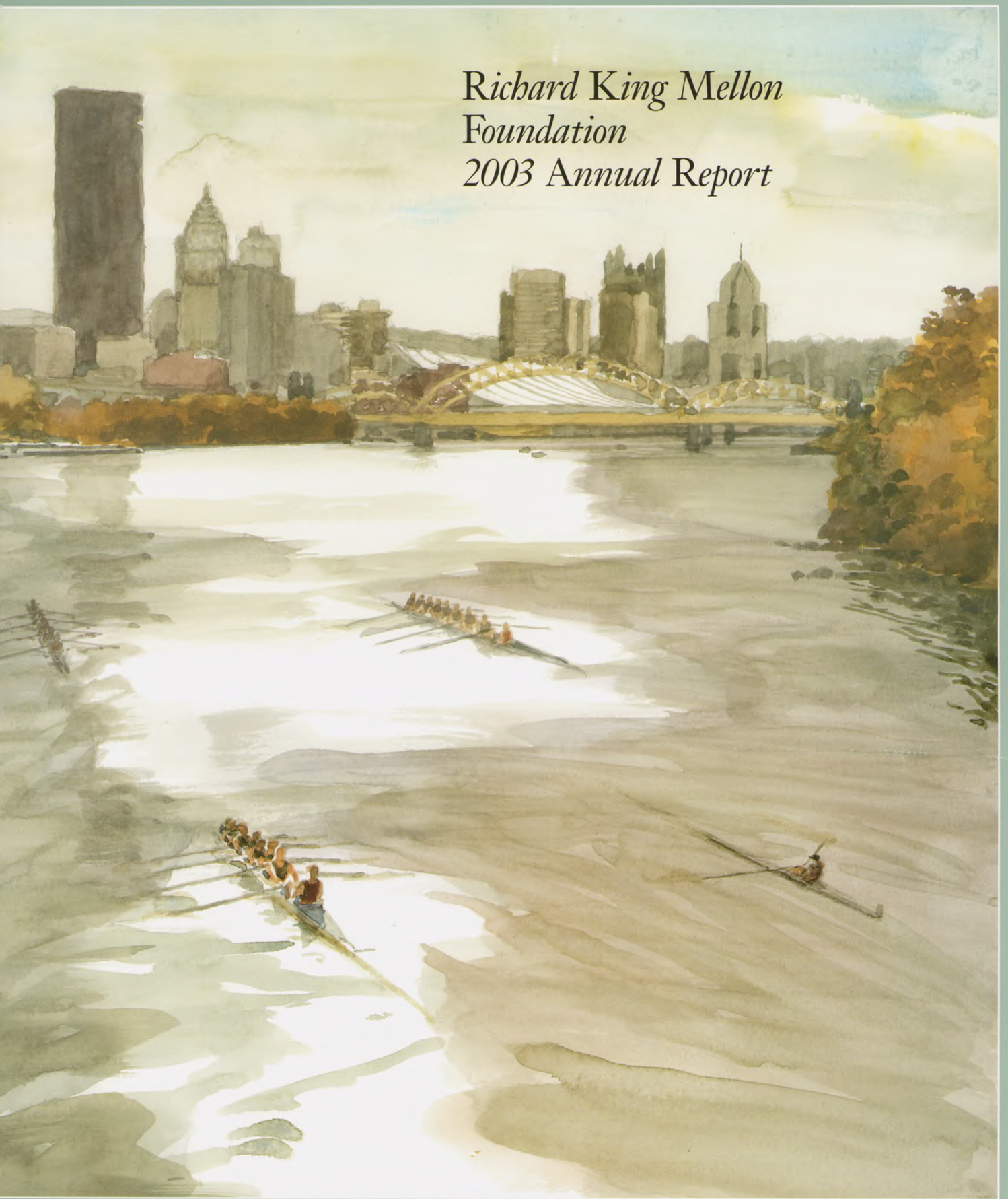


*Richard King Mellon
Foundation
2003 Annual Report*





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, 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, a nationally recognized architectural, civic, social, and educational venture.

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

2003 ANNUAL REPORT

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PRESIDENT'S LETTER

During 2003 the Trustees of the Richard King Mellon Foundation approved new grants totaling \$55,741,329, and the Foundation paid out \$70,617,909 toward new and continuing grants in five program areas: Conservation; Regional Economic Development; Education; Families, Youth and Child Development; and System Reform. Of this total, \$46,221,100 strengthened the quality of life in Pittsburgh and neighboring southwestern Pennsylvania communities, while \$1,354,700 supported projects beyond the region. Other Conservation projects throughout the United States, including the American Land Conservation Project, totaled \$8,165,528.

A commitment to **Conservation** has characterized the Richard King Mellon Foundation since its inception in 1947, with major grants and gifts through the years for land acquisition, wetlands protection, and wildlife preservation. In a bold effort to protect undeveloped land for future generations, the Foundation established the American Land Conservation Program in 1988. In 2002 the program reached a significant milestone: one million acres across all 50 states had been acquired and given to public agencies and protected for public use. The land parcels, ranging in size from 15 acres to nearly 375,000 acres, represent the very best of America's outdoor and historic heritage, and insensitive development had threatened many sites. The "rescue" of each acre reinforced the Trustees' commitment to conserving our nation's irreplaceable environmental legacy.

In hopes that the American Land Conservation Program's successes will inspire more and more Americans to discover new, imaginative, and

lasting ways to preserve our natural heritage for our children and grandchildren, the Foundation documented the program in a limited-edition book, "From Sea to Shining Sea." The Trustees now plan to continue the Foundation's support of land conservation with a new focus on partnering with state and federal agencies, thus strengthening efforts to protect especially critical sites.

Beyond preserving key tracts of unspoiled acreage, the Foundation's commitment to conservation continued in 2003 with support for restoring Pennsylvania's watershed, improving wildlife habitat, and promoting environmental stewardship, especially among young people. Significant among these grants was a \$920,000 gift to Western Pennsylvania Conservancy to help the Pennsylvania Department of Conservation and Natural Resources acquire and protect a parcel of pristine shoreline property in Erie County. The property represents an important biological diversity area with exceptional ecological significance.

The Chesapeake Bay Foundation and Foundation for California University of Pennsylvania received grants of \$500,000 each in 2003. Both organizations have effectively leveraged the Richard King Mellon Foundation's earlier support, forging strategic partnerships and making encouraging progress toward restoring Pennsylvania's watershed. The recent grants will help maintain this momentum. Another noteworthy gift, for \$425,000, went to the Student Conservation Association (SCA) Three Rivers, the newest program center in a national network that engages

young people in conservation service projects. SCA Three Rivers is working in collaboration with federal, state, and local agencies and organizations in Pittsburgh, western Pennsylvania, Ohio, and West Virginia to change lives through service to nature.

Building and sustaining southwestern Pennsylvania's economic health is a Foundation priority, a fact reflected in support exceeding \$21,000,000 for **Regional Economic Development** initiatives in 2003. This giving reflects the Trustees' interest in strengthening the Pittsburgh area through a diverse but strategically selected set of projects.

Several of these grants provided follow-up support for programs demonstrating concrete progress in meeting their stated objectives. More than \$10,000,000 to approximately 30 organizations focused on efforts to attract and retain young professionals, and to promote Pittsburgh's and southwestern Pennsylvania's many amenities and activities to residents and visitors.

Over \$1,000,000 assisted initiatives to seed or advance employment skills and opportunities, and a like amount targeted projects to promote entrepreneurship and social enterprise. A major gift of \$3,000,000 will help The Pittsburgh Cultural Trust continue to develop a vibrant Downtown Cultural District. A \$2,019,000 grant to the Allegheny Conference on Community Development will help promote southwestern Pennsylvania's prominent role in the French and Indian War (1754-1763), the "War for Empire" that determined whether France or Great Britain would dominate North America. Commemoration

of the war's 250th anniversary includes plans to enhance local French and Indian War sites and the development of a special PBS film.

A gift of \$1,000,000 to the Sports and Exhibition Authority of Pittsburgh and Allegheny County supplements an earlier one to help complete the construction of North Shore Park, located along the Allegheny River across from Downtown Pittsburgh and near such amenities as the Carnegie Science Center, Children's Museum of Pittsburgh, National Aviary, and sports stadiums. The Foundation has a particular interest in effective development and use of the region's riverfronts, as well as in finding ways to reconnect residents and communities to their rivers.

Grants totaling \$11,000,000 reflected the Foundation's long-term commitment to **Education**. The largest such gift, for \$4,000,000, will help Chatham College construct a new athletic facility and fitness center, while \$1,500,000 to Seton Hill University similarly supports its construction of an athletic facility and student center. Point Park College also received \$500,000 to help purchase and renovate two adjacent facilities for the performing arts program. This support, while strengthening higher education, also effectively advances two additional Foundation priorities—stimulating economic development and attracting and retaining talented young people to our region.

In the field of **Families, Youth and Child Development**, the Trustees continued in 2003 to target programs demonstrating both a broad impact and, especially, concrete outcomes. Out of a total of \$8,245,600, broadly based human services programs received support, and projects that

PRESIDENT'S LETTER

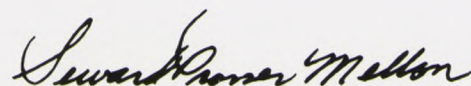
C O N T I N U E D

promote youth development, especially for disadvantaged youth, received a special emphasis in 2003. Such youth-related services include mentoring, employment and entrepreneurial training, enhancing youth camps, and generally building the capacity of programs that serve young people. Significant among these is a \$750,000 capital campaign gift to the Pittsburgh Project, which operates a progressive series of after-school and summer programs on Pittsburgh's North Side. The Boy Scouts of America received \$500,000 for camp renovations. Gifts of \$300,000 and \$275,000 to the Boys & Girls Clubs of Western Pennsylvania and YouthWorks, respectively, will help promote entrepreneurial and employment training programs.

