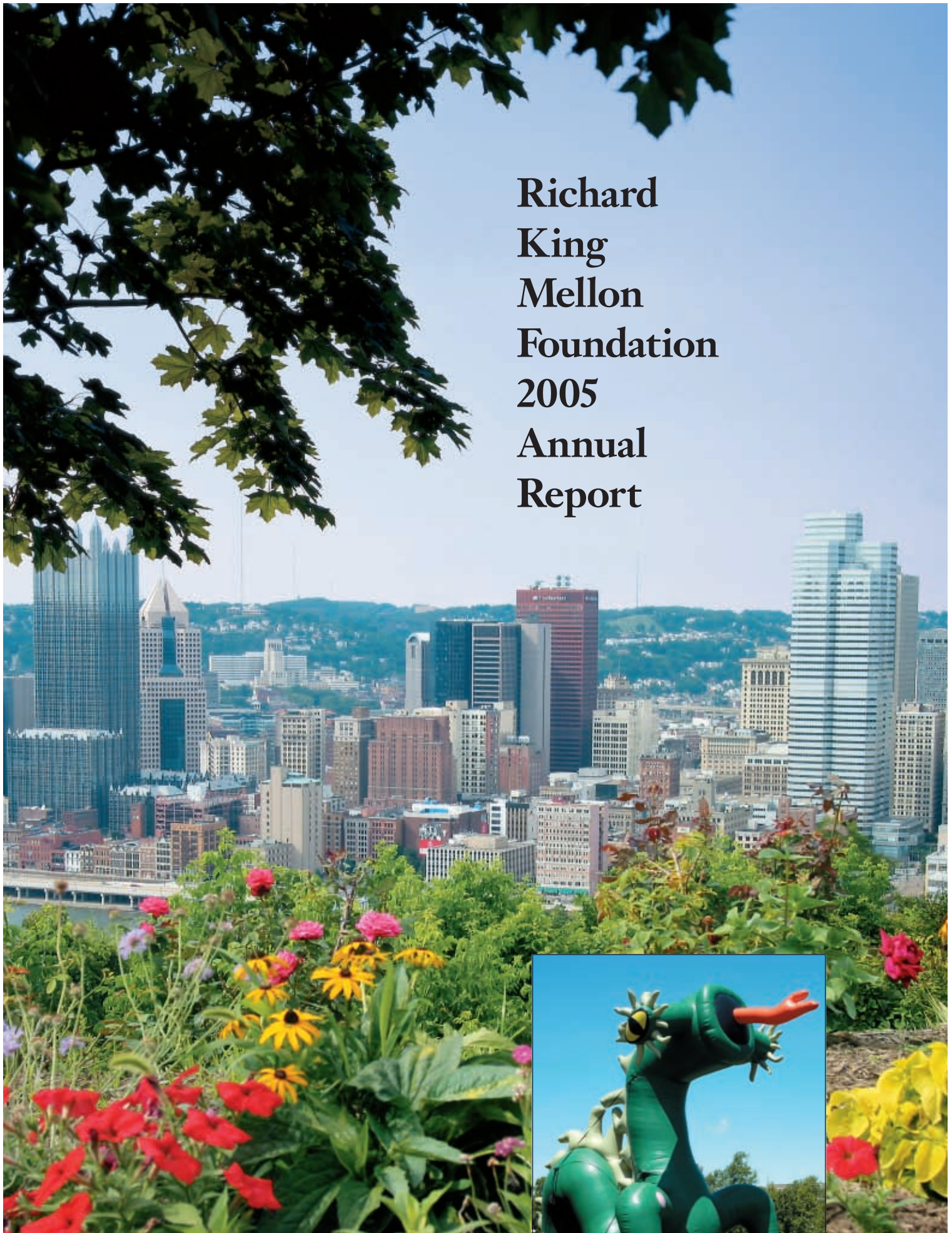


Richard
King
Mellon
Foundation
2005
Annual
Report





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

2005 ANNUAL REPORT

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Cover

Natural beauty and celebrated architecture enrich the quality of life in Pittsburgh, while giant, inflatable public art gives a lift to "Pittsburgh Roars," a themed event to market southwestern Pennsylvania as a destination for tourists and residents alike.

