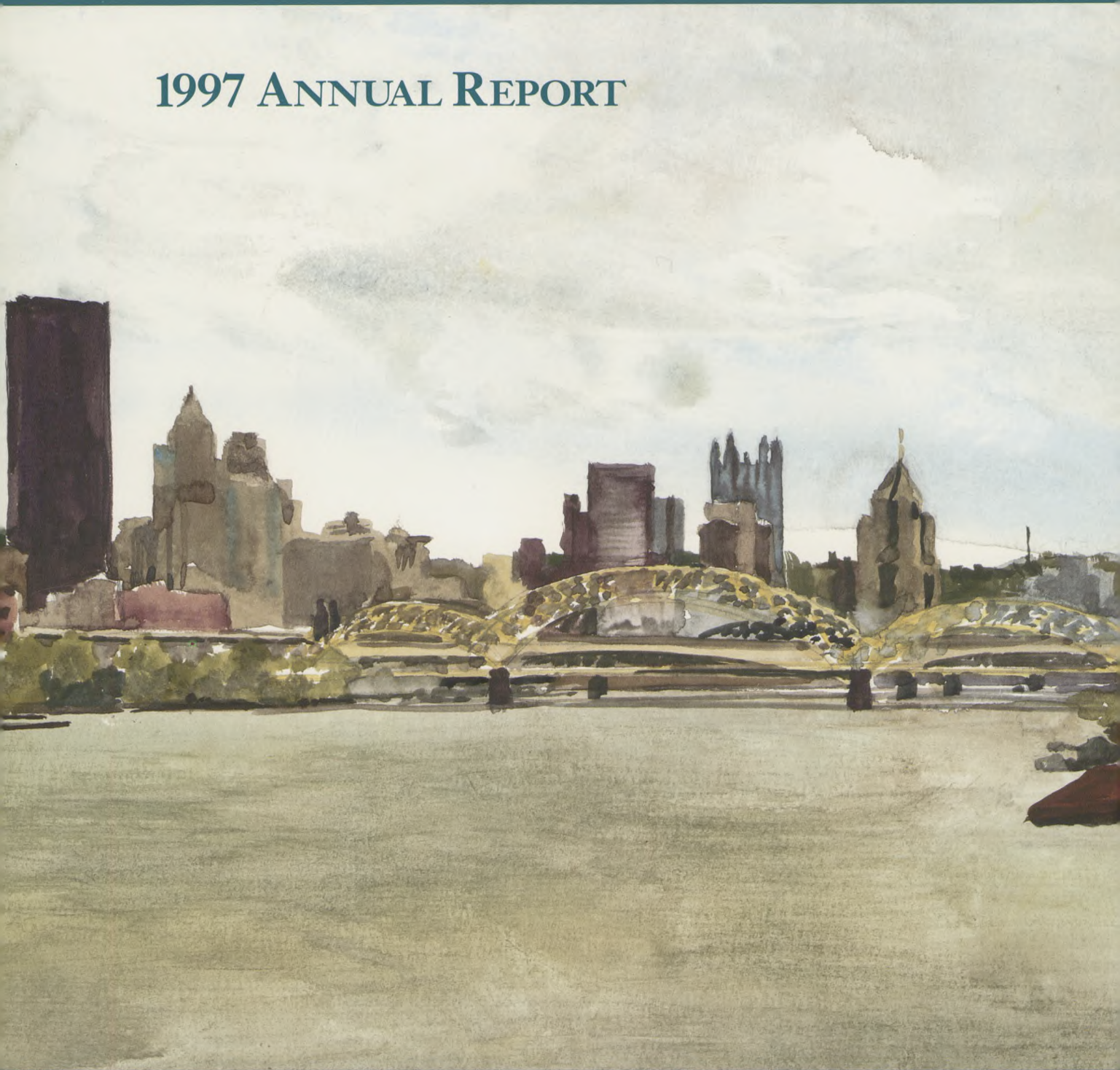


RICHARD KING MELLON FOUNDATION

1997 ANNUAL REPORT





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; 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

1997 ANNUAL REPORT

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Table of Contents

President's Letter 2
Grant Summary 7
Conservation 8
Human Services 14
Education 21
Medicine 24
Civic Affairs 25
Cultural Activities 28
Statements of Financial Position 31
Statements of Activities and Changes
in Net Assets 32
Statements of Cash Flows 33
Summary of Investments 34
Notes to Financial Statements 35
Report of Independent Accountants 36
Trustees, Officers and Program Staff 37
Grant Guidelines and Application 38/39

PRESIDENT'S LETTER

During 1997, the Trustees of the Richard King Mellon Foundation approved grants totaling a record \$61,893,548 and paid out \$61,546,666, the highest amount in our history. As in the past, grants in the field of Conservation continued to be a priority, with special emphasis on the Foundation's American Land Conservation Program. This ongoing effort seeks to protect our country's unique natural assets—significant wetlands, wildlife habitat, forests, green open space, and historic lands—from urban sprawl and environmentally insensitive development.

Land acquired in 1997 comprised eight new projects, and included first-time acquisitions in the states of Connecticut, Iowa, Michigan, Ohio, Oklahoma, and Wisconsin. When added to past acquisitions, these newer additions effectively ensure the protection of vital tracts of land in 43 states. Also during 1997, the Foundation donated 16 tracts for protection by public and private agencies. Significant among these grants was a 2,590-acre tract to Iowa's Department of Natural Resources to restore essential floodplain fish and wildlife habitats, 3,856 acres containing significant wetlands habitat to be added to the Ouachita National Forest in McCurtain County, Oklahoma, and a parcel to Hubbs Sea World Research Institute for location of its eastern U.S. research facility in Florida.

Further gifts for Conservation included \$1 million in program support to the Chesapeake Bay Foundation. This organization's vision is to restore the health of the Bay's ecosystem by putting an end to pollution, restoring habitat, and increasing fisheries. On another front, a grant of \$225,000 to Scenic America will support the group's commitment to preserving natural attractions by organizing efforts to counter the destruction of our nation's scenic heritage.

The Trustees anticipate that Conservation will continue to be a priority of the Foundation, with support going to both regional and national programs.

Complementing Conservation initiatives in 1997, the Trustees approved grants to programs and projects aimed at bettering the quality of life for all citizens of southwestern Pennsylvania. The support was apportioned among our program priorities of Human Services, Civic Affairs, Medicine, Education, and Cultural Activities.

Human Services grants totaling \$9,378,000 helped to strengthen initiatives intended to improve the circumstances of our region's most vulnerable populations. A gift to Allegheny County Children and Youth Services, for example, supported the Best Practices Project, aimed at enhancing the skills of staff at CYS and the Children's Mental Health Unit. ARC-Allegheny County received \$400,000 to establish a new resource center that will help expand retardation and disabilities services to 6,000 children, adults, and families. For assistance with both residential housing and commercial development in distressed communities, the Foundation also provided grants of \$750,000 to Habitat for Humanity and \$750,000 to the Local Initiatives Support Corporation.

Civic Affairs grants totaling \$3,365,550 reinforced the Foundation's support of strategies that stimulate economic development in southwestern Pennsylvania. Duquesne University's Institute for Economic Transformation received \$750,000 to develop regional and national industrial networks designed to bolster small businesses throughout this region. The Trustees also continued their support of the Pittsburgh Partnership for Neighborhood Development, the Allegheny Conference on Community Development, and Penn's Southwest Association, all targeted at stimulating the economy and fostering community redevelopment.

The largest 1997 grant in Medicine, for \$3 million, was awarded to the Center for the Neural Basis of Cognition. This exciting research entity, established in 1993 to study functions of the brain, capitalizes on the shared strengths of Carnegie Mellon University and the University of Pittsburgh. The Foundation also continued to help fund minority scholarships at the University of Pittsburgh School of Medicine, with the hope that minority graduates will stay in Pittsburgh and work within their home communities. To enhance the capacity of Westmoreland County's Emergency Medical Services to treat cardiac arrest victims, a grant of \$200,000 was made through the Latrobe Foundation for computer-driven defibrillation devices.

Education has long been a priority at the Richard King Mellon Foundation. In 1997, Chatham College received \$750,000 to help kick off a campaign to renovate and expand its science facility. A \$450,000 grant to Junior Achievement is assisting this organization's partnership with

the Pittsburgh Public Schools to more effectively connect young people with the realities of jobs and entry into the work force.

While Cultural Activities have not been a top priority of this Foundation, we recognize that the arts and cultural attractions are a key to Pittsburgh's vitality. The Trustees in 1997 continued their support of the Pittsburgh Symphony, Ballet, Opera, Public Theatre, and City Theater. A \$1 million grant to Carnegie Institute will add interactive exhibitions to the Museum of Natural History. The Senator H. John Heinz Pittsburgh Regional History Center received \$1,850,000 for its capital campaign, and The Pittsburgh Cultural Trust, which works to enhance the Cultural District of downtown Pittsburgh, received \$3,127,917 for capital support.

The Trustees look back upon 1997 as a transitional year in our rapidly changing economic and social landscape. As in the past, we feel a sense of gratitude at being able to help enhance the lives of individuals and families throughout southwestern Pennsylvania, and to help conserve the priceless natural heritage of our nation.

As we look toward the challenges ahead, I would like to express the Foundation's deep appreciation to three Trustees who are retiring in June 1998. They are Andrew W. Mathieson, vice chairman; Arthur M. Scully, Jr.; and George H. Taber. Each has worked for many years with acumen and dedication to improve the quality of life in our community and our country.

Drew Mathieson has worked for our organization for 35 years. During that time, he has been active in civic affairs and a member of the executive committee of the Allegheny Conference. His volunteer contributions included leadership positions as president of the board of St. Margaret Memorial Hospital, and board memberships at Ellis School, Shady Side Academy, and The Women's Center and Shelter of Pittsburgh, to name just a few. In addition to these charitable interests, he has served on the corporate boards of Koppers Company, First Boston,



Retiring Trustees: Andrew W. Mathieson, vice chairman; Arthur M. Scully, Jr.; and George H. Taber.

