgh Cancer Institute.....</i>	\$ 3,000,000		1,000,000	\$ 2,000,000
TOTAL - MEDICINE	\$ 3,510,000	\$ 1,620,000	\$ 2,930,000	\$ 2,200,000
TOTALS	\$35,119,313	\$16,996,200	\$24,520,772	\$27,594,741

STATEMENT OF NET ASSETS

RICHARD KING MELLON FOUNDATION

December 31, 1984

Cash and receivables.....		\$ 1,603,500
Investments, at market quotations:		
Common Stocks.....	\$339,662,279	
Long-term debt instruments.....	48,808,015	
Temporary investments.....	50,529,226	
Other investments.....	25,989,616	
		<u>464,989,136</u>
Other assets.....		<u>22,331</u>
Total assets.....		466,614,967
Less amounts reserved for:		
Grants approved but not paid.....	27,594,741	
Federal excise tax.....	1,127,361	
		<u>28,722,102</u>
Net assets.....		<u>\$437,892,865</u>

The notes on page 52 are an integral part of the financial statements.

STATEMENT OF CHANGES IN THE FUND

RICHARD KING MELLON FOUNDATION

	For the year ended December 31	
	1984	1983
Income:		
Investment income	\$ 24,573,887	\$ 22,494,328
Expenses:		
Administrative and investment expenses \$	2,779,828	2,726,964
Provision for federal excise tax	1,122,000	1,345,000
	<u>3,901,828</u>	<u>4,071,964</u>
Net income	20,672,059	18,422,364
Grants approved	16,996,200	14,254,400
Excess of net income over grants approved	3,675,859	4,167,964
Net realized gain from disposition of investments	36,152,099	51,546,907
Unrealized (depreciation) appreciation on investments, at market quotations	(52,598,539)	4,816,153
	<u>(16,446,440)</u>	<u>56,363,060</u>
(Decrease) increase in fund	(12,770,581)	60,531,024
Fund balance		
Beginning of year	450,663,446	390,132,422
End of year	<u>\$437,892,865</u>	<u>\$450,663,446</u>

The notes on page 52 are an integral part of the financial statements.

SUMMARY OF INVESTMENTS

RICHARD KING MELLON FOUNDATION

December 31, 1984

	Amount at	
	Book Value	Market Quotations
COMMON STOCKS		
Aerospace	\$ 4,563,870	\$ 5,228,944
Airlines and air freight	1,710,782	2,123,537
Amusement	1,182,455	1,325,250
Apparel and textiles	2,303,037	2,285,325
Automotive	2,802,448	3,878,737
Banking	30,905,145	41,011,796
Brewing and distilling	514,709	593,037
Broadcasting and cable television	3,612,538	3,651,500
Building materials	7,226,473	8,433,119
Business services	777,104	718,212
Chemical	7,918,675	9,401,300
Coal	342,952	173,250
Construction and material handling	1,232,071	1,219,419
Containers	977,170	1,243,004
Cosmetic and household products	2,339,896	2,315,412
Drug	3,640,392	4,021,725
Electrical equipment	3,306,926	3,909,150
Electronics	6,562,203	7,042,000
Farm equipment	251,141	324,275
Finance	2,009,456	2,055,568
Food products	4,696,473	5,768,312
Hospital supply	3,113,261	3,596,150
Industrial machinery and materials	5,892,047	6,018,662
Insurance	5,903,251	75,760,425
Merchandising	9,923,103	11,293,425
Multi-industry	4,144,561	4,736,628
Non-ferrous metals and mining	2,225,711	2,292,000
Office equipment and photocopy	11,057,225	15,185,950
Oil and gas	17,858,591	19,568,348
Oil and gas servicing	4,939,685	4,351,668
Paper	2,827,889	3,152,638
Photographic	774,240	848,000
Public utility – electric	8,985,384	9,441,378
Public utility – gas	2,649,077	3,762,750
Public utility – telephone	10,616,501	11,926,188
Publishing and printing	3,341,173	4,111,500
Railroads and other surface transportation	2,567,194	2,587,868

	Amount at	
	Book Value	Market Quotations
Restaurants and lodgings	\$ 1,705,534	\$ 2,230,588
Steel	1,526,893	1,445,700
Tire and rubber	1,666,162	1,662,725
Tobacco	1,103,659	1,333,575
Trucking	877,318	1,087,750
Other industries	14,242,729	14,406,487
Foreign equities	33,098,681	32,139,004
TOTAL COMMON STOCKS	239,915,785	339,662,279
LONG-TERM DEBT INSTRUMENTS		
Corporate bonds:		
Finance	3,063,556	3,119,756
Industrial	1,273,191	1,291,964
Total corporate bonds	4,336,747	4,411,720
United States Government obligations	37,766,260	39,140,476
Other long-term obligations	1,294,080	1,298,331
Foreign debt obligations	4,325,753	3,957,488
TOTAL LONG-TERM DEBT INSTRUMENTS	47,722,840	48,808,015
TEMPORARY INVESTMENTS		
Discount and interest-bearing notes	48,352,369	48,474,008
Foreign short-term investments	2,409,642	2,055,218
TOTAL TEMPORARY INVESTMENTS	50,762,011	50,529,226
OTHER INVESTMENTS		
Venture capital	8,465,261	8,746,933
Realty and other	14,632,177	17,242,683
TOTAL OTHER INVESTMENTS	23,097,438	25,989,616
TOTAL INVESTMENTS	\$361,498,074	\$464,989,136

A complete list of investments may be obtained by writing to:
Richard King Mellon Foundation
Office of the Controller
Three Mellon Bank Center
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. Market quotations of foreign investments include the effect of the conversion into U.S. dollars at the foreign currency exchange rate in effect at year end. 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—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 3—Commitments

The Foundation is a Limited Partner in several limited partnerships for investment purposes. At December 31, 1984 the Foundation had contractually committed to additional investments of \$6,409,327.

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, 1984 and the related statement of changes in the fund for the years ended December 31, 1984 and 1983. We have also examined the supporting summary of investments as of December 31, 1984 and the schedule of appropriations and grants paid for the year ended December 31, 1984. 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, 1984 and the changes in the fund for the years ended December 31, 1984 and 1983 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
April 9, 1985

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
Three Mellon Bank Center
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).

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 1 and October 1, respectively, to allow adequate time for review before the meetings.

RICHARD KING MELLON FOUNDATION

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