PRESIDENT'S LETTER

The Richard King Mellon Foundation is pleased to report that on July 1, 2005, six grandchildren of Richard King Mellon and Constance Prosser Mellon became trustees of the Foundation.

This new generation includes Alison M. Byers, Psy.D., and W. Russell G. Byers, Jr., the daughter and son of the late Constance Mellon Byers; Armour N. Mellon and Richard A. Mellon, the sons of Richard P. Mellon, the Foundation's



From this new apartment tower in the Cultural District, Downtown residents can walk to a ball game or a symphony or a riverfront park. The Pittsburgh Cultural Trust acquired land for the building with the Foundation's assistance.

chairman; and Catharine Mellon Cathey and Constance Elizabeth Mellon Kapp, my daughters.

An additional significant transition in 2005 was the appointment of Scott D. Izzo as director of the Foundation, also effective July 1. He succeeds Michael Watson, who is now senior vice president.

Our transitions could be seen as a reflection of those taking place in Pittsburgh as the region builds on its strengths to attract and retain talented men and women who are shaping a vibrant, progressive future for this historic city on the rivers. The Foundation is proud to work

with them and to support many of their ideas, hopes, and projects for an increasingly competitive southwestern Pennsylvania.

2005 Grant Highlights

In 2005 the trustees approved new grants totaling \$81,678,925, and the Foundation paid out \$74,300,889 toward its priorities: Conservation; Regional Economic Development; Children, Youth, and Young Adults; Education; and Human Services and Nonprofit Capacity Building. The trustees established these priorities effective January 1, 2005.

Conservation

The Foundation invested \$24,236,000 to protect, preserve, and restore green and natural infrastructure. As in the past, we formed key partnerships with public and private agencies to identify, acquire, and safeguard strategically targeted sites.

Working with The Conservation Fund, the Foundation engaged in one of the most important and innovative public-private conservation efforts of recent times by protecting over 1,000,000 acres of land in 2005 — more than all the acreage protected during the 15 years of the Foundation's former American Land Conservation Program's existence. The transactions included nearly 900,000 acres of grazing rights leases on public lands stretching from the Grand Canyon's North Rim to the Utah border, shielding this wilderness from overuse.

In Pennsylvania the Foundation partners with such public agencies as the Department of Conservation and Natural Resources to protect land, streams, and watersheds.

Regional Economic Development

The competitive future of southwestern Pennsylvania, with a special concern for the health of its

urban core, is a longstanding Foundation priority. The trustees support endeavors to improve the quality of life, stimulate business and workforce development, and leverage the impact of the region's assets. Gifts in 2005 to the Pittsburgh Life Sciences Greenhouse and to the Idea Foundry, for example, assisted strategies to position southwestern Pennsylvania as a world leader in the life sciences and technology industries, and to help entrepreneurs transform business ideas into fundable start-ups.

The Tides Center received support for Venture Outdoors to promote recreation, while the Carnegie Institute is using a contribution of \$1,000,000 for *Fierce Friends: Artists and Animals, 1750–1900*. To leverage the regional tourism opportunities of this exhibition, the Foundation invited more than 70 diverse partners to innovate in celebrating area museums, theaters, sports teams, cultural destinations, and activities. The result is “Pittsburgh Roars,” the impetus for an annual themed event to market the Pittsburgh region.

Children, Youth, and Young Adults

A \$1,000,000 gift toward the capital campaign for a new Children's Home of Pittsburgh was the major 2005 grant in this category. Enabling the home to double its total space, the new facility will also provide an economic boost to the historic neighborhood of Bloomfield–Garfield.

The Foundation assisted quality after-school programs as well as the award-winning Children's Museum of Pittsburgh for its multimedia *Studio* program. The Children's Museum has had an overarching impact on children's lives throughout southwestern Pennsylvania, and its renovation has significantly enhanced its North Side neighborhood.

Education

The Foundation has a longstanding commitment to the colleges and universities that attract talented students and faculty to southwestern Pennsylvania and also stimulate business development. Significant gifts in 2005 included support for a capital campaign at Duquesne University and for the second phase of a renovation project at Point Park University.



A 1901 cork factory is converted into lofts as Downtown's Strip District becomes a destination for living.