Mellon Bank, and General Reinsurance. It should be noted that during his leadership of the Foundation's Finance Committee, the assets of the Richard King Mellon Foundation grew from approximately \$275 million in the early 1980s to the present \$1.5 billion.

Arthur Scully, a close associate and a trustee since 1972, has had a long and close relationship with Carnegie Institute. He served periodically as chairman of its Museum of Natural History, which is now one of the nation's six largest and most significant natural history museums. Arthur's further contributions include board memberships at Magee-Womens Hospital, Shadyside Presbyterian Church, Western Pennsylvania School for Blind Children, Valley School of Ligonier, St. Edmund's Academy, and the Carnegie Hero Fund. He was also a valued member of the Foundation's Finance Committee.

The wide-ranging interests of George Taber, who will continue to serve as chairman of the board of the University of Pittsburgh Medical Center Health System, have focused on strengthening health care in western Pennsylvania. It was during his tenure as director of the Richard King Mellon Foundation that the University of Pittsburgh Cancer Institute and the Center for the Neural Basis of Cognition were launched. Pittsburgh's international reputation as a center of medical excellence is testimony to his tireless efforts. George also played a key role in the Foundation's conservation program and sat on the boards of the Conservation Foundation, the Maine Coast Heritage Trust, and the World Wildlife Fund.

We are deeply indebted to the wise counsel and dedicated leadership of these three men. They leave the Foundation in excellent financial health, enabling its future Trustees to continue the fine work already started. My brother, Richard, joins me in thanking them for their significant, steadfast work on behalf of southwestern Pennsylvania and the national conservation movement, and in wishing them many years of happy retirement.

In June of 1998, we also will elect as new Trustees Robert B. Burr, Jr., Lawrence S. Busch, and Michael Watson, all of whom are long-time employees of our organization. We are confident that they are well qualified to deal with the challenges facing grantmaking foundations.



Seward Prosser Mellon
President

1997 APPROPRIATIONS*By Category*

Conservation	\$27,888,591
Human Services	9,378,000
Education	6,201,490
Medicine	3,266,000
Civic Affairs	3,365,550
Cultural Activities	11,793,917
	<hr/>
	\$61,893,548

By Area

Pittsburgh & Southwestern Pennsylvania	\$32,674,707
Other	29,218,841
	<hr/>
	\$61,893,548

1947-1997 NET INVESTMENT INCOME

1947-1996	\$521,567,419
1997	41,199,168
	<hr/>
	\$562,766,587

1947-1997 GRANTS PAID AND PROGRAM-RELATED INVESTMENTS

1947-1996	\$683,529,670
1997	61,546,666
	<hr/>
	\$745,076,336

The following sections provide brief reports on the Richard King Mellon Foundation's grant activities in 1997, as well as descriptions of the organizations the Foundation has assisted.



CONSERVATION

AMERICAN LAND CONSERVATION PROGRAM

As the nation's population increases, unplanned development of open spaces threatens to deprive future generations of the natural beauty and grandeur we have come to take for granted. The American Land Conservation Program was initiated in 1988 to acquire and preserve key tracts of land which were in danger of being lost to urban sprawl and environmentally insensitive development. The tracts described below are examples of some of the more significant projects acquired during 1997.



Maps of Alaska and Hawaii not to scale

LEGEND:
 Boxed figures represent American Land Conservation Program purchases between 1988 and 1996; color dots represent purchases during 1997.



1988-1996 Project Locations

- 1 Bon Secour National Wildlife Refuge, *Alabama*
- 2 Redwood National Park, *California*
- 3 Rocky Mountain National Park, *Colorado*
- 4 Deer Haven Ranch, *Colorado*
- 5 Archie Carr National Wildlife Refuge, *Florida*
- 6 Hillman Ranch, *Idaho*
- 7 Mammoth Cave National Park, *Kentucky*
- 8 Bold Coast, *Maine*
- 9 Rachel Carson National Wildlife Refuge, *Maine*
- 10 Martin National Wildlife Refuge, *Virginia*
- 11 Deal Island Wildlife Management Area, *Maryland*
- 12 Fishing Bay Wildlife Management Area, *Maryland*
- 13 Chesapeake Bay Environmental Education Center at Bishop's Head, *Maryland*
- 14 Antietam National Battlefield, *Maryland*

- 15 High Rocks Gorge State Park, *Massachusetts*
- 16 Rydell National Wildlife Refuge, *Minnesota*
- 17 Champion Hill, *Mississippi*
- 18 Johnson's Shut-Ins State Park, *Missouri*
- 19 Thompson Chain of Lakes, *Montana*
- 20 Bowman Island, *New Hampshire*
- 21 Pecos National Historical Park, *New Mexico*
- 22 Adirondack Forest Preserve, *New York*
- 23 Salmon River, *New York*
- 24 Pocosin Lakes National Wildlife Refuge, *North Carolina*
- 25 Mackay Island National Wildlife Refuge, *North Carolina*
- 26 Pettigrew State Park, *North Carolina*
- 27 Schnell Ranch, *North Dakota*
- 28 Ferry Canyon, Deschutes River, *Oregon* (National Wild and Scenic River)

- 29 David M. Roderick Wildlife Reserve, *Pennsylvania*
- 30 Gettysburg National Military Park, *Pennsylvania*
- 31 Block Island, *Rhode Island*
- 32 Christmas Mountains Ranch, *Texas*
- 33 Glen Canyon National Recreation Area, *Utah*
- 34 Appomattox Court House National Historical Park, *Virginia*
- 35 Fredericksburg and Spotsylvania National Military Park, *Virginia*
- 36 Fredericksburg and Spotsylvania National Military Park, Chancellorsville Battlefield Unit, *Virginia*
- 37 Petersburg National Battlefield, Five Forks Unit, *Virginia*
- 38 Manassas National Battlefield Park, *Virginia*
- 39 Rapidan Wildlife Management Area, *Virginia*
- 40 Shenandoah National Park, *Virginia*
- 41 North Branch Potomac River, *West Virginia*
- 42 Shoshone National Forest, *Wyoming*
- 43 Sunshine Ranch, *Wyoming*
- 44 Big Branch Marsh National Wildlife Refuge, *Louisiana*
- 45 Copperas Range, *New Jersey*
- 46 Kings Mountain, *South Carolina*
- 47 Pickett State Forest, *Tennessee*
- 48 Sheldon National Wildlife Refuge, *Nevada*
- 49 Book Cliffs, *Utah*
- 50 Cossatot National Wildlife Refuge, *Arkansas*
- 51 Douglas Creek Management Area, *Washington*
- 52 Hakalau Forest National Wildlife Refuge, *Hawaiian Islands*
- 53 Kings Mountain State Park, *South Carolina*
- 54 Kodiak National Wildlife Refuge, *Alaska*
- 55 Martin National Wildlife Refuge, *Virginia*
- 56 Muhlenberg and Ohio Counties, *Kentucky*
- 57 Chinati Mountain Preserve, *Texas*
- 58 Ryan Farm Big Sioux River, *South Dakota*



Antietam National Battlefield
Maryland

Marking the 135th anniversary of the battle of Antietam, the Foundation made its fifth gift of historic land to the National Park Service. The 11.6-acre donation, within the approved boundaries of the National Battlefield, had been subdivided into three building lots when it was purchased. During the battle in September 1862, the property was in the field of fire as Confederate General J.E.B. Stuart's artillery slowed General Joseph Hooker's attacking Union troops.

"Thanks to generous gifts from the Richard King Mellon Foundation, generations of Americans will gain a better understanding of the bravery and sacrifice that helped build our nation. The Foundation's donations of the Cornfield, West Woods, and this most recent historic land are truly gifts to the nation," said Robert G. Stanton, director of the National Park Service.

Archie Carr National Wildlife Refuge
Florida

Marking the fifty-second acquisition in the nation's most important nesting areas for marine turtles, the Foundation purchased a former marina site in Brevard County, Florida. The acquisitions are made in cooperation with the U.S. Wildlife Service, Florida, and Brevard County. They are scheduled for future donation to the Archie Carr National Wildlife Refuge.

Chariton River
Iowa

In the largest single gift ever made to Iowa's Department of Natural Resources, the Foundation donated 2,590 acres on the Chariton River in southern Iowa. Biologists for the department want to restore much of the flood-prone cropland to productive wetlands. In addition to creating needed waterfowl habitat, plans call for reforestation of some of the upland areas and enhancement of the land's potential for outdoor recreation.

Crown City Wildlife Area
Ohio

The Foundation's gifts of 11,171 acres of forest, grasslands, and small ponds in Ohio created the state's new Crown City Wildlife Area. The area is home to ruffed grouse, quail, wild turkeys, squirrel, and deer. Songbirds, including dickcissels and meadowlarks, nest in the grasslands. The property, in southern Ohio, is reclaimed land that had once been mined for coal.

Menominee River
Michigan and Wisconsin

Through the Foundation's purchase, a scenic five-mile stretch of the Menominee River, on the border between Michigan and Wisconsin, will be protected and managed for recreation and conservation. The land, planned for donation to both states, includes 2,530 acres in Michigan and 1,920 acres in Wisconsin, with total stream and river frontage of 15.5 miles.

Wooded with stands of old growth forest, the land is habitat for deer, grouse, a number of endangered or threatened species including American bald eagles, eastern timber wolves, and a variety of migrating songbirds. The river supports walleye and muskellunge as well as lake sturgeon. Pomone Falls and Quiver Falls on the Menominee are both within the acquisition area, which also encompasses three miles of shoreline on the Pemebonwon River—a class one Wisconsin trout stream. Fishing sites at the falls and signs of seasonal encampments show a rich history of Native American presence along the river.

The land in Wisconsin is contiguous to Marionette County forest lands, and will complement the protection of the Pike, Pine, and Popple Rivers, which are dedicated and managed as Wild Rivers, under both state and national programs.