The Foundation's newest grantmaking priority, **System Reform**, encourages collaboration and seeds viable efforts to redesign and/or improve service delivery across program areas. Exemplifying the intent of System Reform is a \$250,000 grant to support the Youth Standards Project, which, under Tides Center/Western Pennsylvania, is developing operating standards for the rapidly expanding number of youth-serving programs in our region. The Youth Standards Project aligns with the Foundation's vision of youth programs that work effectively. Another gift, \$100,000 toward a Human Services Integration Fund administered through The Pittsburgh Foundation, will help advance the efforts of Allegheny County's

Department of Human Services (DHS) to streamline and strengthen its systems. As most government funding to support DHS is restricted to client services, resources for overall agency improvements are severely limited. Aligning with the Trustees' System Reform objectives, the Integration Fund affords DHS the flexibility to make such improvements as fiscal restructuring, systems automation, and staffing enhancements, among others.

As we review the Foundation's 56th year of grantmaking, the Trustees are once again mindful of the challenges and opportunities confronting the Pittsburgh region and our country's natural environment. We are grateful for the privilege of partnering with talented, visionary, dedicated people to help enhance the quality of life and build a more promising future for individuals, families, and organizations close to home and in many parts of the United States.



Seward Prosser Mellon
President

2003 APPROPRIATIONS

By Category

Conservation	\$13,130,529
Education	11,213,700
Families, Youth & Child Development, and Other Human Services Programs	8,245,600
Regional Economic Development	21,914,500
System Reform	1,237,000
	<hr/>
	\$55,741,329

By Area

Pittsburgh & Southwestern Pennsylvania	\$46,221,100
Other	9,520,229
	<hr/>
	\$55,741,329

1947-2003 NET INVESTMENT INCOME

1947-2002	\$764,284,354
2003	30,483,137
	<hr/>
	\$794,767,491

1947-2003 GRANTS PAID AND PROGRAM-RELATED INVESTMENTS

1947-2002	\$1,141,012,234
2003	70,617,909
	<hr/>
	\$1,211,630,143

The following sections provide brief reports on the Richard King Mellon Foundation's grant activities in 2003, as well as descriptions of the organizations the Foundation has assisted.



CONSERVATION – REGIONAL

Allegheny Land Trust *Sewickley, Pennsylvania*

The Allegheny Land Trust's mission is to conserve the natural amenities that contribute to the scenic, recreational, educational, and environmental wealth of southwestern Pennsylvania.

\$75,000 payable over three years toward operating support.

American Rivers *Washington, District of Columbia*

American Rivers is a national, non-profit conservation organization dedicated to protecting and restoring healthy natural rivers and the variety of life they sustain for people, fish, and wildlife.

\$200,000 to provide two years of general operating support for the Mid-Atlantic Program *Rivers Unplugged: Restoring Rivers in Pennsylvania Through Dam Removal*.

Bushy Run Battlefield Heritage Society *Harrison City, Pennsylvania*

The society convenes interested persons who are committed to preserving and restoring Bushy Run Battlefield as a historical, recreational, and educational community resource.

\$300,000 to help purchase and preserve historically significant land to augment the Bushy Run Battlefield.

Central Pennsylvania Conservancy *Harrisburg, Pennsylvania*

The conservancy promotes conservation of natural resources and agriculture through public awareness, education, and scientific research. In addition, they acquire and preserve valued natural and historic resources in south central Pennsylvania.

\$100,000 toward two years of operating support.

Chesapeake Bay Foundation *Annapolis, Maryland*

Through its Pennsylvania Watershed Restoration Program, the Chesapeake Bay Foundation works to improve the water quality and wildlife habitat of Pennsylvania's waterways through significant and targeted restoration of forest riparian buffers and wetlands.

\$500,000 to support the Pennsylvania Watershed Restoration Program.

Community Foundation of Greater Johnstown *Johnstown, Pennsylvania*

The purpose of the Western Pennsylvania Watershed Protection Program is to protect or restore Pennsylvania's unique water resources on an ecosystem basis and to foster separate technologies used to preserve and reclaim watersheds.

\$350,000 payable over two years to support the Western Pennsylvania Watershed Protection Program.

Foundation for California University of Pennsylvania *California, Pennsylvania*

The foundation was established to facilitate fund-raising for the university from private sources to enhance its mission in education, research, and public service.

\$500,000 payable over two years to support Partners for Fish & Wildlife, a public/private effort to improve habitat for fish and wildlife.

Green Building Alliance *Pittsburgh, Pennsylvania*

The alliance facilitates the cost-effective and integrated use of environmentally responsible and technologically appropriate site and building design, construction, and operation practices to create more livable places for all persons now and in the future.

\$100,000 to promote and support environmentally sensitive building practices within Allegheny County's new Human Services building.

The Horticultural Society of Western Pennsylvania *Pittsburgh, Pennsylvania*

The society's purpose is to develop the region's first comprehensive botanical garden to focus on displays of regional flora, horticultural and environmental education, and research into botanical issues of regional importance.

\$25,000 to support an economic impact study for the planned Botanic Garden of Western Pennsylvania.

Loyalhanna Watershed Association
Ligonier, Pennsylvania

The association's mission is to conserve, protect, preserve, and restore the water, land, and other resources of the Loyalhanna Creek Watershed in order to perpetuate and enhance the region's quality of life.

\$80,000 payable equally over two years to help implement a strategic plan.

Mountain Watershed Association
Melcroft, Pennsylvania

The Mountain Watershed Association is a volunteer group dedicated to preserving the Indian Creek Watershed.

\$70,000 payable over two years to support the Indian Creek Watershed Comprehensive Restoration Project.

National Audubon Society
Harrisburg, Pennsylvania

The National Audubon Society conserves and restores natural ecosystems, focusing on birds and other wildlife and their habitats, for the benefit of humanity and the earth's biological diversity.

\$250,000 to support ongoing research on deer management in Pennsylvania.

Oglebay Institute
Wheeling, West Virginia

Oglebay Park is part of the only self-sustaining public park system in the United States. It is also West Virginia's largest tourist attraction and one of the Wheeling area's largest employers.

\$250,000 to help purchase and preserve 200 acres of land that adjoins the park's northern boundary.

Pennsylvania State University
University Park, Pennsylvania

Penn State is a multicampus, public land-grant university that improves the lives of the people of Pennsylvania, the nation, and the world through integrated, high-quality programs in teaching, research, and service. Its instructional mission includes undergraduate, graduate, and continuing and distance education, and, as a land-grant university, it also holds a unique responsibility for outreach and public service to support the citizens of Pennsylvania.

\$100,000 toward research in liming of forest tracts in southwestern Pennsylvania for the purpose of enhancing reforestation.

Phipps Conservatory
Pittsburgh, Pennsylvania

Phipps Conservatory and Botanical Garden's mission is to promote awareness, enjoyment, and understanding of plants and their diverse interactions with mankind.

\$50,000 to support renovations in Mellon Park.

Pittsburgh Parks Conservancy
Pittsburgh, Pennsylvania

Pittsburgh Parks Conservancy is a joint initiative between a group of concerned citizens and the City of Pittsburgh dedicated to restoring and renewing the city's four largest parks—Frick, Highland, Schenley, and Riverview.

\$150,000 to support the conservancy's participation in the development and implementation of a plan for Schenley Park Plaza.

Regional Trail Corporation
Greensburg, Pennsylvania

The Allegheny Trail Alliance, working through the Regional Trail Corporation, is a coalition of seven trail-building organizations working to assure the construction, maintenance, and use of the Great Allegheny Passage. This is a 150-mile trail linking Cumberland, Maryland, to Pittsburgh, and represents the last incomplete part of a trail that will link Washington, D.C., to Pittsburgh.

\$300,000 to support the Allegheny Trail Alliance in developing components of the Great Allegheny Passage.

Riverlife Task Force
Pittsburgh, Pennsylvania

The Riverlife Task Force is committed to the creation and implementation of a bold vision for the development of Pittsburgh's unique waterfront.

\$50,000 to support planning for the Monongahela (Mon) Wharf area in downtown Pittsburgh.

CONSERVATION – REGIONAL

C O N T I N U E D

The Scott Conservancy *Pittsburgh, Pennsylvania*

The Scott Conservancy is dedicated to active pursuit of the appropriate use, preservation, and development of both the natural and man-made environment. Its goals include environmental protection, historic preservation, and the promotion of public appreciation and respect for the environment and for the interdependent relationship between human beings and nature.

\$10,000 to help purchase and preserve land in Scott Township for green space as well as for its historic significance.

Student Conservation Association *Charlestown, New Hampshire*

The mission of the Student Conservation Association (SCA) is to build the next generation of conservation leaders and inspire lifelong stewardship of our environment and communities by engaging young people in hands-on service to the land.

\$425,000 toward three years of support to provide the full range of SCA's programs in Pittsburgh, western Pennsylvania, Ohio, and West Virginia.

Western Pennsylvania Conservancy *Pittsburgh, Pennsylvania*

Western Pennsylvania Conservancy is a land conservation organization with a mission to conserve water, land, and life through the permanent protection of some of the region's rural and urban places with exceptional scientific, recreational, or scenic value.

\$920,000 to help the Pennsylvania Department of Conservation and Natural Resources acquire and protect a parcel of shoreline property in Erie County.

\$150,000 to continue riparian buffer projects and the Ligonier Valley Easement Project.

\$10,000 to support summer plantings in downtown Pittsburgh.

CONSERVATION – OTHER

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American Farmland Trust *Washington, District of Columbia*

American Farmland Trust works to stop the loss of productive farmland and to promote farming practices that lead to a healthy environment.