Additionally, the trustees approved gifts for high-quality early childhood education and built on the Foundation's decades-long commitment to educational opportunities for minorities.

Human Services and Nonprofit Capacity Building

The Foundation supports human service organizations through key intermediary organizations as well as a select number of critical and strategic service providers. For instance, a grant of \$1,500,000 to the Allegheny County Department

PRESIDENT'S LETTER

C O N T I N U E D

of Human Services will match HUD funding to meet urgent housing needs for the homeless, disabled, and other vulnerable populations.

To enhance operating efficiencies of nonprofits, the trustees have encouraged and facilitated resource sharing. One example in 2005 is support to Wesley Institute in its successful merger with Spectrum Family Network. A number of grants, too, will help build the capacity of nonprofits to better ensure their long-term sustainability.

Hurricane Katrina Relief Initiatives

Following the devastation caused by Hurricane Katrina in August 2005, the Foundation began working to identify specific, continuing initiatives to assist with Gulf Coast recovery. Having discussed in 2005 how they might target support most effectively, the trustees subsequently approved in 2006 a contribution of \$1,000,000 to the Baton Rouge Community Foundation. In addition, animal protection organizations received assistance for rescue and relief efforts.

As a new generation enters into the work of the Richard King Mellon Foundation, we look forward to building on the Foundation's continuity of giving "in the public interest." We are grateful for the privilege of being able to join with public and private partners to help create new opportunities for our extended communities.



Seward Prosser Mellon
President

2005 APPROPRIATIONS

By Category

Conservation	\$24,236,000
Regional Economic Development	31,482,000
Children, Youth, and Young Adults	6,045,000
Education	13,556,425
Human Services and Nonprofit Capacity Building	6,359,500
	<hr/>
	\$81,678,925

By Area

Pittsburgh & Southwestern Pennsylvania	\$72,239,925
Other	9,439,000
	<hr/>
	\$81,678,925

1947-2005 NET INVESTMENT INCOME

1947-2004	\$838,001,120
2005	61,338,453
	<hr/>
	\$899,339,573

1947-2005 GRANTS PAID AND PROGRAM-RELATED INVESTMENTS

1947-2004	\$1,290,585,221
2005	74,300,889
	<hr/>
	\$1,364,886,110

The following sections provide brief reports on the Richard King Mellon Foundation's grant activities in 2005, as well as descriptions of the organizations the Foundation has assisted.



CONSERVATION

American Rivers

Washington, DC

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 for two-year program support toward removing dams in Pennsylvania.

Bobwhite Brigade

San Antonio, Texas

The brigade strives 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.

\$200,000 payable as a challenge grant toward operating support.

Carnegie Institute

Pittsburgh, Pennsylvania

Founded in 1956, Powdermill Nature Reserve is a biological research and educational field station of the Carnegie Museum of Natural History.

\$3,000,000 payable partially as a challenge grant toward renovations and expansion of Powdermill Nature Reserve.

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 eco-system basis and to foster separate technologies used to preserve and reclaim watersheds.

\$750,000 payable over two years, through the Community Foundation of Greater Johnstown, to support the Western Pennsylvania Watershed Protection Program.

The Conservation Fund

Arlington, Virginia

The Conservation Fund is a national conservation organization that works in partnership with businesses, government, and other nonprofits to protect America's most important landscapes and waterways, and to develop creative solutions to conservation problems, demonstrating that ecologically sound land use and economic return can be compatible.

\$7,765,000 toward land purchase and easements.

\$3,500,000 toward acquisition and preservation of the Laurel Hill property in Cambria County, Pennsylvania.

\$2,200,000 to acquire and hold land for the Zoological Society of Pittsburgh intended to be developed into an International Conservation Center in Somerset County, Pennsylvania.

\$1,175,000 toward acquisition and preservation of the Laurel Fields property in Clear Creek State Forest, Pennsylvania.

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.

\$250,000 toward planning and operations in development of The Botanic Garden of Western Pennsylvania.

Hubbs-SeaWorld Research Institute

Orlando, Florida

Hubbs-SeaWorld Research Institute is a public, nonprofit charity dedicated to providing effective solutions to conflicts that arise between human activity and the natural world. Hubbs-SeaWorld scientists apply sophisticated technologies to seek the solutions that protect and conserve marine animals while benefiting humans and their reliance on marine resources.