Ouachita National Forest*Oklahoma*

Rated one of the highest priorities in the nation by the federal Wetland Reserve Program, Push Creek Farm, once the state's only rice farm, is home to an array of waterfowl and wading birds, nesting sites for two endangered species, and a hunting ground for peregrine falcons, hawks, and owls. The Foundation's gift of 3,856 acres permits reforestation of the portion of the property which was, until 50 years ago, a bottomland hardwood forest. Plans call for enhancing wetland habitat for waterfowl on the Central Flyway, as well as management of the land for native and migratory species and for compatible outdoor recreation.

Stuart B. McKinney National Wildlife Refuge*Connecticut*

Linking wetlands in New England's most important system of wildlife refuges, the Foundation's 28.6-acre gift on the Menunketesuck River also secured rare forested coastal uplands. The property, near Long Island Sound, is home to raptors as well as nesting sites for songbirds.

Washita Battlefield National Historic Site*Oklahoma*

The Foundation's gift, added to funds from the Oklahoma legislature, created a new addition to America's National Park System. The property, 282 acres of rolling grassland, includes the site of Peace Chief Black Kettle's Village, which was attacked by the U.S. Cavalry in 1868. Cut by the Washita River, the land became the first cultural national park in Oklahoma. Representatives of the Cheyenne-Arapaho tribes as well as local ranchers, elected officials, and the Oklahoma Historical Society joined in dedicating the National Historic Site.

OTHER CONSERVATION**American Fisheries Society***Bethesda, Maryland*

The American Fisheries Society was organized to address the issue of sustainable fisheries in North America. To this end, its primary function has been to provide timely information and continuing education to members and others who share its mission.

\$100,000 to support efforts to provide electronic formats, updated computers, and programs to supplement the society's traditional print media.

American Wildlands*Bozeman, Montana*

American Wildlands is a science-based, environmentally-minded conservation organization. It focuses on the American West, with special attention on the northern Rockies, for the purpose of promoting biodiversity and sustainable management of the West's wildlands and wildlife.

\$175,000 toward operating support (conditional).

Appalachian Mountain Club*Boston, Massachusetts*

Founded in 1876, the Appalachian Mountain Club is the oldest and largest membership organization, which promotes the protection, enjoyment, and responsible use of the mountains, rivers, and trails of the Northeast.

\$50,000 to support the club's Northern Forest Lands project to protect ecological resources.

Chesapeake Bay Foundation

Annapolis, Maryland

The mission of the Chesapeake Bay Foundation is to restore and sustain the Bay's ecosystem. To this end, it works to substantially improve the water quality and productivity of the watershed with respect to the water clarity, resilience of the system, and diversity and abundance of its living resources.

\$1,000,000 toward a capital campaign.

Conemaugh Valley Conservancy

Johnstown, Pennsylvania

An initial grass-roots community coalition building effort resulted in the creation of the Conemaugh Valley Conservancy to develop community environmental awareness programs and projects in the Kiski-Conemaugh River Basin.

\$43,000 toward funding to match grants awarded from the Pennsylvania Department of Conservation and Natural Resources to initiate a major watershed protection program in a five-county region of western Pennsylvania.

The Conservation Fund

Arlington, Virginia

The Conservation Fund works with private and public partners to protect land and water resources, demonstrating that ecologically sound land use and economic return can be compatible.

\$100,000 toward unrestricted support.

\$300,000 toward three years of operating support.

Craighead Wildlife-Wildlands Institute, Inc.

Missoula, Montana

The Institute is a multidisciplinary research center in the northern Rockies devoted to field-based ecological discovery and scientific activism.

\$150,000 toward three-year research support.

Environmental Law Institute

Washington, DC

The Environmental Law Institute (ELI) advances environmental protection by improving law, policy, and management. ELI researches pressing problems, educates professionals and citizens about the nature of these issues, and convenes all sectors in forging effective solutions.

\$100,000 toward two-year support for the sustainable land use program.

National Environmental Education & Training Foundation, Inc.

Washington, DC

The Foundation was chartered by the U.S. Congress to help America meet critical national challenges through environmental learning. It uses federal funds under the National Environmental Education Act to award one-year competitive challenge grants for environmental education projects that are scientifically and educationally valid; permanently improve a grantee organization's ability to achieve its mission; and work through broad-based public/private partnerships.

\$5,000 to support a Funders' Forum on Environmental Education.

National Fish and Wildlife Foundation

Washington, DC

In 1984, the U.S. Congress passed the National Fish and Wildlife Foundation Act, which provides for creation of an organization modeled on the public trust attributes of federal land management agencies and the flexibility and responsiveness of the private sector.

\$100,000 to provide matching funds to enable small, community-based conservation projects to qualify for federal dollars.

The National Outdoor Leadership School

Lander, Wyoming

The mission of the National Outdoor Leadership School is to be the leading source and teacher of wilderness skills and leadership that serve people and the environment.

\$200,000 for two-year support.

National Urban Fellows, Inc.

New York, New York

National Urban Fellows provides mid-career minority members and women in public sector professions an opportunity to increase the range and strength of their leadership skills and to earn a Master in Public Administration or a Master of Science degree.

\$75,000 to support the Environmental Science and Management Fellows program.

PA Cleanways

Greensburg, Pennsylvania

The goal of PA Cleanways is to protect, restore, and maintain the environmental and scenic qualities of our roadways, waterways, pathways, and other areas, both public and private, from illegal dumping and littering.

\$50,000 payable over two years toward strategic planning and operating support.

Pennsylvania State University

University Park, Pennsylvania

The Maurice K. Goddard Chair in Forestry and Environmental Resource Conservation was created in 1983 to honor Dr. Goddard, former Secretary of the Department of Environmental Resources for Pennsylvania. Its mission is to enhance the university's commitment to the Commonwealth to provide direction in balanced resource conservation and utilization through programs of public service, research, and instruction.

\$250,000 as a challenge grant to support the Goddard Chair.

Preservation Pennsylvania

Harrisburg, Pennsylvania

Preservation Pennsylvania, the Commonwealth's only statewide non-profit historic preservation organization, is spearheading an effort to fund an economic impact study with regard to public land, historic sites, and the effects of population sprawl. The outcomes will be distributed widely to enable citizens and public decision-makers to address relevant issues within their own communities.

\$150,000 to support the economic impact study.

Regional Trail Corporation

West Newton, Pennsylvania

The purpose of the Allegheny Trail Alliance is to ensure the construction, maintenance, and use of the multi-purpose trail from Pittsburgh, PA to Cumberland, MD, where the trail will join the C&O Canal towpath which continues to Washington, DC.

\$200,000 toward two years of operating support.

Rocky Mountain Institute

Snowmass, Colorado

A research and educational center with a vision across boundaries, the Rocky Mountain Institute is dedicated to fostering the efficient and sustainable use of resources as a path to global security.

\$75,000 toward unrestricted support.

Scenic America

Washington, DC

Scenic America is dedicated to preserving and enhancing the scenic character of America's communities and countryside.

\$225,000 payable over three years toward operating support.

The Schenley Conservancy

Pittsburgh, Pennsylvania

Formerly known as The Schenley Conservancy, the organization has recently changed its name to The Pittsburgh Parks Conservancy. Its mission is to preserve, restore, and maintain the four great regional parks of the City of Pittsburgh (Frick, Highland, Riverview, and Schenley) and to educate the public about these valuable assets.

\$9,000 to support a conference in mid-February to help with the area's city parks.

Trustees of Dartmouth College

Hanover, New Hampshire

Dartmouth College is dedicated to providing undergraduate, graduate, and professional education of the highest quality and to fostering a love of learning in every member of its community.

\$100,000 to help create a College Wildlife Habitat Project to serve as a demonstration for state-of-the-art wildlife management techniques (conditional).

American Land Conservation Program	\$24,431,591
Other conservation grants	3,457,000
<hr/>	<hr/>
Total Conservation	\$27,888,591

HUMAN SERVICES

Adelphoi, Inc.

Latrobe, Pennsylvania

Adelphoi's mission is to develop and support programs aimed at addressing human service needs.

\$100,000 toward unrestricted support.

Allegheny County Children and Youth Services

Pittsburgh, Pennsylvania

Children and Youth Services' mission is to protect children at risk of abuse and neglect while preserving families whenever possible and assuring permanent homes for children.

\$215,000 to provide staff training and technical assistance.

Allegheny Health, Education and Research Foundation Family Growth Center

Pittsburgh, Pennsylvania

The Family Growth Center is a program of Allegheny General Hospital that offers support to needy families, addressing issues related to parenting, day care, health, home visits, and jobs.

\$173,000 payable over three years for a program to help transition welfare recipients to work.

Allegheny Policy Council for Youth and Workforce Development

Pittsburgh, Pennsylvania

The council coordinated YouthWorks, a community-wide, multi-institutional youth employment and career readiness program.

\$250,000 toward operating support for YouthWorks.

Alternative Program Associates

Pittsburgh, Pennsylvania

Alternative Program Associates provides community-based alternatives to institutional placement for at-risk children.

\$300,000 toward a capital campaign for facilities renovation, tuition assistance, and technology to enable program evaluation.

ARC-Allegheny Foundation

Pittsburgh, Pennsylvania

ARC-Allegheny promotes opportunities for and protects the rights of people with retardation, provides support for people with developmental disabilities and their families, and generates and wisely uses resources for these purposes.

\$400,000 toward a capital campaign to establish a support center that will substantially expand services.

Arthritis Foundation

Pittsburgh, Pennsylvania

The Arthritis Foundation is dedicated to finding the causes, prevention, and cures for arthritis and to improving the quality of life for those affected by arthritis.

\$25,000 to help upgrade computer/communications systems.

Bethlehem Haven of Pittsburgh

Pittsburgh, Pennsylvania

The mission of Bethlehem Haven is to provide emergency shelter to women, to help each of them break the cycle of homelessness, to improve their quality of life, and to advocate for their needs.

\$300,000 toward a capital campaign to purchase and renovate a building that will house a range of human services for both women and men (conditional).

Boy Scouts of America

Pittsburgh, Pennsylvania

It is the mission of the Boy Scouts of America to serve others by helping to instill values in young people, to prepare them to make ethical choices over their lifetimes, and to achieve their full potential.