\$20,000 toward operating support.

Andrus Center for Public Policy *Boise, Idaho*

The Andrus Center is dedicated to independent, nonpartisan research, analysis, discussion, education, and policy formation on critical issues confronting Idaho and the western United States. Its mission is to explore energy, natural resource development and conservation, education, economic development, and other significant public policy issues.

\$10,000 toward a conference on the impact of national media coverage on environmental policy issues in the West.

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.

\$2,100,000 toward the purchase and conservation of 9,245 acres in the Brush Valley Watershed, in partnership with the Pennsylvania Department of Conservation and Natural Resources.

\$1,800,000 toward the purchase and conservation of land in the Cheat Canyon in West Virginia.

Izaak Walton League of America *Gaithersburg, Maryland*

Founded in 1922, the Izaak Walton League is a national conservation organization addressing a broad range of issues promoting the conservation, maintenance, protection, and restoration of our nation's wildlife and natural resources.

\$100,000 to support a communications plan.

The Ocean Conservancy *Washington, District of Columbia*

The Ocean Conservancy uses a science-based approach to address public education and involvement in ocean conservation activities. It orchestrates large coastal cleanups and address the protection and restoration of marine fish populations and vulnerable ecosystems.

\$50,000 to help develop educational materials and training for regional coordinators.

The Peregrine Fund, Inc. *Boise, Idaho*

The Peregrine Fund works worldwide to conserve wild populations of birds of prey, recognizing that raptors can function as monitors of environmental health and that their conservation can create an umbrella of protection for life's diversity.

\$35,000 toward documenting and publishing the story of peregrine falcon restoration in North America.

Rocky Mountain Elk Foundation *Weedville, Pennsylvania*

The foundation's mission is to ensure the future of elk, other wildlife, and their habitat. The organization is committed to conserving, restoring, and enhancing natural habitats; promoting the sound management of wild, free-ranging elk, which may be hunted or otherwise enjoyed; fostering cooperation among federal, state, and private organizations and individuals in wildlife management and habitat conservation; and educating members and the public about habitat conservation, the value of hunting, hunting ethics, and wildlife management.

\$350,000 to help purchase a tract of land to be conveyed to the Pennsylvania Department of Conservation and Natural Resources.

American Land Conservation Program	\$ 3,700,529
Regional Conservation	4,965,000
Other Conservation	4,465,000
<hr/>	<hr/>
Total Conservation	\$13,130,529

EDUCATION

Berea College *Berea, Kentucky*

Berea College provides liberal arts education to students primarily from the Appalachian region, all of whom have great promise but limited economic resources.

\$110,500 to support scholarships for students from southwestern Pennsylvania.

Carnegie Mellon University *Pittsburgh, Pennsylvania*

Power4Kids Initiative is a study on the quality of remedial reading programs designed to build a knowledge base on reading interventions. The Center for Cognitive Brain Imaging at Carnegie Mellon University is one of two places in the United States capable of providing an imaging component to the development of effective reading intervention programs.

\$625,000 to support the neurological component of Power4Kids.

Catholic Diocese of Pittsburgh *Pittsburgh, Pennsylvania*

The Diocese of Pittsburgh comprises six counties in the southwestern part of Pennsylvania with 215 parishes. While it now has a wide variety of church activities including health, education, and social services, they are all directed at manifesting God's kingdom among us.

\$250,000 toward two years of support to develop an evaluation system for 99 elementary schools.

Chatham College *Pittsburgh, Pennsylvania*

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

\$4,000,000 to support a capital campaign for a new athletic and fitness center.

Christ The Divine Teacher School *Latrobe, Pennsylvania*

Christ The Divine Teacher School, a Catholic educational facility located in the heart of Latrobe, serves students from preschool through grade eight. The curriculum emphasizes academics and technology in the context of strong Christian values.

\$100,000 to help renovate a science lab and fine arts space.

Community College of Allegheny County Educational Foundation *Pittsburgh, Pennsylvania*

The Community College of Allegheny County's (CCAC) mission is to provide quality, accessible higher education for all residents of Allegheny County who seek it. The Educational Foundation is the fund-raising arm for CCAC and, as such, focuses its efforts on ensuring the college's mission.

\$25,000 to support a national search and relocation for a new college president.

Derry Area School District Foundation *Derry, Pennsylvania*

Derry Area School District is a public school system within Westmoreland County serving kindergarten through 12th grade. It seeks to develop responsible citizens and lifelong learners by providing knowledge and skills in a partnership of home, school, and community.

\$200,000 to support the district's early childhood literacy partnership with Indiana University of Pennsylvania.

Duquesne University of the Holy Ghost City Music Center *Pittsburgh, Pennsylvania*

The City Music Center operates in the great tradition of the American community music schools, welcoming students of all ages from across the region to study music and take lessons with some of the region's finest music teachers.

\$75,000 to help the center meet a scholarship endowment challenge grant.

EDSYS, Inc. *Pittsburgh, Pennsylvania*

Education Delivery Systems (EDSYS) was formed in 2000 to launch the new City Charter High School. The school's mission is to graduate young adults who are prepared academically, technically, personally, and socially to participate and succeed in post-secondary education and/or employment in technology-related fields.

\$325,000 to support City Charter High School.

**Family Medicine
Education Consortium**
Pittsburgh, Pennsylvania

The Society of Teachers of Family Medicine is the professional organization of academic family practice faculty whose membership includes family physicians, social workers, behavioral scientists, nurses and nurse practitioners, and medical education specialists.

\$5,000 to provide scholarships for University of Pittsburgh medical students to attend the Northeast Region meeting of the Society of Teachers of Family Medicine.

Greater Latrobe School District
Latrobe, Pennsylvania

The Center for Student Creativity complements a major renovation of the senior high school. The center provides a physical space to facilitate the integration of arts programming with other disciplines, as well as areas for exhibits, theatrical productions, concerts, production of arts and crafts, and social gatherings.

\$150,000 to support the position of Center Coordinator for the Center for Student Creativity.

The Heartwood Institute
Pittsburgh, Pennsylvania

Established in 1990, Heartwood is a research-based, ethics education program that uses profound and enduring literature and proven teaching methods to build strong character in children. Age-appropriate program materials promote the understanding and practice of seven universal attributes: Courage, Loyalty, Justice, Respect, Hope, Honesty, and Love.

\$175,000 payable over three years to implement a marketing plan.

Holy Trinity Catholic Church
Ligonier, Pennsylvania

Holy Trinity Parish is Ligonier Valley's Catholic Church, which provides worship services and elementary school education to local families.

\$400,000 to assist Holy Trinity Parish expand and renovate its elementary school.

Independent Sector
Washington, District of Columbia

Independent Sector is a membership organization whose mission is to promote, strengthen, and advance the nonprofit and philanthropic community to foster private initiative for the public good.

\$12,200 toward operating support.

Lahey Clinic Foundation
Burlington, Maine

Lahey Clinic, as one of the world's premier health care organizations, strives to provide superior health care leading to the best possible outcome for every patient, exceed each day patients' high expectations for service, and advance medicine through research and the education of tomorrow's health care leaders.

\$1,000,000 toward an endowment to support fellowships in urology research.

Mon Valley Education Consortium
McKeesport, Pennsylvania

The consortium is a unique third-party convener, broker, and catalyst dedicated to making a difference in the lives of all children and their communities. Established in 1987 as a local education fund, the consortium works in three areas: school improvement and student achievement, public engagement, and leadership/governance.

\$300,000 payable over two years to support The Future is Mine, a student leadership initiative supporting career and technical education.

EDUCATION

CONTINUED

The Neighborhood Academy *Pittsburgh, Pennsylvania*

The Neighborhood Academy is a nonsectarian, faith-based, independent community school that will serve inner-city students in grades eight through 12. Fundamental to its mission is the belief that all children can learn.

\$200,000 payable over two years toward scholarship support.

Our Lady of the Sacred Heart High School *Coraopolis, Pennsylvania*

This is a Catholic, four-year, coeducational school owned and operated by the Felician Sisters. Its comprehensive curriculum is representative of its mission to help each student build a solid foundation of intellectual achievement and personal growth in faith development.

\$75,000 toward a capital campaign to renovate and upgrade the high school utilizing sustainable building practices.

The Pittsburgh Foundation *Pittsburgh, Pennsylvania*

The Pittsburgh Foundation serves as the host site for the Mayor's Commission on Public Education. The commission consists of 38 members, representing a broad cross section of the community, charged with confronting the issues and problems facing the Pittsburgh Public Schools and presenting its conclusions and recommendations.

\$100,000 to support the Mayor's Commission on Public Education.

Pittsburgh Mercy Foundation *Pittsburgh, Pennsylvania*

The Congregational Nurse Program is part of an interfaith community partnership dedicated to reclaiming and reaffirming the faith communities' role in ministering to the whole person: body, mind, and spirit. The program reaches out to some of the neediest citizens of Pittsburgh (Hill District, South Side Hilltops, North Side) by developing relationships with local parishes interested in having a nurse visit their parishioners.

\$5,000 to offer Congregational/Parish Nurse training to 20 to 22 nurses who desire to work within churches, synagogues, and parishes within western Pennsylvania.

Pittsburgh Voyager *Pittsburgh, Pennsylvania*

Pittsburgh Voyager is a river-based learning program whose mission is to improve science, mathematics, and environmental education, and to hone critical-thinking skills by providing opportunities for students to put classroom theory into practical application.

\$400,000 to help purchase a replacement boat and implement a long-term sustainability plan.

Point Park College *Pittsburgh, Pennsylvania*

The mission of Point Park College is to deliver, through innovative and traditional programs, an education that will enrich the lives and enhance the careers of Point Park College graduates.