\$190,000 toward hurricane damage repairs to sea turtle nesting research facility.

Loyalhanna Watershed Association, Inc.

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 toward two years of operating support.

\$50,000 to construct a paved walkway through St. Clair Park in Ligonier Borough.

Mountain Watershed Association, Inc.

Melcroft, Pennsylvania

The Mountain Watershed Association works to address land- and water-related issues that affect the Indian Creek Watershed along Route 381 in the Jones Mills area.

\$150,000 payable over two years to support the Indian Creek Comprehensive Restoration Project.

National Park Foundation

Washington, DC

The National Park Foundation works collaboratively with the National Park Service and key partners to support a multidimensional web of opportunities for people from all backgrounds, ages, and regions to connect with their national parks through personally meaningful experiences. Since its establishment, the National Park Foundation has helped to fund important conservation, preservation, and education efforts.

\$500,000 toward construction of the Flight 93 National Memorial in Somerset County, Pennsylvania.

Northside Leadership Conference

Pittsburgh, Pennsylvania

The conference is a coalition of North Side community-based organizations, committed to addressing mutual concerns through a united approach in order to promote and enhance the vitality, quality of life, and image of Pittsburgh's North Side.

\$150,000 to support the Allegheny Commons Pilot Project, part of a master plan for one of the region's most significant parks.



A new, green welcome center introduces visitors to historic Phipps Conservatory, one of America's largest Victorian greenhouses.

PA CleanWays of Allegheny County

Pittsburgh, Pennsylvania

PA CleanWays of Allegheny County is an independent chapter of PA CleanWays, a nonprofit volunteer organization whose goal is to protect, restore, and maintain environmental and scenic qualities of our roadways, waterways, pathways, and other areas. The organization empowers people to eliminate illegal dumping and littering in Pennsylvania.

\$30,000 toward operating support.

Pennsylvania Environmental Council, Inc.

Pittsburgh, Pennsylvania

The Pennsylvania Environmental Council was established to promote wise stewardship and rational use of the land, air, water, and other natural resources, as well as to protect and conserve urban and rural amenities.

\$415,000 to support the Ohio Headwaters Initiative.

\$21,000 for the Lake Erie Region Conservancy's easement acquisition along the Lake Erie shoreline.

Pheasants Forever

St. Paul, Minnesota

Pheasants Forever is dedicated to the protection and enhancement of pheasant and other wildlife populations in North America through habitat improvement, land management, public awareness, and education.

\$10,000 to trap and transfer ring-necked pheasants from South Dakota to the Pike Run Watershed in Fayette County, Pennsylvania.

Phipps Conservatory, Inc.

Pittsburgh, Pennsylvania

Phipps Conservatory and Botanical Gardens' mission is to promote awareness of plants and their diverse interactions with mankind.

\$112,000 to support renovations in Mellon Park.

Pinchot Institute for Conservation

Washington, DC

The Pinchot Institute for Conservation is a forest conservation nonprofit specializing in sustainable forestry initiatives. The institute's mission is to promote leadership in conservation thought, policy, and action.

\$139,000 toward analysis of state deer management policies, including recommendations for deer and ecosystem management in Pennsylvania.

Pittsburgh Community Broadcasting Corporation

Pittsburgh, Pennsylvania

WYEP Pittsburgh is an independent and innovative, listener-supported public media organization. It gives voice to quality music and provocative ideas, fostering an increasingly more vibrant, artistic, diverse, and caring community.

\$25,000 toward a series on game management in Pennsylvania focused on white-tailed deer.

Quebec-Labrador Foundation, Inc.

Ipswich, Massachusetts

The foundation was incorporated in both the United States and Canada to support the rural communities and environments of northern New England and the eastern Canadian provinces, and to create models for stewardship of natural resources and cultural heritage that can be applied regionally and worldwide.

\$100,000 to support programming and operations in the United States.

Rocky Mountain Elk Foundation

Missoula, Montana

The mission of the Rocky Mountain Elk Foundation is to ensure the future of elk, other wildlife, and their habitats.