\$75,000 toward an outreach effort that addresses career exploration, leadership development, and environmental education for 600 to 800 at-risk teens (conditional).

Boys & Girls Club of Albany

Albany, Georgia

The primary mission of the Boys & Girls Club of Albany is to assure and enhance the quality of life for boys and girls as participating members of a richly diverse urban society.

\$250,000 toward a capital campaign to replace a club facility lost in the 1994 flood.

Bridge to Independence, Inc.

Braddock, Pennsylvania

Bridge to Independence provides services to individuals and families who may be homeless, single parents, or low-income who are primarily from the Braddock and Mon Valley area. Services may include transitional bridge housing, child respite care, and linkage to community resources that will empower those served to become self-sufficient.

\$142,000 toward Families First, a program that provides transitional housing with supportive services.

City Mission

Uniontown, Pennsylvania

City Mission provides comprehensive services to homeless men, women, and children in Fayette County, Pennsylvania. While its primary purpose is to meet the immediate needs of the homeless by supplying food, clothing, and shelter, the mission's long-term goals include offering educational and vocational support as well as assistance in an attempt to break the cycle of homelessness.

\$100,000 toward capital support to establish a transitional housing program.

Community Foundation of Westmoreland County

Greensburg, Pennsylvania

In Westmoreland County, the Human Services Task Force was formed by a group of volunteer professionals to review and make recommendations to enhance the delivery of human services countywide.

\$100,000 to help implement the recommendations of the Human Services Task Force.

Community Human Services Corporation

Pittsburgh, Pennsylvania

Community Human Services Corporation "seeks to build community by working with people to identify their strengths and needs and collaborating with them to find ways to use those strengths to accomplish their goals."

\$10,000 toward operating support for Operation Save-A-Life, a street outreach program founded by men and women who were once homeless.

Consensus Organizing Institute

Boston, Massachusetts

Consensus Organizing Institute was formed in 1994 to link neighborhood leaders and organizations with private and public leaders and institutions to form powerful coalitions of community builders.

\$100,000 toward operating support.

CONTACT Pittsburgh

Pittsburgh, Pennsylvania

Organized in 1971 as an ecumenical telephone ministry by nearly 100 volunteers from twelve local churches, CONTACT Pittsburgh is a volunteer-based, nonprofit organization providing multiple telephone support services, training services, and community education.

\$30,000 to adopt the Teen Hotline from Children's Hospital and to educate CONTACT Pittsburgh volunteers to operate the hotline.

Corner Cupboard Food Bank, Inc.

Waynesburg, Pennsylvania

The Corner Cupboard Food Bank provides food assistance and training opportunities to the needy residents of Greene County.

\$100,000 toward a capital campaign for a new warehouse (conditional).

The Cradle Society

Evanston, Illinois

The Cradle Society's mission is to benefit children by providing education, guidance, and life-long support on parenting choices. Its commitment is to serve as a partner in creating and sustaining nurturing families.

\$1,000,000 toward a capital campaign.

The DoorWay, Inc.

Pittsburgh, Pennsylvania

The DoorWay focuses on the needs of youth and adults in Allegheny County who are runaways, homeless, addicted, incarcerated, or in other ways at risk.

\$22,000 to replace an outdated computer system.

Duquesne University Division of Continuing Education

Pittsburgh, Pennsylvania

Duquesne University's Division of Continuing Education is a training and education organization that has as its mission the extension of the University's resources to the community.

\$75,000 toward three-year operating support of the division's Nonprofit Trustee Leadership Development Institute.

East End Cooperative Ministry

Pittsburgh, Pennsylvania

Since 1970, the East End Cooperative Ministry, an interfaith coalition of 48 congregations, parishes, and other institutions, has worked to serve human needs and to promote recovery and self-help among residents of Pittsburgh's East End.

\$250,000 toward operating support for youth programs.

East Liberty Family Health Care Center, Inc.

Pittsburgh, Pennsylvania

East Liberty Family Health Care Center offers quality whole-person health care to residents of the East Liberty neighborhood regardless of their ability to pay.

\$400,000 toward three-year operating support for a new satellite health-care facility in the underserved neighborhood of Lincoln-Lemington (conditional).

Eastside Alliance

Pittsburgh, Pennsylvania

Eastside Alliance is a coalition of nonprofit organizations from the Eastside communities working together to stabilize and revitalize their neighborhoods. The alliance works on housing, employment, education, and community development issues that affect the neighborhoods of Bloomfield, Friendship, Garfield, Lawrenceville, and Polish Hill.

\$10,000 to expand the work of the Parent Advocacy Initiative, which seeks to improve public education through parent involvement and empowerment.

Family Health Council, Inc.

Pittsburgh, Pennsylvania

Family Health Council was organized in 1971 to improve the quality of family life and to promote responsible parenthood.

\$100,000 toward an effort to demonstrate the effectiveness of a model teen pregnancy prevention program.

Fayette County Community Action Agency, Inc.

Uniontown, Pennsylvania

Established in 1966, Fayette County Community Action Agency has become a major center of coordination for all the human services in Fayette County. Its mission is to help disadvantaged people secure the opportunities needed to become self-sufficient economically, educationally, culturally, or physically.

\$75,000 toward a capital campaign to construct a Family Service Center and Health Clinic.

Grantmakers for Children, Youth and Families

Washington, DC

The organization's mission is to increase the effectiveness and capacity of grantmakers to improve the well-being of and opportunities for children, youth and families.

\$10,000 toward operating support.

Greater Pittsburgh Community Food Bank

McKeesport, Pennsylvania

The Food Bank is committed to eliminating hunger and to developing collaborative strategies that encourage self-reliance in its service areas. It serves as a central collection facility for grocery products and prepared foods which it distributes to member agencies that serve the needy in southwestern Pennsylvania.

\$50,000 toward operating support for the Green Harvest Program, designed both to acquire fresh produce and to teach farming, gardening, and business marketing skills to low-income inner city residents.

Health Education Center, Inc.
Pittsburgh, Pennsylvania

The Health Education Center's mission is to improve the quality of life of western Pennsylvania residents by promoting healthy lifestyles.

\$150,000 payable over three years toward program support.

Hosanna House, Inc.
Pittsburgh, Pennsylvania

Hosanna House has transformed a vacant middle school building into the Wilksburg Community Center. The project's goal is to convene under one roof a variety of programs and services which will address the intellectual, emotional, economic, social, physical, and spiritual needs of individuals in the community.

\$125,000 toward operating support and capital improvement of the community center.

\$50,000 payable over two years toward Random Acts of Kindness, a community-based ethics program that promotes good deeds and community service for elementary-aged children in Wilksburg.

Inroads, Inc.
Pittsburgh, Pennsylvania

Inroads develops and places talented minority youth in business and industry and prepares them for corporate and community leadership.

\$25,000 to support internships and training for one hundred minority interns.

Legal Aid Society of Pittsburgh
Pittsburgh, Pennsylvania

The Legal Aid Society is a nonprofit corporation that receives government and private funding to operate its Legal Aid For Children Program. This program annually represents over 7,000 abused and neglected children.

\$5,000 as bridge operating support for the Legal Aid For Children Program.

Ligonier Valley Learning Center, Inc.
Ligonier, Pennsylvania

The Ligonier Valley Learning Center is a nonprofit child care agency providing full- and part-time educational programs for young children.

\$20,000 to support facility expansion for behavioral health rehabilitation services.

Local Initiatives Support Corporation
Pittsburgh, Pennsylvania

Local Initiatives Support Corporation's mission is to advance community development programs and policies that empower, transform, and improve the lives of low-income and disenfranchised individuals, families, and communities.

\$750,000 to support the Southwestern Pennsylvania loan fund that helps finance low-income housing.

McKeesport Housing Corporation
McKeesport, Pennsylvania

The McKeesport Housing Corporation is acting on behalf of the McKeesport Collaborative, which is a representation of human service agencies, working together to provide a continuum of care to women, with children, in recovery from addiction.

\$125,000 toward capital support to provide affordable, transitional housing for these vulnerable families.

Mom's House, Inc. of Pittsburgh
Pittsburgh, Pennsylvania

Mom's House of Pittsburgh was founded for the purpose of helping single, low-income parents complete their education in order to become self-sufficient and productive members of society.

\$200,000 toward a capital campaign to purchase and renovate a program site on the North Side.

National Kidney Foundation of Western Pennsylvania
Pittsburgh, Pennsylvania

The National Kidney Foundation's mission is to eradicate diseases of the kidney and urinary tract, to help those suffering from these diseases to live fulfilling and productive lives, and to educate the general public about prevention.

\$10,000 to support the educational programming segment of a capital campaign.

North Hills Community Outreach

Allison Park, Pennsylvania

North Hills Community Outreach is an interfaith, grassroots organization which addresses the spiritual, emotional, physical, and material needs of people in crisis within the local community. It provides information and education, makes referrals, and facilitates access to resources in a manner that preserves the dignity of individuals and families.

\$50,000 toward a capital campaign for repairs, renovation, and expansion of the main service site.

The William and Mildred Orr Compassionate Care Center

Pittsburgh, Pennsylvania

The William and Mildred Orr Compassionate Care Center is a temporary residential facility that provides a safe haven and care for people who are homeless, frail, and/or elderly and who need a place to recuperate from illness or trauma.

\$75,000 toward operating support.

Pittsburgh Council on Public Education

Pittsburgh, Pennsylvania

The Council's mission is to ensure that every child in Pittsburgh receives the highest quality public education. To accomplish this goal, it promotes collaborations and facilitates programs and initiatives that focus on school leadership, education policy, after-school programming, and parent involvement and empowerment.

\$40,000 toward start-up costs to co-locate four youth-related programs within one facility.

The Pittsburgh Foundation

Pittsburgh, Pennsylvania

The primary goal of the Department of Human Services is to ensure and promote integrated human services to Allegheny County residents and, in particular, to fragile populations.

\$50,000 to help establish a Human Service Integration Fund, to be administered by The Pittsburgh Foundation.