\$500,000 toward a capital campaign for facility renovations.

Propel Schools *Pittsburgh, Pennsylvania*

Propel is a not-for-profit school organization founded to bring new, high-performance schooling options to western Pennsylvania families. Propel operates its schools as a regional federation, a new kind of nongeographic district, that blends the most effective elements of current school district governance with the innovative potential and entrepreneurial spirit of small, independent schools.

\$500,000 toward acquisition, renovation, and construction of the former St. Mary's School in Homestead.

Sacred Heart Elementary School *Pittsburgh, Pennsylvania*

Established in 1873, the school provides an academically enriched program for students in kindergarten through eighth grade. It operates on the belief that the primary purpose of Catholic education is the formation of intellect with the sound foundation in Catholic faith, and with academic experience based on sound educational principles consistent with the developmental stages of each student.

\$70,000 to help establish a resource room for students with disabilities.

Seton Hill University
Greensburg, Pennsylvania

Formerly a women's college, Seton Hill is now a coeducational university whose objectives are to ensure the soundness and distinctiveness of a Seton Hill education in the broadest sense for all students, and the visibility, influence, and presence of Seton Hill in western Pennsylvania.

\$1,500,000 to support a capital campaign for a new athletic facility and student center.

University of Pittsburgh
Institute of Politics
Pittsburgh, Pennsylvania

The Institute of Politics provides elected officials, university academics and administrators, community, civic and business executives, and foundation leaders with a setting in which to freely examine and discuss difficult policy issues with each other and with experts.

\$25,000 toward operating and program support for the Institute of Politics.

University of Pittsburgh
School of Medicine
Pittsburgh, Pennsylvania

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

\$56,000 toward scholarship support for African-American students from southwestern Pennsylvania.

University of Pittsburgh
School of Medicine
Pittsburgh, Pennsylvania

Each year since 1914, the Mellon Lecture Program has enabled the School of Medicine to invite eminent investigators and clinicians in the medical sciences to share their knowledge with their peers in Pittsburgh.

\$10,000 to support the 2003 Mellon Lecture Program.

World Affairs Council
Pittsburgh, Pennsylvania

World Affairs Council of Pittsburgh is a nonprofit, nonpartisan organization dedicated to promoting greater understanding of important international issues throughout the community and especially within the region's secondary schools. The council adopted a program through World Learning, Inc. that provides summer education travel overseas for high school students.

\$20,000 to support global educational travel opportunities for Pittsburgh area high school students.

FAMILIES, YOUTH, CHILD DEVELOPMENT, AND OTHER HUMAN SERVICES PROGRAMS

Allegheny Youth Development *Pittsburgh, Pennsylvania*

Allegheny Youth Development serves approximately 50 boys in grades six through twelve on Pittsburgh's North Side by educating, equipping, and empowering them to reach their God-given educational, spiritual, social, and physical potential.

\$50,000 to support program expansion and to help purchase a van.

Bethlehem Haven *Pittsburgh, Pennsylvania*

Founded in 1981, Bethlehem Haven provides emergency shelter and residential recovery programs for homeless women, and leads a collaborative community effort to reduce homelessness among both men and women in the Greater Pittsburgh area by addressing their medical, psychiatric, education, legal, and social needs.

\$45,000 toward a three-year project to upgrade technology.

Bethlen Home of the Hungarian Reformed Federation of America *Ligonier, Pennsylvania*

Bethlen Home is a skilled nursing facility that serves Ligonier and surrounding communities.

\$250,000 toward a capital campaign for a new nursing facility.

Bobwhite Brigade *San Angelo, Texas*

The brigade's mission is to empower high school students with the necessary skills and knowledge in wildlife and habitat conservation, land stewardship, team building, communication, and leadership to become ambassadors for conservation in order to ensure a sustained wildlife legacy for future generations.

\$222,000 payable over three years to expand a summer youth camp promoting environmental education and leadership.

Boys & Girls Clubs of Western Pennsylvania *Pittsburgh, Pennsylvania*

The organization is dedicated to enhancing the quality of life for youth, with particular emphasis on members who live in urban communities of highly diverse cultures. Its goal is to provide every child with the essential tools needed for a successful and bright future.

\$300,000 to help advance a youth entrepreneurial training program.

Boy Scouts of America Greater Pittsburgh Council *Pittsburgh, Pennsylvania*

The Boy Scouts of America is the nation's foremost youth program of character development and values-based leadership training. It prepares young people to make ethical choices over their lifetimes by instilling in them the values of the Scout Oath of Law.

\$500,000 to help renovate and expand the Camp Twin Echo facility.

Bradford Child Care Services *McKees Rocks, Pennsylvania*

Bradford Child Care Services operates 18 Tender Care Learning Centers in the Pittsburgh, Pennsylvania, metro area and 12 Apple Tree Children's Centers in central Iowa and Connecticut. Its mission is to provide center-based, developmental child care services that favorably differentiate its centers from other providers.

\$23,000 to help the Pittsburgh area centers achieve accreditation by the National Association for the Education of Young Children.

Brother's Brother Foundation *Pittsburgh, Pennsylvania*

The mission of Brother's Brother Foundation, established in 1958, is to promote international health and education through the efficient and effective distribution and provision of donated medical, educational, agricultural, and other resources. All of the organization's programs are designed to fulfill its mission by connecting people's resources with people's needs.

\$10,000 toward general support.

Carnegie Mellon University *Pittsburgh, Pennsylvania*

The Role Models Program was established in 1991 at Carnegie Mellon University to promote higher education and offer choices for a better life to children of Pittsburgh's Hill District.

\$115,000 payable over three years to support an assistant staff position for The Role Models Program.

Christian Camps of Pittsburgh, Inc.
Boswell, Pennsylvania

Christian Camps of Pittsburgh was formed to operate such Christian camps as Summer's Best Two Weeks, which is located in the Laurel Highlands of southwestern Pennsylvania.

\$250,000 toward a new facility to increase camp capacity.

Coal Country Hangout
Northern Cambria, Pennsylvania

Coal Country Hangout is a youth center in northern Cambria County, where economic conditions have deteriorated with the collapse of the mining industry.

\$75,000 toward two years of operating support for a youth center.

Community Action Southwest
Washington, Pennsylvania

Established in 1965, Community Action Southwest serves as a catalyst to mobilize the resources of the entire community to enable low-income families and individuals in both Washington and Greene Counties to attain skills, knowledge, motivation, and opportunities to become self-sufficient.

\$50,000 to help renovate the Greene County Family Center.

CONTACT Pittsburgh
Pittsburgh, Pennsylvania

Founded in 1971, CONTACT Pittsburgh is a volunteer-based organization that offers immediate emotional support by telephone volunteers trained to help people of all ages who may be suicidal, in emotional distress, or in need of reassurance, information, or referral services.

\$50,000 to help offset revenue losses and for transitional operating support.

Corner Cupboard Food Bank
Waynesburg, Pennsylvania

Corner Cupboard administers food grant programs, solicits and distributes food through a countywide network of food pantries in Greene County, and educates the public about the nature and solutions to the problems of hunger.

\$35,000 to help purchase a new walk-in freezer to allow storage of perishable foods.

Council on Finance and Administration
United Methodist Church
Stoystown, Pennsylvania

Camp Allegheny is a Christian camp and retreat center, and an extension ministry of the Western Pennsylvania Conference of the United Methodist Church. In addition to an extensive summer camping program, Camp Allegheny offers year-round facilities for children, youth, and adults, as well as an after-school program for area students.

\$100,000 toward a capital campaign for Camp Allegheny to construct a sports center and kitchen/dining center.

The Doorway Inc.
Pittsburgh, Pennsylvania

The Doorway is an interdenominational, Christian ministry whose mission is fourfold: prevention of drug and alcohol abuse, education and communication concerning the danger of drugs, crisis intervention with addicts, and recovery programs transforming addictive behaviors into healthy lifestyles. It also offers after-school homework assistance and recreation.

\$40,000 to purchase and integrate a multipurpose computer network.

East End Cooperative Ministry
Pittsburgh, Pennsylvania

The mission of East End Cooperative Ministry is to join together as a racially and culturally diverse people of faith to build a loving, healthy, and economically vital community in the East End of Pittsburgh.

\$500,000 payable over two years toward program support.

Family Hospice
Pittsburgh, Pennsylvania

Family Hospice & Palliative Care exists to enhance the quality of life for terminally ill patients and their families by providing palliative and supportive care, primarily in the home.

\$30,000 toward operating support for a new pediatric palliative care program.

FAMILIES, YOUTH, CHILD DEVELOPMENT, AND OTHER HUMAN SERVICES PROGRAMS

CONTINUED

Family Resources

Pittsburgh, Pennsylvania

Family Resources is a private, non-profit organization whose mission is to prevent and treat child abuse by strengthening families and neighborhoods.

\$150,000 to help upgrade and enhance the information technology system.

Glade Run Foundation

Zelienople, Pennsylvania

Glade Run Foundation is the fund-raising arm for Glade Run Lutheran Services, a social service organization that serves at-risk children, youth, and families with a broad continuum of services including both residential and community-based programs, educational programs, and specialty services.

\$50,000 toward a new residential treatment facility, payable as a matching grant to help generate new individual support.

Greater Pittsburgh Literacy Council

Pittsburgh, Pennsylvania

The council ensures that adults and families acquire reading, writing, math, English language, workforce skills, and computer skills so they may reach their fullest potential in life and participate productively in their community. The agency provides both direct instruction to learners as well as leadership and resources to other agencies to maximize the effectiveness of all people who address these goals.

\$300,000 toward the 20th Century Anniversary Campaign for program expansion and enhancement.