\$504,000 toward the preservation of property in the Pennsylvania Wilds.

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 on a local, national, and international level.

\$400,000 to support Sustainable Pittsburgh's 2006 Smart Growth and community renewal programming.

University of Pittsburgh at Greensburg

Greensburg, Pennsylvania

Smart Growth Partnership of Westmoreland County's mission is to improve the quality of growth through cooperative land use strategies in Westmoreland County. Its efforts enable communities to meet the challenges associated with growth and revitalization.

\$200,000 payable over two years to support the Smart Growth Partnership of Westmoreland County.

Western Pennsylvania Conservancy

Pittsburgh, Pennsylvania

The conservancy is dedicated to saving the places people care about by conserving water, land, and life through the permanent protection of the region's places of exceptional ecological, recreational, and scenic value.

\$120,000 for two-year support of the Ligonier Valley Easement Program.

Zoological Society of Pittsburgh

Pittsburgh, Pennsylvania

The zoo is dedicated to being a leader in and significant contributor to the conservation of endangered and threatened species. It provides an enjoyable family experience that fosters understanding, respect, and appreciation for wildlife.

\$2,000,000 toward a capital campaign for "Water's Edge," a new exhibit of polar bears, walruses, and sea otters, and for a state-of-the-art Animal Health Care Center.

REGIONAL ECONOMIC DEVELOPMENT

Action for Animals

Latrobe, Pennsylvania

Founded in 1983, Action for Animals provides shelter and care for abused, abandoned, and stray dogs and cats of Westmoreland County. They adopt animals into responsible homes and vigorously promote spaying and neutering of all pets to eliminate the cruelty of animal overpopulation.

\$200,000 payable partially as a matching grant toward building renovations and program expansion.

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.

\$390,000 as annual support for *3 Rivers: One Future*, a regional growth initiative.

Butler Economic Development Corporation

Butler, Pennsylvania

Butler Economic Development Corporation is a speculative building development organization that works in cooperation with Butler Community Development Corporation to assess and meet the community's building needs.

\$300,000 toward development of an agribusiness incubator.



The world's first green convention center symbolizes the environmental awareness and technological innovation that are hallmarks of today's Pittsburgh region.

Carnegie Institute

Pittsburgh, Pennsylvania

The Carnegie Institute is a collection of four distinctive museums: Carnegie Museum of Art, Carnegie Museum of Natural History, Carnegie Science Center, and The Andy Warhol Museum. During 2006, the Museums of Art and Natural History are collaborating to produce a major exhibit representing the core of a series of themed promotional events for the region.

\$1,000,000 to support the development, management, and marketing of the exhibit *Fierce Friends: Artists and Animals, 1750–1900*, primarily through expanded regional tourism opportunities utilizing the unifying theme of “Pittsburgh Roars.”

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.

\$300,000 to support the Red Team's driverless vehicle program.

Chartiers Valley Partnership, Inc.

Carnegie, Pennsylvania

The partnership's mission is to restore the Andrew Carnegie Free Library & Music Hall (Library) building to a fully functional and accessible library and cultural center serving the municipalities in the corridor between Pittsburgh and the Greater Pittsburgh International Airport.

\$500,000 to support a capital campaign to restore and revitalize the Andrew Carnegie Free Library & Music Hall facility.

Community Loan Fund of Southwestern Pennsylvania, Inc.

Pittsburgh, Pennsylvania

Community Loan Fund provides capital to businesses in western Pennsylvania to have an impact in the region and to encourage entrepreneurship.

\$750,000 to support a loan fund for Propel Schools' facilities and for small business loans.

\$25,000 to support a pilot project on divestment of real estate by nonprofit organizations.

REGIONAL ECONOMIC DEVELOPMENT

C O N T I N U E D

Cook Township

Stahlstown, Pennsylvania

The Cook Township Community Center provides recreational and social activities to the people in the township and surrounding area.

\$150,000 for expansion of the Community Center.

County of Allegheny

Pittsburgh, Pennsylvania

The Department of Economic Development is managed by the Redevelopment Authority of Allegheny County and administers the county's \$50,000,000 low-interest revolving loan fund that was established in 1995 to create and retain jobs in the region.