Pittsburgh Habitat for Humanity

Pittsburgh, Pennsylvania

Habitat for Humanity encourages, promotes, and assists in building and redeveloping low-income housing in the Pittsburgh area through the help of volunteers. These houses are then transferred to qualified low-income families at cost, utilizing noninterest-bearing notes.

\$750,000 payable over four years toward a capital campaign for the rehabilitation of homes.

Pittsburgh Pastoral Institute

Pittsburgh, Pennsylvania

The Pittsburgh Pastoral Institute, working collaboratively with local churches and agencies in the East End of Pittsburgh, has established Families and Youth 2000 as a pilot prevention project. Its goals are to bring church-based activities and support services to youth and families.

\$150,000 payable over two years toward operating support for Families and Youth 2000.

Pittsburgh Vision Services

Pittsburgh, Pennsylvania

Pittsburgh Vision Services is a consolidation of The Greater Pittsburgh Guild for the Blind and The Pittsburgh Blind Association. Its mission is to reduce the limitations that may arise from the loss of vision.

\$200,000 to integrate and improve telecommunications and computer networks between the merged organizations.

Poise Foundation

Pittsburgh, Pennsylvania

The Poise Foundation facilitates the participation by African-American Pittsburgh residents in the city's philanthropic life.

\$390,000 payable over three years toward intermediary grant making and operating support.

Program to Aid Citizen Enterprise

Pittsburgh, Pennsylvania

The Program to Aid Citizen Enterprise channels community resources to programs in disadvantaged neighborhoods by means of local organizations whose leaders are most knowledgeable about the needs of the people being served.

\$195,000 payable over three years toward program support.

Rainbow Kitchen Community Services

Pittsburgh, Pennsylvania

Rainbow Kitchen is a fifteen-year-old agency, which provides anti-hunger programs, child care services, and health care to the Mon Valley communities surrounding Homestead and to parts of the City of Pittsburgh.

\$150,000 toward a capital campaign to purchase and renovate a building to house the agency's pantry, kitchen facilities, and administrative offices.

The Rehabilitation Institute of Pittsburgh

Pittsburgh, Pennsylvania

The Rehabilitation Institute provides services that give children and adults with disabilities the opportunity to fulfill their potential for a quality life in the least restrictive, most appropriate environment. Child's Way is a joint program between the Institute and The Children's Home of Pittsburgh to provide therapeutic day care for medically fragile children, from birth to three years of age.

\$200,000 toward start-up funding for Child's Way.

Richland Youth Foundation

Gibsonia, Pennsylvania

Founded in 1951, the Pine Richland Youth Center provides educational, recreational, and social opportunities for children, youth, and families that encourage the development of their potential.

\$200,000 toward a capital campaign to renovate and expand center facilities.

Schenley Heights Community Development Program

Pittsburgh, Pennsylvania

The Schenley Heights Community Development Program is a holistic outreach effort of the Grace Memorial Presbyterian Church. A component of that effort is an after-school tutorial and enrichment program serving children and youths grades K-12 from the Schenley Heights, Hill District, and West Oakland communities.

\$120,000 payable over three years toward operating support for an after-school/enrichment program.

Southwestern Pennsylvania Human Services, Inc.

Monessen, Pennsylvania

The agency's mission is to conduct ongoing activities that promote the health and welfare of southwestern Pennsylvania citizens. It is coordinating a Childcare Initiative, designed to expand childcare service to Washington County in ways that would significantly help welfare mothers seek and accept employment.

\$25,000 to help support the Childcare Initiative.

United Way of Allegheny County

Pittsburgh, Pennsylvania

The mission of United Way is to mobilize diverse human and financial resources to respond to the health and human service needs of people and to foster their self-sufficiency.

\$200,000 toward seed funding for the Youth Places Initiative, a program to develop safe places for youth to go after school and during weekends and summer holidays (conditional).

\$15,000 to support a conference on strategic restructuring, collaboration, and merging of nonprofit organizations.

\$15,000 toward operating support for the United Way Collaboratives, three Pittsburgh area communities that have committed to work together on behalf of addicted mothers and their children to assist them in restructuring their lives.

Valley Youth Network

Ligonier, Pennsylvania

The Valley Youth Network is a collaborative effort of concerned individuals, organizations, and churches seeking to provide quality programs and experiences for high school youth that emphasize social, emotional, educational, and spiritual development.

\$40,000 to help purchase a van and camping equipment.

Human Services

C O N T I N U E D

Verona House Corporation

Oakmont, Pennsylvania

Corpus Christi Residence, a program of Verona House Corporation, opened in 1994 as a specialty personal care home for persons with HIV/AIDS providing a cost-effective alternative to hospital and nursing home care.

\$60,000 toward operating support for the Corpus Christi Residence.

Women's Christian Renewal, Inc.

Pittsburgh, Pennsylvania

Lydia's Place, an outgrowth of Women's Christian Renewal, is a program designed to meet the holistic needs of incarcerated women, both while they are in prison and after their release. It offers a wide variety of collaborative and accessible services and personal support systems designed to enable women to live responsibly in society.

\$30,000 toward operating support for Lydia's Place.

Young Women's Christian Association in Greensburg

Greensburg, Pennsylvania

The YWCA in Greensburg reflects the spirit of the national movement to serve women and girls of every race and religion. It serves diverse segments of the community in critical areas of education, recreation, and family life.

\$50,000 toward a capital campaign to establish a Computer Resource Center for underserved women and girls in Westmoreland County.

YWCA of Greater Pittsburgh

Pittsburgh, Pennsylvania

The YWCA strives to create opportunities for women's growth, leadership, and power in order to eliminate racism, and to facilitate a common vision of peace, justice, freedom, and dignity for all people.

\$200,000 toward a capital campaign.

Zoar Home

Allison Park, Pennsylvania

Zoar Home, a residential addictions treatment program for pregnant women and women with young children, is developing a day treatment program to be located in the Home-wood neighborhood of Pittsburgh. This program will expand Zoar's continuum of care and be offered either in conjunction with, or as an alternative to, the residential program.

\$51,000 toward start-up costs for a day treatment program for addicted women with children.

Total Human Services

\$9,378,000

EDUCATION

Berea College

Berea, Kentucky

Firmly rooted in historic tradition, Berea College provides an educational opportunity primarily for students from Appalachia, all of whom have great promise and limited economic resources.

\$62,000 toward four-year scholarship support for a student from south-western Pennsylvania.

Carnegie Institute Regional Math/Science Collaborative

Pittsburgh, Pennsylvania

Founded by a regional congress in 1994, the Regional Math/Science Collaborative's goal is to strengthen math and science instruction for grades K-12 through regional planning and action.

\$150,000 toward three-year operating costs for the collaborative.

Carnegie Library of Pittsburgh

Pittsburgh, Pennsylvania

The Library Center for downtown Pittsburgh is a joint project of the Carnegie Library and Point Park College. It will combine resources of a college library with business information.

\$250,000 toward start-up costs for the new downtown Library Center.

Carnegie Mellon University

Pittsburgh, Pennsylvania

The exodus of working and middle class African-Americans from the inner city communities has robbed the children of these communities of one of their greatest resources—positive role models. The Role Models Program at Carnegie Mellon University seeks to intervene early in the lives of children by exposing them to higher education and providing a diverse group of positive role models.

\$75,000 toward three-year program support for the Role Models Program.

Chatham College

Pittsburgh, Pennsylvania

This women's college is dedicated to preserving its historical strengths in the liberal arts while pursuing new initiatives that will continue to prepare its undergraduates to meet society's changing needs and to preparing graduates for successful careers, public leadership, and global citizenship.

\$750,000 toward a capital campaign to renovate and expand the science facility (conditional).

Communities in Schools

Uniontown, Pennsylvania

Communities in Schools is a national organization with local programs in both Pittsburgh and Fayette Counties. Its mission is to identify youth at risk of school failure and to provide them with the school-based, supportive services necessary to remain in school.

\$30,000 to support a year-round center for youth.

Community College of Beaver County

Monaca, Pennsylvania

The Prevention Project is an initiative of the Community College, which promotes programs to reduce the supply and demand for alcohol and other drugs. The Project has gained state and national attention for its leadership, programs, and technical assistance relative to drug and alcohol prevention and education.

\$5,000 to support a summer educational enhancement program for at-risk youth.

Duquesne University

Pittsburgh, Pennsylvania

Duquesne University is committed to excellence in liberal and professional education, maintains a profound concern for moral and spiritual values, and provides services to the church and local community.

\$2,000,000 to support the President's Discretionary Fund.

Duquesne University Institute for Economic Transformation

Pittsburgh, Pennsylvania

The Charter Schools Project is a planning and development effort of the University's Institute for Economic Transformation. Its purpose is to serve as a source of information for and about the emerging Pennsylvania charter school movement and to nurture the development of charter schools in western Pennsylvania.

\$16,490 to support a conference on charter schools.

\$240,000 payable over three years toward core operating support for the Charter Schools Project (conditional).

**Duquesne University
School of Education**

Pittsburgh, Pennsylvania

Since 1991, the university's Multi-cultural Junior Computer Academy has helped boys and girls aged 10 to 16 to become familiar with computers and their many uses in the modern world. Year-round opportunities offer training during nine-day summer residential programs on campus, as well as weekend sessions during the fall and spring school terms.

\$60,000 toward three years of scholarship support for the Computer Academy.

Greater Latrobe School District

Latrobe, Pennsylvania

The School District has implemented much needed renovations of the lighting systems and the sound systems for both the high school and elementary school auditoriums. These auditoriums are used by the community at large along with the school populations.

\$60,000 toward a capital campaign to provide a sound system for Latrobe High School Auditorium.

Growing with Trust

Pittsburgh, Pennsylvania

Growing with Trust provides intervention services to at-risk urban males between ages 8 and 13 to improve their school, family, and social performance, thus improving their ability to compete successfully in the job market and live successful, productive lives.

\$5,000 toward operating support.

**Junior Achievement of
Southwest Pennsylvania, Inc.**

Pittsburgh, Pennsylvania

The mission of Junior Achievement is to educate and inspire young people to value free enterprise, understand business and economics, and be work-force ready.