Holy Family Foundation

Pittsburgh, Pennsylvania

The Holy Family Foundation was formed in 1992 to support the public charitable works and educational purposes of Holy Family Institute. Holy Family Institute serves thousands of children and families over 15 program sites through education services, counseling, residential treatment, and multiple levels of community programming.

\$236,600 toward two years of support to develop a school-based training model for Bellefonds Therapy.

Legal Aid Society of Pittsburgh d.b.a. KidsVoice

Pittsburgh, Pennsylvania

KidsVoice is dedicated to providing quality legal representation and advocacy assistance to children who are abused, neglected, or otherwise at risk.

\$500,000 toward three years of support for program expansion.

Ligonier Valley YMCA

Ligonier, Pennsylvania

The YMCA's mission is to provide opportunities to all individuals, youth, adults, and families in the community by putting Christian values and principles into practice through facilities, programs, and activities that build healthy spirit, mind, and body.

\$15,000 to help purchase gymnastic equipment for a youth program.

The Midwife Center for Birth and Women's Health

Pittsburgh, Pennsylvania

The Midwife Center's mission is to provide safe and satisfying care that is personalized and consumer-driven. Since 1982, it has provided health care to thousands of women and assisted in the successful delivery of almost 2,500 babies.

\$50,000 toward a capital campaign to secure, renovate, and start up a new birth center.

One to One The Mentoring Partnership of Southwestern PA

Pittsburgh, Pennsylvania

The partnership's mission is to promote and support quality mentoring and economic self-sufficiency opportunities on an unprecedented scale for youth.

\$300,000 toward three years of operating support to help develop and implement a fund-raising plan.

Pennsylvanians for Responsible Use of Animals

Mechanicsburg, Pennsylvania

Pennsylvanians for Responsible Use of Animals operates Hunters Sharing the Harvest, a venison donation program that has been channeling donated venison to local food banks and soup kitchens since 1991.

\$24,000 to support Hunters Sharing the Harvest.

**Pittsburgh Baptist Association
Rankin Christian Center**

Rankin, Pennsylvania

Established in 1904, the Rankin Christian Center has evolved from its original settlement house tradition into a community center that annually serves over 8,000 children, youth, families, and seniors through a wide variety of programs comprising family services, education and social development, and health services.

\$350,000 toward a capital campaign to expand the Rankin Christian Center.

The Pittsburgh Project

Pittsburgh, Pennsylvania

Founded in 1985, The Pittsburgh Project is an urban, neighborhood-based Christian community development ministry that seeks to restore the city by developing the local community, rejuvenating its residents, developing leaders for its future, and serving the poor.

\$750,000 toward a capital campaign for building renovations and expansion.

Program for Female Offenders

Pittsburgh, Pennsylvania

The program's mission is to provide supportive services for offenders to give them a second chance and to give their children a first chance. Its goals are to promote reintegration of offenders into society while reducing recidivism, along with criminal justice programs to increase community awareness, and programs for the children of offenders in order to deter intergenerational crime.

\$100,000 toward two-year support to enhance the Adult Basic Education Project.

Sacred Heart School

Youngstown, Pennsylvania

The mission of Sacred Heart School is to educate children to become responsible, Christian adults who will make a positive contribution to the society in which they will live.

\$50,000 to construct a playground and recreational site.

Sarah Heinz House

Pittsburgh, Pennsylvania

The mission of Sarah Heinz House is to provide comprehensive youth services to the community through recreation and social programs, with a focus on leadership development.

\$250,000 to support the Building Character Capital Campaign for expansion and renovations.

Sojourner House

Pittsburgh, Pennsylvania

Sojourner House is a highly structured, faith-based residential rehabilitation center for mothers, and their children up to age 12, designed to help break the intergenerational cycle of addiction. Since opening in 1991, it has served more than 1,000 women and their children.

\$200,000 to help develop MOMS Program that will provide permanent supported housing for women and children.

**Spectrum Family Network
Foundation**

Pittsburgh, Pennsylvania

Spectrum Family Network is committed to being a leading provider of therapeutic community and family-based services for children and their families.

\$300,000 toward two-year support to implement a technology plan designed to coordinate services among 10 offices and 300 staff.

Tides Center/Western Pennsylvania

Pittsburgh, Pennsylvania

Tides Center offers unique opportunities for emerging and existing charitable activities by providing a solid infrastructure for groups working to promote progressive social change. It provides fiscal sponsorship along with financial services, human resources, and administrative support to innovative projects in western Pennsylvania, Ohio, and West Virginia.

\$200,000 toward operating support for YouthPlaces.

FAMILIES, YOUTH, CHILD DEVELOPMENT, AND OTHER HUMAN SERVICES PROGRAMS

C O N T I N U E D

United Way of Allegheny County Pittsburgh, Pennsylvania

United Way's mission is to serve as a catalyst to measurably improve the quality of life by mobilizing all citizens to contribute the human and financial resources needed to nurture children and youth, strengthen families, support older people, promote health and wellness, and increase self-sufficiency.

\$550,000 toward unrestricted support.

\$500,000 to support the annual campaign.

Urban Impact Foundation Pittsburgh, Pennsylvania

Urban Impact Foundation is an outgrowth of the Allegheny Center Alliance Church on Pittsburgh's North Side. It serves young people from elementary through high school by providing a variety of after-school and summer day camp programs, based on a mission of fostering Christian community development by bringing help, hope, and healing to the North Side community.

\$50,000 toward program support.

The Woodlands Foundation Wexford, Pennsylvania

The Woodlands Foundation is dedicated to enriching the lives of children and adults with disabilities and chronic illness in western Pennsylvania. It accomplishes this mission both through partnerships with regional organizations that serve the disabled and through its own programs designed to strengthen and support individuals and groups and promote their socialization, recreation, environment, culture, and spirituality.

\$100,000 toward three years of core operating support.

Young Men's Christian Association of Armstrong County Kittanning, Pennsylvania

Established 47 years ago, the YMCA puts Christian principles into practice through programs that build healthy spirit, mind, and body for all.

\$75,000 toward debt retirement to allow for program enhancements, partially payable as a challenge grant.

Young Men's Christian Association of McKeesport McKeesport, Pennsylvania

The YMCA's Youth Guidance, Development and Teen LEAD programs provide a series of after-school and other development programs for underprivileged youth in McKeesport. Its goals are to nurture a values system that produces appropriate behaviors and attitudes and to help build community in an economically depressed area.

\$225,000 payable over three years to support youth programs.

YouthWorks Pittsburgh, Pennsylvania

YouthWorks is a communitywide, multi-institutional, and year-round effort that provides preemployment training and job opportunities for youth.

\$275,000 toward operating support.

Total Families, Youth, Child Development,
and Other Human Services Programs

\$8,245,600

REGIONAL ECONOMIC DEVELOPMENT

Allegheny Conference on Community Development *Pittsburgh, Pennsylvania*

The conference is a private, nonprofit organization with the unique ability to convene corporate, government, and community leaders to frame, discuss, and implement civic initiatives in southwestern Pennsylvania.

\$2,019,000 to support the *War That Made America* film project.

\$300,000 toward three-year support for Workforce Connections, an initiative to address workforce availability and quality.

\$390,000 toward operating support for the 3 Rivers: One Future Program.

\$200,000 toward operating support for the War for Empire project.

\$75,000 to support the conference's initiative to revitalize Oakland.

Braddock's Field Historical Society *Braddock, Pennsylvania*

The society provides services to children and adults through its library facility in Braddock. It also houses memorabilia and historic relics from the French and Indian War.

\$150,000 to help purchase and preserve historic French and Indian War sites and develop a related visitors' center.

Brownsville Area Revitalization Corporation *Brownsville, Pennsylvania*

The corporation's main goal is to provide economic growth and stability in the community. It recognizes the contributions of individuals as its most important asset and encourages the contributions of individual citizens for the benefit of the greater Brownsville area.

\$40,000 to match public funds for the renovation and reuse of the Taylor Building.

Carnegie Institute *Pittsburgh, Pennsylvania*

Established in 1895 by Andrew Carnegie, Carnegie Museums of Pittsburgh is a collection of four distinctive museums: Carnegie Museum of Art, Carnegie Museum of Natural History, Carnegie Science Center, and The Andy Warhol Museum. In 2003, the museums reached 1.5 million people through exhibitions, educational programs, outreach activities, and special events.

\$300,000 toward short-term special support for the Carnegie Museum of Natural History.

Carnegie Mellon University *Pittsburgh, Pennsylvania*

Carnegie Mellon University is a private educational and research institution that builds on its tradition of innovation and transcends disciplinary boundaries to meet the changing needs of society.

\$600,000 payable over two years to support the Sustainable Computing Consortium, an effort to assess risk and develop standards in the software development arena.

\$200,000 to support Innovation Exchange, a new approach to stimulating innovation across the campus and facilitating its transfer beyond the campus.

The Community Foundation of Fayette County *Uniontown, Pennsylvania*

The foundation's mission is to promote philanthropy and community improvement by attracting, managing, and distributing charitable resources.

\$200,000 toward the endowment fund.

REGIONAL ECONOMIC DEVELOPMENT

C O N T I N U E D

Community Loan Fund of Southwestern Pennsylvania *Pittsburgh, Pennsylvania*

The fund is a community development financial institution serving communities in the nine counties (including Beaver County) of southwestern Pennsylvania. Its mission is to increase employment and expand economic opportunity by investing in companies with a strong entrepreneurial management team, increasing access to quality jobs through investments in training, education, and skill development organizations, and providing early funding to promising entrepreneurs.

\$5,000 toward a study of nonprofit-owned real estate.

Community Theater Project Corporation Kelly-Strayhorn Performing Arts Center *Pittsburgh, Pennsylvania*

The refurbished Kelly-Strayhorn Theater in the East Liberty section of Pittsburgh offers an affordable, state-of-the-art venue to encourage diverse artistic, cultural, and educational activities that will enrich the community as well as the lives of individuals.

\$120,000 toward three years of operating support to enable small arts groups and community groups affordable use of this performance venue.

The Downtown Management Organization *Pittsburgh, Pennsylvania*

The mission of the organization, more commonly known as the Pittsburgh Downtown Partnership, is to foster a clean, safe, accessible, and vibrant downtown through a wide range of strategies.

\$350,000 to promote downtown housing and for general operating expenses.

Fay-Penn Economic Development Council *Uniontown, Pennsylvania*

The Fay-Penn Economic Development Council was formed to assist in the economic revitalization efforts of Fayette County, primarily to maintain and increase employment opportunities through a united effort supported by public and private resources.

\$10,000 to support the Tourism Channel television project designed to promote regional tourism.

Fort Ligonier Association *Ligonier, Pennsylvania*

The Fort Ligonier Association is chartered to collect, preserve, research, exhibit, interpret, and advocate the history and material culture of the 1758-1766 British-American fort and settlement.

\$1,500,000 toward a capital campaign for museum renovations.

The Frick Art & Historical Center *Pittsburgh, Pennsylvania*

The center combines in one place a 19th-century historic house and a museum of fine art. The five-acre complex also includes a glass greenhouse, car and carriage museum, visitors' center, and an award-winning café.

\$50,000 to support an exhibition of 19th- and 20th-century French paintings.

Greater Pittsburgh Charitable Trust *Pittsburgh, Pennsylvania*

The Greater Pittsburgh Chamber of Commerce administers the Greater Pittsburgh Charitable Trust. The trust was established March 22, 1976, for the purpose of performing charitable, scientific, literary, and educational activities designed to lessen the burdens of governments in Allegheny County.

\$150,000 to support the opening celebration for the new David L. Lawrence Convention Center, specifically the Sunday events for children and families.

Greater Pittsburgh Convention & Visitors Bureau *Pittsburgh, Pennsylvania*

The function of the Office of Cultural Tourism, an office of the Greater Pittsburgh Convention & Visitors Bureau, is to create and market targeted cultural tours and to lead the integration of other cultural marketing efforts.

\$260,000 toward staff salaries for the Office of Cultural Tourism for 2003/2004.

**Greater Pittsburgh Office
of Promotion
Pittsburgh Film Office
Pittsburgh, Pennsylvania**

The mission of the Pittsburgh Film Office is to market the greater south-western Pennsylvania region to the film and television industry.

\$100,000 toward transitional operating support.

**Greene County Industrial
Development Authority
Waynesburg, Pennsylvania**

The authority's mission is to develop and maintain an environment that creates and retains jobs, improves the quality of life, and establishes a positive image and business climate.

\$500,000 toward two years of support for newly established child care centers and after-school tutoring programs in Greene County.

**Johnstown Area
Heritage Association
Johnstown, Pennsylvania**

The Johnstown Area Heritage Association preserves the history of the area through the operation of the Heritage Discovery Center, the Johnstown Flood Museum, the FolkFest, and the Wagner-Ritter House Museum.

\$125,000 toward construction of a visitors' center.

**Laurel Youth Ballet
Performing Company
Greensburg, Pennsylvania**

The company is dedicated to providing artistic excellence to the audiences and performers of Westmoreland County. By importing professional dancers from around the world, the company provides both artistically enriching experiences for the community as well as educational opportunity for aspiring local dancers.

\$10,000 to expand programming through a spring production.

**Ligonier Borough
Ligonier, Pennsylvania**

Ligonier Borough is the scenic, tourism center of Ligonier Valley and is blessed with four parks.

\$32,000 toward two years of maintenance costs for Ligonier Borough's parks.

**Lincoln Highway Heritage Corridor
Ligonier, Pennsylvania**

The mission of the nonprofit Lincoln Highway Heritage Corridor is to identify, conserve, promote, and interpret the cultural, historical, natural, recreational, and economic resources along the historic Lincoln Highway in Pennsylvania's Westmoreland, Somerset, Bedford, Fulton, Franklin, and Adams Counties.

\$150,000 to help purchase a new office site.

**The Mendelssohn Choir
of Pittsburgh
Pittsburgh, Pennsylvania**

The Mendelssohn Choir presents choral music at a professional level to the community for the education and enjoyment of its members and audiences.

\$10,000 to support the choir's April 2003 concert at Heinz Hall.

**The Mon Valley Initiative
Homestead, Pennsylvania**

The mission of the Mon Valley Initiative is to promote a collaborative approach toward uniting the Mon Valley communities and restoring its economic vitality.

\$450,000 to support the Workforce Development Program.

**Neighborhood Funders Group
Pittsburgh, Pennsylvania**

The Neighborhood Funders Group (NFG) is an affinity membership group of the Council on Foundations and is an effective vehicle for grant-makers to explore issues and strategies, to develop new partnerships, and to expand sources of support for neighborhood development.

\$10,000 to help underwrite the 2003 annual conference in Pittsburgh.

REGIONAL ECONOMIC DEVELOPMENT

C O N T I N U E D

New Florence Community Library *New Florence, Pennsylvania*

The library's mission is to fill the informational, recreational, educational, and cultural needs of the community with a well-organized collection of materials and services in an accessible, functional, and attractive setting.

\$60,000 toward three years of support for a professional librarian.

OPERA America *Washington, District of Columbia*

OPERA America's mission is to promote opera as exciting and accessible to individuals from all walks of life and provide a variety of informational, technical, and administrative resources to the greater opera community. OPERA America is coordinating the first National Performing Arts Convention to be held in Pittsburgh in June 2004.

\$250,000 toward costs associated with the first National Performing Arts Convention.

Pennsylvania Economy League, Western Division *Harrisburg, Pennsylvania*

The Pennsylvania Economy League conducts research on and for governmental agencies in order to achieve increased efficiencies and economies in state and local government.

\$150,000 toward the first year of a multiyear external evaluation of the Pittsburgh Life Sciences Greenhouse, a collaborative initiative that invests in and supports the growth of regional life sciences companies.

Pennsylvania Trolley Museum *Washington, Pennsylvania*

The museum's mission is to communicate the rich history of Pennsylvania's trolley era to a diverse audience through the preservation, interpretation, and use of its collection of electric railway and railroad equipment, associated artifacts, and photo/document archives. In doing so, it strives to ensure that visitors have an enjoyable, rewarding, and educational experience.

\$100,000 to help complete construction of the Trolley Display Building.

Pittsburgh Filmmakers *Pittsburgh, Pennsylvania*

Founded in 1971, Pittsburgh Filmmakers is one of the nation's leading and most respected media arts centers, offering one of the country's most complete professional training programs in media and photographic arts.

\$25,000 toward consulting fees to explore a potential merger with the Pittsburgh Film Office.

The Pittsburgh Foundation *Pittsburgh, Pennsylvania*

The Ligonier Valley Endowment was established to support numerous civic, educational, environmental, and community activities that improve the quality of life for Ligonier Valley residents.

\$500,000 to provide a challenge grant in support of the capital campaign for the Ligonier Valley Endowment.

Pittsburgh Gateways Corporation *Pittsburgh, Pennsylvania*

Pittsburgh Gateways Corporation has a core mission of forging the research strengths of regional universities into local business start-ups and expansion activity.

\$100,000 to support the establishment of a Center for Defense Robotics.

Pittsburgh Opera *Pittsburgh, Pennsylvania*

Founded in 1939, the Pittsburgh Opera strives to enrich the quality of life in Pittsburgh and the tristate area with high-quality productions accessible to a diverse audience. It also provides educational opportunities to develop young students into tomorrow's artists.

\$250,000 toward a special one-year grant for operating support.

Pittsburgh Partnership for Neighborhood Development *Pittsburgh, Pennsylvania*

The partnership is an intermediary that supports community development in Pittsburgh. Its goals are to increase both the quality of life and the number of self-sustaining households in distressed communities.

\$500,000 toward annual operating support.

Pittsburgh Public Theater
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 education and outreach, and operating in a fiscally responsible manner.

\$150,000 toward a special one-year grant for operating support.

Pittsburgh Regional Alliance
Pittsburgh, Pennsylvania

The alliance is part of a joint venture including the Allegheny Conference, Greater Pittsburgh Chamber of Commerce, and Pennsylvania Economy League/Western Division that focuses on a seamless economic development delivery system for southwestern Pennsylvania.

\$100,000 payable over two years to support iPort, a new economic development initiative to entice entrepreneurs and businesses from India to open Pittsburgh operations.

Pittsburgh Symphony Society
Pittsburgh, Pennsylvania

The mission of the Pittsburgh Symphony Orchestra is to provide musical experiences at the highest level of expression to enrich the community and satisfy the needs and preferences of its audiences.

\$300,000 toward two years to help implement a stabilization and revitalization plan.

\$250,000 to provide a special one-year grant for operating support.

The Pittsburgh Cultural Trust
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.

\$3,000,000 toward capital support for the Cultural District.

\$300,000 to support and expand the Shared Services Initiative, a best practices model linking the arts and cultural organizations housed in the Cultural District.

\$20,000 to support First Night 2004, a celebration of the New Year's Eve through the arts.

\$10,000 to support a new audience development initiative.

Pittsburgh Urban Magnet Project
Pittsburgh, Pennsylvania

Pittsburgh Urban Magnet Project (PUMP) is an organization that provides a forum for issues affecting young and young-thinking people in Pittsburgh. Through communication, education, and advocacy, PUMP works to make the region a more dynamic and engaging place to live.

\$60,000 toward operating support.

The Poise Foundation
Pittsburgh, Pennsylvania

The Poise Foundation was established in 1980 as a charitable foundation to facilitate the development and advancement of the black community.