\$450,000 toward three-year support for Vision 99, an initiative to provide economic education to 100 percent of Pittsburgh Public Schools youth by 1999 (conditional).

Keystone Oaks High School

Pittsburgh, Pennsylvania

In 1990 Keystone Oaks High School implemented Project Succeed, an alternative education program for persons who, regardless of age, had dropped out and now want to earn a high school diploma.

\$30,000 toward program support for Project Succeed.

Mon Valley Education Consortium

McKeesport, Pennsylvania

Since 1987, the Mon Valley Education Consortium has been investing in the schools and communities of 25 school districts in southwestern Pennsylvania. Its vision is centered on children and their future, and its goal is to engage the public in a firm commitment to their schools and to the role schools play in the community's economic and social development.

\$200,000 toward operating support (conditional).

**Negro Educational
Emergency Drive**

Pittsburgh, Pennsylvania

The Negro Educational Emergency Drive provides educational counseling and financial assistance to young people who want to pursue higher education.

\$105,000 payable over four years toward scholarship support for five minority students.

**Outside-In School of
Experiential Education, Inc.**

Greensburg, Pennsylvania

Outside-In is a short-term, high-impact program which combines wilderness expeditions, academics, and residential care for troubled boys ages 14-18 who require residential supervision through the juvenile court.

\$100,000 payable over two years toward a campaign to make essential base camp and program enhancements.

Peoples Library, Inc.

New Kensington, Pennsylvania

The mission is to serve as a dynamic resource center providing a diverse community with access to and assistance with printed and electronic information for education and entertainment.

\$18,000 to help provide necessary hardware and software to enable library users to access regional electronic information.

Pittsburgh Council on Public Education

Pittsburgh, Pennsylvania

The council's mission is to ensure that every child in Pittsburgh receives the highest quality public education. To accomplish this goal, the Council promotes collaborations and facilitates programs and initiatives that focus on school leadership, education policy, after-school programming, and parent involvement and empowerment.

\$100,000 to support Open Doors, a program that enables a process by which parents, community members, and schools can collaborate on behalf of youth by sharing ideas, resources, and responsibilities.

Pittsburgh Theological Seminary

Pittsburgh, Pennsylvania

The Pittsburgh Theological Seminary is a graduate professional institution of the Presbyterian Church. The seminary seeks to prepare men and women for pastoral ministry and Christian lay leadership in all phases of the church's outreach.

\$250,000 toward unrestricted support for a capital campaign.

Saint Vincent College

Latrobe, Pennsylvania

Saint Vincent College is a Catholic, Benedictine, liberal arts college founded in 1846. The college grants the baccalaureate degree in the humanities, business administration, mathematics, and the natural sciences.

\$250,000 toward a capital campaign for a Technology Resource Center.

Seton Hill College

Greensburg, Pennsylvania

Seton Hill College's mission is to provide a Catholic liberal arts education for women, fostering a community of teachers and learners.

\$500,000 toward rehabilitation of the Administration Building.

\$250,000 toward the President's Discretionary Fund.

University of Pittsburgh INVESTING NOW

Pittsburgh, Pennsylvania

INVESTING NOW was created in 1988 as a pre-college, academic enrichment and support program for local African-American high school students interested in future careers in engineering, science, and math.

\$60,000 payable over three years toward expansion of the INVESTING NOW tutoring program.

University of Pittsburgh Shakespeare-in-the Schools

Pittsburgh, Pennsylvania

The program's mission is to provide area schools with a dynamic arts education program that supplements their English, arts, and humanities curricula. The focus of the program is to present live performances of Shakespeare plays.

\$10,000 toward operating support for 1998 Spring Tour.

University of Pittsburgh The Western Pennsylvania Writing Project

Pittsburgh, Pennsylvania

The Western Pennsylvania Writing Project is a network of educators, kindergarten through college, who work to improve the teaching and learning of writing in the region.

\$175,000 toward three-year operating support.

Total Education

\$6,201,490

MEDICINE

Latrobe Foundation Council

Latrobe, Pennsylvania

Westmoreland County's EMS Services has determined that providing appropriately trained providers throughout the county with access to computer-driven electrical defibrillation devices could very positively impact the 100,000 citizens they serve, saving lives, and significantly reducing post-resuscitation brain injury and associated costs.

\$200,000 to help implement an Automatic External Defibrillation Program for cardiac arrest victims in Westmoreland County.

MPC Corporation

Pittsburgh, Pennsylvania

MPC (Mellon-Pitt-Carnegie) Corporation was formed to coordinate joint research among Carnegie Mellon University, the University of Pittsburgh, and the University of Pittsburgh Medical Center.

\$3,000,000 to further the establishment of the Center for the Neural Basis of Cognition, a joint program of Carnegie Mellon University and University of Pittsburgh.

University of Pittsburgh Medical Center

Pittsburgh, Pennsylvania

For over 80 years, the Mellon-Dickson lectureship at the University of Pittsburgh Medical Center has enabled the center to bring in some of the best and brightest scientists and clinicians to share their knowledge with their peers in Pittsburgh.

\$10,000 to support the Mellon-Dickson Lecture series.

University of Pittsburgh School of Medicine

Pittsburgh, Pennsylvania

Recognizing that the high cost of obtaining a medical degree can be particularly challenging for African-American students, the School of Medicine seeks to raise scholarship money.

\$56,000 to support western Pennsylvania minority scholarships.

Total Medicine

\$3,266,000

CIVIC AFFAIRS

Allegheny Conference on Community Development *Pittsburgh, Pennsylvania*

The Allegheny Conference is an important vehicle for convening corporate leaders around issues that improve the quality of life and the economy for all citizens in the region. Its current agenda focuses on improvements in four major areas comprising education and workforce development, civic organization, and public governance.

\$150,000 toward the Agenda Development Fund, which supports specific projects and activities designed to achieve the conference's objectives.

\$100,000 to support a cooperative effort with Pittsburgh's Department of City Planning to develop a plan to guide growth of the Downtown area.

Borough of Ligonier *Ligonier, Pennsylvania*

Property at the east entrance to Ligonier Borough became available which the Borough wished to acquire for community improvement purposes.

\$52,000 toward unrestricted support for this community improvement project.

Braddock's Field Historical Society *Braddock, Pennsylvania*

As caretaker of Andrew Carnegie's first American public library, the society is dedicated to continuing his vision of the Library-Community Center as a "center of light and learning."

\$200,000 to help support programs and operations while the society completes a capital campaign.

Corporation for Owner-Operator Projects *Beaver Falls, Pennsylvania*

The Corporation for Owner-Operator Projects is a community-based organization dedicated to facilitating entrepreneurial development and job creation/retention in Beaver County.

\$50,000 toward unrestricted support.

Duquesne University *Pittsburgh, Pennsylvania*

The university's Institute for Economic Transformation is a collaborative initiative among university, industry, and community sectors to improve the economic performance of our region by rebuilding the global competitive advantage of our industrial base.

\$750,000 toward three years of operating support for the Institute for Economic Transformation.

Eastern Westmoreland Development Corporation *Latrobe, Pennsylvania*

Eastern Westmoreland Development Corporation was established to coordinate, oversee, and implement long-range strategies for economic development in eastern Westmoreland communities.

\$300,000 toward five years of operating support.

Economic Development Group East, Inc. *Pittsburgh, Pennsylvania*

Economic Development Group East is a community development corporation established to oversee the revitalization of Wilkinsburg's business district.

\$15,000 toward operating support and development of a strategic investment plan.

Fay-Penn Economic Development *Uniontown, Pennsylvania*

The mission of Fay-Penn Economic Development is to maintain and increase employment opportunities in Fayette County, Pennsylvania, in an effort to improve the quality of life for its residents.

\$100,000 to help support planning of a Wayfinder Sign System for the Laurel Highlands area, designed to promote tourism.

Grantmakers of Western Pennsylvania

Pittsburgh, Pennsylvania

Grantmakers is a professional society of member grantmaking organizations dedicated to promoting effective philanthropy in western Pennsylvania.

\$13,300 toward operating support.

Greater Uniontown Heritage Consortium

Uniontown, Pennsylvania

The Greater Uniontown Heritage Consortium is taking a leadership role in the development and enhancement of the cultural and economic well-being of Fayette County. The State Theatre Center for the Arts is a community asset that the consortium owns, manages, and is developing as an anchor for regional revitalization.

\$50,000 toward a capital campaign to revitalize the State Theatre.

Independent Sector

Washington, DC

The Independent Sector, now in its eighteenth year, is a nationwide coalition of nearly 800 grantmaking and voluntary organizations with national impact in philanthropy.

\$10,250 toward operating support.

Ligonier Valley Library Association

Ligonier, Pennsylvania

The Ligonier Valley Library serves the Ligonier Valley and its population of 16,600 people.

\$300,000 to help modernize the library with new technology and automated services.

Neighborhood Housing Services, Inc.

Pittsburgh, Pennsylvania

Neighborhood Housing Services provides programs and services to support first-time home buyers, particularly those residents in low- and moderate-income neighborhoods located throughout the City of Pittsburgh.

\$75,000 as a two-year grant to support a Home Buyer Education Program.

Oakland Planning and Development Corporation

Pittsburgh, Pennsylvania

Oakland Planning and Development Corporation is a community-based organization that engages in planning and development which contribute to the revitalization of Oakland.

\$50,000 toward two-year operating support.

Penn-Craft Community Association, Inc.

Fairbanks, Pennsylvania

Penn-Craft was developed in 1937 during the Great Depression as a self-help, subsistence community designed to offer unemployed coal miners a new way of living. Since 1987, Penn-Craft's revised mission is to socially and economically regenerate Fayette County through the preservation of historical structures and ethnic heritage.

\$27,000 to help restore the Redstone Knitting Mill, a project intended to stimulate rural community and economic development.

Penn's Southwest Association

Pittsburgh, Pennsylvania

Penn's Southwest Association is the economic development organization created to implement a marketing strategy for revitalizing the nine counties of Allegheny, Armstrong, Beaver, Butler, Fayette, Greene, Lawrence, Washington, and Westmoreland.