\$25,000 toward a two-year plan to build organizational capacity.

Private Industry Council of Westmoreland/Fayette Counties
Greensburg, Pennsylvania

The council's mission is to educate, encourage, and empower family and individual development by creating career-enhancement opportunities through training and workforce development.

\$75,000 toward construction of new corporate facilities.

Riverlife Task Force
Pittsburgh, Pennsylvania

Riverlife Task Force advocates thoughtful riverfront development and is committed to working in partnership with public and private entities to achieve this goal.

\$450,000 payable over two years toward operating support.

\$250,000 to support an Historic Interpretation Plan for Point State Park.

Southwestern Pennsylvania Corporation
Pittsburgh, Pennsylvania

Southwestern Pennsylvania Corporation is the administrative umbrella for the joint operations of the Southwestern Pennsylvania Regional Planning Commission and Southwestern Pennsylvania Development Council. The two organizations share staff, facilities, technical resources, and a mission to facilitate regional development.

\$200,000 to help implement the Farmer's Market Action Plan designed to enhance and promote local agriculture.

REGIONAL ECONOMIC DEVELOPMENT

CONTINUED

Sports and Exhibition Authority *Pittsburgh, Pennsylvania*

The mission of the Sports and Exhibition Authority is to provide venues for sporting, entertainment, educational, cultural, civic, and social events for the benefit of the general public.

\$1,000,000 to help complete development of North Shore Park.

Steel Industry Heritage Corporation *Homestead, Pennsylvania*

The corporation coordinates the Rivers of Steel National Heritage Area. The mission of Rivers of Steel is to conserve, interpret, promote, and manage the historic, cultural, natural, and recreational resources of steel and related industries in southwestern Pennsylvania, and to develop uses for these resources so they may contribute to the economic revitalization of the region.

\$15,000 to support the 2003 National Heritage Development Conference in Pittsburgh.

Strategic Investment Fund Partnership *Pittsburgh, Pennsylvania*

The fund was created to fill financing gaps in important economic development projects in Pittsburgh and the 10-county region of southwestern Pennsylvania.

\$1,000,000 payable toward one year as a program-related investment.

3 Rivers Connect *Pittsburgh, Pennsylvania*

3 Rivers Connect exists to make the Pittsburgh region the world leader in accelerating social and economic development through the use of innovative information technology. Its mission is to create a single, distributed Information Commons™ that will be used by every citizen and visitor in the region to learn, work, and interact.

\$250,000 to support the development of two internet-based maps—one to serve human services and another to provide information on cultural and entertainment-related activities for young people.

Three Rivers Rowing Association *Pittsburgh, Pennsylvania*

The association's mission is to foster the development and operation of community-based programs enabling participants from all walks of life, regardless of age or level of ability, to safely enjoy the activities of rowing and kayaking as forms of health, fitness, recreation, and competitive sport.

\$250,000 toward two years of operating and capital support.

\$8,500 to support the Chinese Festival (Autumn Moon Festival) scheduled for September 2003.

Three Rivers Workforce Investment Board *Pittsburgh, Pennsylvania*

Three Rivers Workforce Investment Board seeks to create and promote an integrated and accountable workforce development system so that job seekers can find good jobs and employers can find qualified workers.

\$200,000 payable over two years to help develop a Regional Internship Center.

Tides Center/Western Pennsylvania *Pittsburgh, Pennsylvania*

Tides Center offers unique opportunities for emerging and existing charitable activities by providing a solid infrastructure for groups working to promote progressive social change. It provides fiscal sponsorship along with financial services, human resources, and administrative support to innovative projects in western Pennsylvania, Ohio, and West Virginia.

\$500,000 toward continued development of the Keys2Work program in southwestern Pennsylvania.

\$500,000 payable over two years to support the Pittsburgh Social Enterprise Accelerator.

\$400,000 payable over two years to support the Cool Space Locator.

\$375,000 toward operating support for the Sprout Fund and toward a special project to facilitate dialogue around talent attraction and retention.

\$300,000 to support Sustainable Pittsburgh's efforts to coordinate regional outdoor amenities projects.

\$250,000 to support Sustainable Pittsburgh's outdoor recreation amenities program and the Smart Growth Program.

\$50,000 to support the development and implementation of a marketing plan for the Sprout Fund.

The Union Project *Pittsburgh, Pennsylvania*

The Union Project creates community by connecting neighbors and celebrating art and faith in a common space. It is restoring the former Union Baptist Church to provide a gathering and working space for artists, community builders, and people of faith from East Liberty, Highland Park, and adjacent neighborhoods.

\$60,000 to provide transitional support for staffing and capacity building.

United Fire Companies of Ligonier *Ligonier, Pennsylvania*

United Fire Companies of Ligonier is an amalgamation of four local fire companies designed to operate more efficiently and to conduct more coordinated fund-raising.

\$125,000 to support a coordinated campaign to fund two new tanker trucks for Wilpen and Darlington fire companies.

University of Pittsburgh **School of Medicine** *Pittsburgh, Pennsylvania*

The Limbach Entrepreneurial Center, at the University of Pittsburgh, will administer the Drew Mathieson Entrepreneurship Fund, which will be utilized to facilitate the commercialization of novel innovations that support diagnosis and therapeutic treatments in cancer and regenerative medicine.

\$400,000 payable over three years to help create the Drew Mathieson Entrepreneurship Fund.

Westmoreland Museum **of American Art** *Greensburg, Pennsylvania*

The mission of the Westmoreland Museum of American Art is to educate, inspire, and enrich the public through the presentation of American art and to create an experience in which the arts are enjoyed, understood, and can thrive.

\$500,000 to support a capital campaign to raise endowment.

WQED Pittsburgh *Pittsburgh, Pennsylvania*

WQED Pittsburgh is an integrated media company that strives to support regional initiatives.

\$300,000 toward annual operating support for *OnQ Magazine*, a nightly public television program focused on issues of local interest.

Total Regional Economic Development

\$21,914,500

SYSTEM REFORM

The Animal Rescue League of Western Pennsylvania *Pittsburgh, Pennsylvania*

The league's mission is to educate the public in the proper relationship with animals; provide temporary shelter, food, and medical attention to neglected and injured animals; restore lost animals to their owners or seek new homes for them; and to secure a merciful solution to imperiled animals.

\$250,000 to help sustain kennel operations for three years.

Center for Emergency Medicine of Western Pennsylvania, Inc. *Pittsburgh, Pennsylvania*

The center was organized to provide a coordinated system of emergency medical care for individuals through accessibility to emergency medical facilities of member hospitals and to further education, training, and clinical research in the field of emergency medicine.

\$150,000 to support the Health Enhancement and Longevity Programs, designed to more fully integrate emergency medical services and personnel into the public health care system.

Community Human Services Corporation *Pittsburgh, Pennsylvania*

The mission of Community Human Services Corporation is to provide community-centered services to targeted, vulnerable populations by empowering those communities to identify not only their needs, but also their strengths and competencies, and to involve them in the ongoing creation and delivery of services.

\$73,500 toward three years of operating support.

Grantmakers of Western Pennsylvania *Pittsburgh, Pennsylvania*

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

\$14,500 toward annual operating support.

The Pittsburgh Foundation *Pittsburgh, Pennsylvania*

The Pittsburgh Foundation promotes and champions the betterment of the Greater Pittsburgh community and the quality of life for all its citizens by helping a wide variety of donors fulfill their philanthropic interests. The foundation does this by providing leadership in identifying and addressing significant community needs, and providing a vehicle to make giving easy, personally satisfying, and effective.

\$100,000 to support the Allegheny County Department of Human Services Integration Fund.

Planned Parenthood of Western Pennsylvania *Pittsburgh, Pennsylvania*

Planned Parenthood of Western Pennsylvania is rooted in a tradition of identifying women's health care needs, compassionately addressing those needs, and delivering the best information and services.

\$100,000 toward a capital campaign to renovate space for a new family planning clinic and education resource center.

Program to Aid Citizen Enterprise *Pittsburgh, Pennsylvania*

PACE's mission is to build the capacity of African-American and disadvantaged communities to identify and fulfill their needs by providing direct funding to agencies, direct services to youth, and technical assistance.

\$150,000 to support the Master Consultants Series and to help build the capacity of small, African-American-run agencies serving at-risk populations.

**Tides Center/Western Pennsylvania
Pittsburgh, Pennsylvania**

Tides Center offers unique opportunities for emerging and existing charitable activities by providing a solid infrastructure for groups working to promote progressive social change. It provides fiscal sponsorship along with financial services, human resources, and administrative support to innovative projects in western Pennsylvania, Ohio, and West Virginia.

\$250,000 toward two years of support for the Youth Standards Project.

**Victim Outreach
Intervention Center
Butler, Pennsylvania**

VOICE operates throughout Butler County, providing free and confidential services to individuals and families who are victims of violent crime and abuse, working to bring about social change, and providing victims with the ability to take control of their lives.

\$49,000 to support a children's services specialist staff position for a new transitional housing project.

**Western Pennsylvania
Family Center
Pittsburgh, Pennsylvania**

The center's mission is to enhance the knowledge of those who work with families and other social systems by serving as a resource for education, consultation, and research in the basic principles of human functioning, as contained primarily in Bowen family systems theory.

\$100,000 seed funding to develop a collaborative workforce development project involving six organizations.