\$360,000 payable over two years toward operating support.

Pittsburgh Partnership for Neighborhood Development

Pittsburgh, Pennsylvania

Pittsburgh Partnership for Neighborhood Development serves as an intermediary, in partnership with community-based organizations, to acquire and allocate resources to promote the growth of healthy communities in the Pittsburgh area.

\$500,000 toward operating support.

Swissvale Economic Development Corporation

Swissvale, Pennsylvania

The Swissvale Economic Development Corporation is helping to spearhead a plan to develop a tree-lined, bicycle/pedestrian-only pathway along an approximately 11-mile stretch of a planned East Busway extension. The pathway would integrate both a traffic-free corridor for recreational use and a more direct and pleasurable means of access to bus transit stations.

\$3,000 toward planning support.

Three Rivers Area Labor Management Committee, Inc.

Pittsburgh, Pennsylvania

The committee was formed to improve the labor/management/business climate in western Pennsylvania, thereby enhancing the region's attractiveness to business. It provides dispute resolution services, technical assistance, information, education, and training for its more than 200 volunteer member organizations comprising both union and nonunion companies.

\$150,000 payable over three years toward operating support.

United Jewish Federation of Greater Pittsburgh

Pittsburgh, Pennsylvania

The Holocaust Center is a community resource center committed to education, commemoration, and documentation of events surrounding the Holocaust.

\$50,000 to support the Holocaust Exhibition Fund.

University of Pittsburgh Institute of Politics

Pittsburgh, Pennsylvania

The Institute of Politics provides elected officials with resources and timely educational seminars on issues that are politically relevant to Greater Pittsburgh and western Pennsylvania.

\$50,000 toward operating support.

Urban Redevelopment Authority of Pittsburgh

Pittsburgh, Pennsylvania

The URA helps to generate, stimulate, and manage growth and development in the City of Pittsburgh. Created in 1946 to fight blight through urban renewal, the Authority now carries out the city's major development projects, programs, and activities.

\$10,000 to underwrite the cost and publication of the written history of the Urban Redevelopment Authority over the past 50 years.

Total Civic Affairs

\$3,365,550

CULTURAL ACTIVITIES

Artspace Projects, Inc. *Pittsburgh, Pennsylvania*

The mission of Artspace Projects, through its subsidiary Artists and Cities, is to create space where artists can live, work, exhibit, perform, and conduct business. They seek to do this in areas that have been identified as having a regional need for affordable space for artists and small arts organizations.

\$150,000 toward a capital campaign to convert a former auto dealership into living and working space for artists.

Carnegie Institute Museum of Natural History *Pittsburgh, Pennsylvania*

Carnegie Institute is the umbrella organization for the Museum of Natural History, the Science Center, the Museum of Art, The Andy Warhol Museum, and the Carnegie Library.

\$1,000,000 toward a capital campaign for computer infrastructure, an “earth forum” interactive exhibit, an earth theatre, and discretionary funds to improve exhibits at the Museum of Natural History.

Chatham Baroque *Pittsburgh, Pennsylvania*

Chatham Baroque promotes the music of the 17th and the 18th centuries through performances on instruments of the period. In addition to performing a subscription concert series, and as a guest performance group, Chatham Baroque provides a variety of interactive programs for children at area schools and libraries.

\$20,000 toward operating support.

City Theater Company, Inc. *Pittsburgh, Pennsylvania*

Located on Pittsburgh’s South Side, City Theater is dedicated to presenting works by contemporary playwrights and has produced three or four new plays each season, building its reputation on quality productions.

\$100,000 toward operating support for two years and an institutional stabilization plan.

Gargaro Productions, Inc. *Pittsburgh, Pennsylvania*

Founded in 1990, Gargaro Productions is a musical theater company whose three-fold mission is to provide affordable, quality productions to the Pittsburgh region, to advance the education of youth, and to employ and support local talent.

\$75,000 toward operating support for three years.

Gateway to Music and the Performing Arts *Pittsburgh, Pennsylvania*

Gateway’s mission is to encourage students’ interest and participation in the performing arts and to enhance the learning climate in the schools of western Pennsylvania. It achieves this by utilizing experienced artists to provide both high quality programs and residencies for students and dynamic workshops and institutes for teachers.

\$15,000 toward operating support.

Historical Society of Western Pennsylvania Senator John Heinz Pittsburgh Regional History Center *Pittsburgh, Pennsylvania*

The Historical Society of Western Pennsylvania is a cultural and educational institution which collects, preserves, and interprets the history of Pittsburgh and western Pennsylvania through exhibits, publications, and programs. It has recently opened a regional history center to better inform the public about the events that have shaped the area.

\$350,000 payable over two years toward operating support.

\$500,000 to help complete a capital campaign.

\$1,000,000 toward endowment (conditional).

Opera Theater of Pittsburgh *Pittsburgh, Pennsylvania*

Founded in 1978, Opera Theater gives audiences unusual operatic experiences they ordinarily do not get in spectacle-oriented grand opera productions, introduces school audiences to musical theater, takes opera into areas outside the city, and develops professional artists.

\$10,000 to support a benefit recital by soprano Renée Fleming.

The Pittsburgh Ballet Theatre, Inc.
Pittsburgh, Pennsylvania

The Pittsburgh Ballet Theatre remains among the finest regional companies in the United States. Now in its 28th season, the ballet continues its mission of artistic excellence, community service, and education under the artistic direction of Terrence Orr.

\$748,000 toward operating support for four years.

Pittsburgh Dance Council
Pittsburgh, Pennsylvania

Pittsburgh Dance Council has presented dance to the Pittsburgh metropolitan area for 27 years. It is committed to expanding the visibility, appreciation, and presentation of dance as an art form in the Greater Pittsburgh area and nurturing the field of dance on local, national, and international levels.

\$75,000 toward unrestricted operating support.

Pittsburgh Opera
Pittsburgh, Pennsylvania

The Pittsburgh Opera strives to enrich the quality of life in Pittsburgh and the tri-state area with high-quality productions accessible to a diverse audience, and to provide educational opportunities to develop young American students into tomorrow's artists.

\$706,000 toward operating support for four years.

Pittsburgh Public Theater Corporation
Pittsburgh, Pennsylvania

The Pittsburgh Public Theater is dedicated to providing an artistically diverse theatrical experience of the highest quality to a varied ethnic and cultural population, building a future audience with its education and outreach, and operating in a fiscally responsible manner.

\$722,000 toward four years of operating support.

\$250,000 toward a capital campaign.

The Pittsburgh Symphony Society
Pittsburgh, Pennsylvania

The Pittsburgh Symphony Orchestra enjoys an international reputation while upholding its pledge to provide world-class performances and community programs and services.

\$1,165,000 toward operating support through the year 2001.

\$1,000,000 for organizational stability.

The Pittsburgh Trust for Cultural Resources
Pittsburgh, Pennsylvania

The Trust is dedicated to expanding the arts in all disciplines. Its goals are to revitalize a downtown area of Pittsburgh designated as the Cultural District and, through expansion of varied arts activities, to improve the quality of life and broaden the economic development of the Cultural District.

\$3,127,917 toward capital support for the Cultural District.

Pittsburgh Youth Symphony Orchestra Association
Pittsburgh, Pennsylvania

The educational mission of the Pittsburgh Youth Symphony Orchestra is to provide the best possible musical training to members of the orchestra with an ancillary objective of developing new audiences for symphonic music among youth.

\$30,000 toward operating support and support to participate in a national competition in Michigan.

QED Communications, Inc.
Pittsburgh, Pennsylvania

QED Communications' mission is to provide competitive, vital broadcasting services to the region through WQED 13 television programming, WQED-FM and WQEJ-FM classical music stations, and PITTSBURGH magazine.

\$210,000 toward annual operating support.

Theatre Classics for Students, Inc.
Jennerstown, Pennsylvania

Theatre Classics for Students is the youth outreach program of the Mountain Playhouse. Established in 1991, it seeks to expose students in the surrounding rural area to live, professional theater by presenting quality educational productions and making these productions accessible to the students.

\$10,000 toward program support.

Cultural Activities

CONTINUED

Western Pennsylvania Professionals for the Arts

Pittsburgh, Pennsylvania

ProArts is an arts service organization dedicated to strengthening and supporting our region's arts community by providing free and low-cost management and legal expertise to arts organizations and artists.

\$30,000 to help support organizational development.

Westmoreland Museum of Art

Greensburg, Pennsylvania

The mission of the Westmoreland Museum of Art is to enrich and educate the public and to serve the cultural needs of southwestern Pennsylvania, to stimulate and inspire, and to present the arts within the context of human experience.

\$500,000 toward a capital campaign for museum remodeling.

Total Cultural Activities

\$11,793,917

RICHARD KING MELLON FOUNDATION
STATEMENTS OF FINANCIAL POSITION

	December 31,	
ASSETS	1997	1996
Cash	\$ 2,395,887	\$ 2,149,328
Other current assets	649,373	439,597
Investments, at market:		
Stocks	909,503,007	825,544,457
Long-term debt instruments	282,842,521	278,505,075
Temporary investments	198,549,252	137,136,150
Other investments	116,304,484	108,526,039
Total	1,507,199,264	1,349,711,721
Program-related investments	23,859,507	26,567,846
Other assets	935,918	914,768
Total assets	\$1,535,039,949	\$1,379,783,260
LIABILITIES AND NET ASSETS		
Liabilities		
Grants approved but not paid	\$ 17,486,882	\$ 17,140,000
Appropriations for program-related investments	23,859,507	26,567,846
Total	41,346,389	43,707,846
Unrestricted net assets	1,493,693,560	1,336,075,414
Total liabilities and net assets	\$1,535,039,949	\$1,379,783,260

See notes to financial statements.

RICHARD KING MELLON FOUNDATION
**STATEMENTS OF ACTIVITIES AND
 CHANGES IN NET ASSETS**

For the year ended December 31,	1997	1996
Investment income	\$ 54,107,306	\$ 46,857,760
Expenses		
Administrative and investment expenses	9,568,088	8,471,667
Provision for federal taxes	3,340,050	3,324,129
	<u>12,908,138</u>	<u>11,795,796</u>
Net investment income	41,199,168	35,061,964
Grants and appropriations approved	61,883,936	51,793,460
Deficiency of net investment income over approvals	(20,684,768)	(16,731,496)
Net gain from investments	136,876,983	137,149,107
Unrealized appreciation on investments	41,425,931	11,377,005
	<u>178,302,914</u>	<u>148,526,112</u>
Increase in unrestricted net assets	157,618,146	131,794,616
Unrestricted net assets:		
Beginning of year	1,336,075,414	1,204,280,798
End of year	<u>\$1,493,693,560</u>	<u>\$1,336,075,414</u>

See notes to financial statements.

RICHARD KING MELLON FOUNDATION
STATEMENTS OF CASH FLOWS

For the year ended December 31,	1997	1996
Cash flows from operating activities:		
Change in unrestricted net assets	\$ 157,618,146	\$ 131,794,616
Adjustments to reconcile change in unrestricted net assets to net cash provided (used) by operating activities:		
Depreciation	161,428	135,040
Accretion	(565,383)	(483,763)
Equity in earnings of partnership investments	(1,572,130)	(8,146,558)
Realized gain on investments	(121,861,447)	(110,051,571)
Unrealized appreciation on investments	(41,425,931)	(11,377,005)
Increase (decrease) in unrestricted net assets from a change in:		
Other current assets	(209,776)	165,807
Grants approved but not paid	346,882	(1,560,500)
Net cash (used) provided by operating activities	<u>(7,508,211)</u>	<u>476,066</u>
Cash flows from investing activities:		
Purchases of investments	(1,997,694,601)	(1,835,175,018)
Proceeds from sales of investments	2,005,606,374	1,833,487,022
Fixed asset expenditures	(157,003)	(232,650)
Net cash provided (used) by investing activities	<u>7,754,770</u>	<u>(1,920,646)</u>
Net increase (decrease) in cash	246,559	(1,444,580)
Cash, beginning of year	2,149,328	3,593,908
Cash, end of year	<u>\$ 2,395,887</u>	<u>\$ 2,149,328</u>

See notes to financial statements.

RICHARD KING MELLON FOUNDATION
SUMMARY OF INVESTMENTS

December 31, 1997 and 1996

	December 31, 1997		December 31, 1996	
	Book Value	Market Quotations	Book Value	Market Quotations
STOCKS				
Domestic equities	\$ 339,750,341	\$ 608,883,023	\$ 309,129,890	\$ 512,887,390
Foreign equities	269,430,975	300,619,984	259,817,503	312,657,067
TOTAL STOCKS	<u>609,181,316</u>	<u>909,503,007</u>	<u>568,947,393</u>	<u>825,544,457</u>
LONG-TERM DEBT INSTRUMENTS				
Corporate bonds	117,539,256	120,841,166	80,463,270	82,132,571
United States Government and Government Agencies obligations	145,168,565	149,429,710	182,594,039	185,308,372
Other long-term obligations	5,707,648	5,828,701	10,731,858	10,797,705
Foreign debt obligations	8,188,220	6,742,944	257,188	266,427
TOTAL LONG-TERM DEBT INSTRUMENTS	<u>276,603,689</u>	<u>282,842,521</u>	<u>274,046,355</u>	<u>278,505,075</u>
TEMPORARY INVESTMENTS				
Demand and interest-bearing notes	174,669,660	174,853,880	129,463,877	131,346,764
Foreign short-term investments	23,260,470	23,695,372	5,503,181	5,789,386
TOTAL TEMPORARY INVESTMENTS	<u>197,930,130</u>	<u>198,549,252</u>	<u>134,967,058</u>	<u>137,136,150</u>
OTHER INVESTMENTS				
Venture capital	42,430,994	67,920,764	33,929,329	63,032,207
Realty	45,524,520	48,383,720	38,511,514	40,376,753
Other	—	—	5,207,388	5,117,079
TOTAL OTHER INVESTMENTS	<u>87,955,514</u>	<u>116,304,484</u>	<u>77,648,231</u>	<u>108,526,039</u>
TOTAL INVESTMENTS	<u>\$1,171,670,649</u>	<u>\$1,507,199,264</u>	<u>\$1,055,609,037</u>	<u>\$1,349,711,721</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1—Significant Accounting Policies

Basis of Accounting

The accounts of the Foundation, except for federal 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.

Nature of Operations

The purpose of the Foundation is to provide grants to organizations in Pittsburgh and Southwestern Pennsylvania, primarily in the areas of Human Services, Education, Medicine and Health Care, Civic Affairs and Cultural Activities. Its interest in the area of Conservation is a national program.

Cash

Cash includes operating accounts plus domestic income cash held in bank custody accounts.

Investments

For financial reporting purposes, investments are stated primarily at market quotations which may 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 estimated values as determined by investment managers. The book value of direct investments shown on the summary of investments is cost, except for donated assets which are valued at the market quotations at the date of receipt by the Foundation; investments in partnerships are accounted for under the equity method, except for venture capital partnerships which are at cost.

The Foundation's investments are exposed to various risks, such as interest rate, market and credit. Due to the level of risk associated with investments and the level of uncertainty related to changes in the value of investments, it is at least reasonably possible that significant changes in risks in the near term may materially affect the amounts reported in the financial statements.

Realized gain or loss from dispositions of investments is determined by specific cost identification. Unrealized appreciation 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.

New Accounting Pronouncements

In 1996, the Foundation adopted Statement of Financial Accounting Standards (SFAS) No. 124, "Accounting for Certain Investments Held by Not-for-Profit Organizations." It requires investments in equity securities with readily determinable fair values and investments in debt securities to be reported at fair value with gains and losses included in the statement of activities and changes in net assets. The adoption of this standard did not have a material effect on the statements presented.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain amounts in the 1996 financial statements have been reclassified for comparative purposes.

NOTE 2—Program-related Investments

Beginning in 1988, the Foundation has invested in land, land rights and interests in land pursuant to the Foundation's American Land Conservation Program. The purpose of the investment is land conservation, wildlife preservation and the protection of open and scenic spaces. The properties remaining in the program at December 31, 1997 and 1996 are stated at cost. The properties donated to conservation organizations during 1997 and 1996 were distributed at fair market value.

NOTE 3 — Federal Taxes

The Foundation is exempt from federal income taxes under Section 501(c) (3) of the Internal Revenue Code. The Foundation is subject to a federal excise tax equal to two percent of net investment income, which consists of interest and dividend income, realized gains on sales of investments less realized losses to the extent that they can be offset against realized gains, less related investment expenses. For 1997 and 1996, the Foundation provided for federal excise tax of two percent. In 1996, the Foundation was subject to a business income tax of \$55,000 on certain activities of several of the partnerships in which the Foundation has invested. In 1997, the Foundation was not subject to any business tax.

NOTE 4 — Commitments

The Foundation is a Limited Partner in several limited partnerships for investment purposes. At December 31, 1997 and 1996, the Foundation had contractually committed to additional investments of \$57,996,516 and \$40,256,189, respectively.

**REPORT OF
INDEPENDENT ACCOUNTANTS**

To the Trustees of
Richard King Mellon Foundation:

We have audited the accompanying statements of financial position of the Richard King Mellon Foundation as of December 31, 1997 and 1996 and the related statements of activities and changes in net assets and cash flows for the years then ended. We have also audited the supporting summary of investments as of December 31, 1997 and 1996. These financial statements and summary of investments are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements and summary of investments based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and summary of investments are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as assessing the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Richard King Mellon Foundation as of December 31, 1997 and 1996 and the results of its activities and its cash flows for the years then ended in conformity with generally accepted accounting principles. In addition, in our opinion, the summary of investments referred to above, when considered in relation to the basic financial statements taken as a whole, presents fairly, in all material respects, the information included therein.

PricewaterhouseCoopers LLP

Pittsburgh, Pennsylvania
May 29, 1998

RICHARD KING MELLON FOUNDATION

Pittsburgh, Pennsylvania

GUIDELINES: Basic information about the priorities of the Foundation are contained in the information below. The reverse side is an application form which should accompany any proposal sent to the Foundation.

POLICY

The Foundation has two distinct areas of interest:

- 1) Pittsburgh and Southwestern Pennsylvania
Programs that relate to:
 - Human Services
 - Education and Medicine
 - Civic Affairs and Cultural Activities

- 2) National Programs
 - American Land Conservation Program
 - Conservation of Natural Areas

Proposals must be 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 normally does not consider requests for grants to conduit organizations which pass on funds to other organizations. Also, the Foundation does not make grants outside the United States.

The Board of Trustees meets periodically to review proposals.

All proposals must be accompanied by a completed application form (see reverse), and be addressed to:

Mr. Michael Watson
Vice President and Director
Richard King Mellon Foundation
One Mellon Bank Center
500 Grant Street, Suite 4106
Pittsburgh, PA 15219-2502

Richard King Mellon Foundation
GRANT APPLICATION

Please complete the following:

Name of Organization:

.....

Address:

.....

Administrative Officer:

.....

Amount Requested:

.....

Mission Statement of Organization:

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.....

.....

Brief Description of Project:

(Please limit to space provided below)

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Checklist of Required Attachments:

A copy of the latest Internal Revenue Service determination letter indicating tax-exempt status under Section 501(c)(3) and 509(a).

An Executive Summary providing an overview of the organization, the proposed project, the problem it seeks to address, the population it will serve, and how it will be operated.

List of Board of Directors and names of Chairman and/or President.

Background of organization, including history, purpose, and types of programs it provides.

Audited financial statements for the last two years.

Operating budget and timetable for proposed project.

Annual Reports, brochures, catalogs, etc.

Other sources of funding and an explanation of how project will be financed at the expiration of the proposed grant.

The method to be used in evaluating the success of the project.

RICHARD KING MELLON
FOUNDATION
1997 ANNUAL REPORT