Total System Reform

\$1,237,000

RICHARD KING MELLON FOUNDATION
STATEMENTS OF FINANCIAL POSITION

	December 31,	
ASSETS	2003	2002
Cash	\$ 324,112	\$ 225,373
Other current assets	905,082	275,293
Investments:		
Stocks	938,357,474	756,708,623
Long-term debt instruments	383,003,215	334,885,524
Temporary investments	84,888,940	110,538,057
Alternative investments	207,475,395	179,457,419
Total	1,613,725,024	1,381,589,623
Program-related assets	10,701,537	11,013,209
Other assets	367,267	461,804
Total assets	\$1,626,023,022	\$1,393,565,302
LIABILITIES AND NET ASSETS		
Liabilities:		
Grants approved but not paid	\$ 15,570,634	\$ 30,522,214
Appropriations for program-related assets	10,701,537	11,013,209
Total	26,272,171	41,535,423
Unrestricted net assets	1,599,750,851	1,352,029,879
Total liabilities and net assets	\$1,626,023,022	\$1,393,565,302

The accompanying notes are an integral part of these financial statements.

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

For the year ended December 31,	2003	2002
Investment income	\$ 39,834,934	\$ 39,154,781
Expenses		
Administrative and investment expenses	8,747,265	9,688,150
Provision for federal excise taxes	604,532	314,650
	<u>9,351,797</u>	<u>10,002,800</u>
Net investment income	30,483,137	29,151,981
Grants and appropriations approved	54,643,478	77,506,256
Deficiency of net investment income over approvals	(24,160,341)	(48,354,275)
Net realized gains (losses) from investments	29,657,238	(40,243,699)
Unrealized appreciation (depreciation) on investments	242,224,075	(185,133,233)
	<u>271,881,313</u>	<u>(225,376,932)</u>
Increase (decrease) in unrestricted net assets	247,720,972	(273,731,207)
Unrestricted net assets:		
Beginning of year	1,352,029,879	1,625,761,086
End of year	<u>\$1,599,750,851</u>	<u>\$1,352,029,879</u>

The accompanying notes are an integral part of these financial statements.

RICHARD KING MELLON FOUNDATION
STATEMENTS OF CASH FLOWS

For the year ended December 31,	2003	2002
Cash flows from operating activities:		
Increase (decrease) in net assets	\$ 247,720,972	\$ (273,731,207)
Adjustments to reconcile increase (decrease) in net assets to net cash used in operating activities:		
Depreciation	94,538	94,538
Accretion	(283,623)	(460,319)
Realized (gains) losses on investments	(26,270,344)	56,294,640
Unrealized (appreciation) depreciation on investments	(242,224,075)	185,133,233
Increase (decrease) in cash from changes in:		
Other current assets	(629,789)	446,296
Grants approved but not paid	(14,951,580)	11,085,964
Net cash used in operating activities	<u>(36,543,901)</u>	<u>(21,136,855)</u>
Cash flows from investing activities:		
Purchases of investments	(5,700,079,274)	(1,956,893,223)
Proceeds from sales of investments	5,736,721,914	1,978,143,525
Net cash provided by investing activities	<u>36,642,640</u>	<u>21,250,302</u>
Net increase in cash	98,739	113,447
Cash, beginning of year	225,373	111,926
Cash, end of year	<u>\$ 324,112</u>	<u>\$ 225,373</u>

The accompanying notes are an integral part of these financial statements.

RICHARD KING MELLON FOUNDATION
SUMMARY OF INVESTMENTS

	December 31, 2003		December 31, 2002	
	Book Value	Market Quotations	Book Value	Market Quotations
STOCKS				
Domestic equities	\$ 491,866,005	\$ 640,684,447	\$ 521,432,766	\$ 521,623,283
Foreign equities	241,163,484	297,673,027	244,951,062	235,085,340
TOTAL STOCKS	<u>733,029,489</u>	<u>938,357,474</u>	<u>766,383,828</u>	<u>756,708,623</u>
LONG-TERM DEBT INSTRUMENTS				
Corporate bonds	226,466,100	231,228,150	142,782,579	139,838,143
United States Government and Government Agencies obligations	127,827,983	127,057,423	179,623,855	181,723,526
Other long-term obligations	24,726,300	24,717,642	12,535,676	13,323,855
TOTAL LONG-TERM DEBT INSTRUMENTS	<u>379,020,383</u>	<u>383,003,215</u>	<u>334,942,110</u>	<u>334,885,524</u>
TEMPORARY INVESTMENTS				
Demand and interest-bearing notes	81,748,392	81,749,556	106,233,032	106,233,033
Foreign short-term investments	3,126,252	3,139,384	4,286,643	4,305,024
TOTAL TEMPORARY INVESTMENTS	<u>84,874,644</u>	<u>84,888,940</u>	<u>110,519,675</u>	<u>110,538,057</u>
ALTERNATIVE INVESTMENTS				
	180,465,202	207,475,395	175,632,781	179,457,419
TOTAL INVESTMENTS	<u>\$1,377,389,718</u>	<u>\$1,613,725,024</u>	<u>\$1,387,478,394</u>	<u>\$1,381,589,623</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1—Significant Accounting Policies

Basis of Accounting

The accounts of the Richard King Mellon Foundation (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.

Nature of Operations

The purpose of the Foundation is to provide grants to organizations in Pittsburgh and southwestern Pennsylvania, primarily in the areas of Families, Youth and Child Development, Regional Economic Development, Education, and System Reform. 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 venture capital partnerships are accounted for under the cost method.

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 (loss) from dispositions of investments is determined by specific cost identification. Unrealized appreciation (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.

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 reclassifications of the 2002 financial statements have been made to conform to the 2003 classifications. These changes had no impact on previously reported results.

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, 2003 and 2002 are stated at cost. The properties donated to conservation organizations during 2003 and 2002 were distributed at fair market value.

NOTE 3—Federal Excise 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.

REPORT OF INDEPENDENT AUDITORS

The Foundation met certain distribution requirements defined in Section 4940 of the Internal Revenue Code, resulting in a reduced tax of one percent of net investment income for the years ended December 31, 2003 and 2002.

NOTE 4 — Commitments

The Foundation is a Limited Partner in several limited partnerships for investment purposes. At December 31, 2003 and 2002, the Foundation had contractually committed to additional investments of \$144,076,086 and \$137,883,033, respectively.

At December 31, 2003 and 2002, the Foundation subscribed to purchase fixed income obligations with an issuance date of January 2004 and 2003, respectively. The obligations totaled \$23,799,910 and \$14,330,163 at December 31, 2003 and 2002, respectively.

At December 31, 2003 and 2002, the Foundation subscribed to sell fixed income obligations with an issuance date of January 2004 and 2003, respectively. The obligations totaled \$14,924,035 and \$499,648 at December 31, 2003 and 2002, respectively.

To the Trustees of
Richard King Mellon Foundation:

In our opinion, the accompanying statements of financial position and the related statements of activities and changes in net assets and of cash flows present fairly, in all material respects, the financial position of Richard King Mellon Foundation at December 31, 2003 and 2002, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Richard King Mellon Foundation's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with auditing standards generally accepted in the United States of America, which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The summary of investments as of December 31, 2003 and 2002 is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

PricewaterhouseCoopers LLP

May 7, 2004

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Andrew Zezza, *Receptionist/Messenger*

RICHARD KING MELLON FOUNDATION

Pittsburgh, Pennsylvania

POLICY: Effective January 1, 2000, the Trustees established the following program priorities:

- 1) Southwestern Pennsylvania
 - a) Regional Economic Development
 - Stimulate downtown redevelopment
 - Support development of new economy
 - Strengthen recruitment and retention of young talent
 - Market the amenities and cultural attractions present in the region
 - Assure entire region participates in improved economic status
 - b) Education
 - Support charter schools, parochial schools and independent schools
 - Insure that higher educational institutions remain globally competitive
 - Strengthen workforce training
 - c) System Reform
 - Support efforts to redesign/improve human service delivery
 - Strengthen leadership in the nonprofit sector
 - Establish standards and best practices for youth programs
 - Encourage collaboration
 - d) Families, Youth & Child Development
 - Support early childhood development
 - Promote effective parenting
 - Expand and strengthen youth programs
- 2) Conservation
 - a) American Land Conservation Program
 - Acquire and preserve key tracts of land within the United States that are in danger of being lost to urban sprawl and environmentally insensitive development
 - b) Regional Focus for Pennsylvania
 - Protection and preservation of natural resources
 - Containment of sprawl
 - Forest management
 - Land conservation

The Foundation gives priority to projects and programs that have a clearly defined evaluation component. It does not consider requests on behalf of individuals, does not normally consider grants to conduit organizations, and does not make grants outside the United States.

All proposals must be accompanied by a completed application (see following page) and be addressed to:

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

Richard King Mellon Foundation
GRANT APPLICATION

(The Foundation accepts the *Common Grant Application Format*)

Date of Application: _____

Legal Name of Organization: _____
(Should be the same as on IRS determination letter)

Current Annual Operating Budget: _____

Address: _____

Administrative Officer/Title: _____

Telephone Number: (_____) _____ FAX Number: (_____) _____

Project Name: _____

Purpose of Grant (*one sentence*): _____

Beginning and Ending Dates of Project/Campaign: _____

Amount Requested: \$ _____ Total Project Cost: \$ _____

Signature; Board of Directors Chairperson: _____ Date: _____

Typed Name and Title: _____

Signature; Executive Director: _____ Date: _____

Typed Name and Title: _____

Required Attachments:

Copy of current IRS determination letter indicating 501(c)(3) tax-exempt status.

Executive Summary providing an overview of the organization, and describing the proposed program or project, how it will benefit the community, and the organization's capacity and plan to operate the project.

Description of the plan to document progress and results.

Project budget.

Organization's history, including goals, current programs and activities, and accomplishments.

List of Board of Directors and officers, with affiliations, addresses and telephone numbers.

Audited financial statements for the last two years with corresponding operating budgets.

Other sources of funding and financial plan to sustain the project.

CREDITS:

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*Richard King Mellon
Foundation
2003 Annual Report*