\$500,000 to establish a business assistance fund to help reestablish small businesses that sustained flood damage from Hurricane Ivan.

Creative Nonfiction Foundation

Pittsburgh, Pennsylvania

Founded in 1993, the Creative Nonfiction Foundation nurtures and stimulates nonfiction writing as a literary genre, and highlights Pittsburgh's broader literary cultures.

\$15,000 to support a nonfiction literary conference scheduled for November 2005.

The Downtown Management Organization

Pittsburgh, Pennsylvania

The mission of the Downtown Management Organization is to foster a clean, safe, accessible, and vibrant Downtown through a wide range of strategies. Its mission is achieved through partnerships with businesses, property owners, and other organizations, and through advocacy for action that will strengthen Downtown and enhance its beauty and vitality.

\$130,000 toward operating support and consulting fees related to redevelopment of Downtown Pittsburgh.

Duquesne University of the Holy Ghost Institute for Economic Transformation

Pittsburgh, Pennsylvania

The Institute for Economic Transformation organizes collaborative initiatives among university, industry, and community sectors to improve the economic performance of southwestern Pennsylvania by strengthening the global competitive advantages of its industrial base.

\$140,000 to support the Pittsburgh Regional Internship Collaborative Enterprise (PRICE), designed to engage Pittsburgh's financial services companies in a formal collaborative for talent pipeline development through internships, resulting in retention and workforce and economic development, with special emphasis on diversity and special labor pools.

The Eye & Ear Foundation of Pittsburgh

Pittsburgh, Pennsylvania

The Eye and Ear Foundation is the supporting organization whose purpose is to provide funds for the research-related activities of the Department of Ophthalmology and Otolaryngology at the University of Pittsburgh/UPMC.

\$300,000 for the Joseph F. Novak Chair in Ophthalmology Research.

Fay-Penn Economic Development Council

Uniontown, Pennsylvania

The council is a membership organization that was formed to assist in the economic revitalization efforts of Fayette County.

\$250,000 toward operating support.

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.

\$350,000 toward the purchase of land adjacent to the Fort Ligonier property.

\$180,000 to acquire a portrait for the museum by artist Rembrandt Peale, depicting young George Washington.

The Frick Art & Historical Center *Pittsburgh, Pennsylvania*

The Frick Art & Historical 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 titled *To Observe and Imagine: British Drawings and Watercolors, 1600–1900*.

Greater Pittsburgh Convention & Visitors Bureau Education Foundation, Inc. *Pittsburgh, Pennsylvania*

The bureau's Tourism and Cultural Heritage Department markets south-western Pennsylvania and its cultural and heritage attractions and events to the individual consumer, as well as to group tour industries.

\$340,000 toward operating support for the Tourism and Cultural Heritage Department.

The Homewood Cemetery Historical Fund *Pittsburgh, Pennsylvania*

The Homewood Cemetery Historical Fund was established to solicit funds needed for the preservation and restoration of the history and architecture of the Homewood Cemetery.

\$500,000 toward a capital campaign to restore and repair historical buildings and/or landscape.

Idea Foundry *Pittsburgh, Pennsylvania*

The Idea Foundry is a western Pennsylvania initiative of universities, private foundations, industry, government, and venture capitalists collectively stimulating innovation, new company creation, and job growth.

\$1,000,000 toward operating support for 2005/2006.

Latrobe Area Hospital Charitable Foundation *Latrobe, Pennsylvania*

The Latrobe Area Hospital Charitable Foundation was founded in 1995 to support Latrobe Area Hospital's mission of meeting the health care needs of the community.

\$1,000,000 to support a capital campaign for new emergency department facilities.

Lawrenceville Corporation *Pittsburgh, Pennsylvania*

The Lawrenceville Corporation is a catalyst and conduit for reinvestment in the Lawrenceville community. It develops commercial and residential real estate, provides technical assistance to local businesses, facilitates strategic community planning efforts, and markets the neighborhood's commercial districts and the local design industry cluster.

\$150,000 to help purchase and build-out the Blackbird Artist Studios, where artists and designers will produce and sell their work.



The Blackbird Artist Studios is a new, green center offering affordable studio and retail space to professional visual artists. Artists and designers are energizing Blackbird's 19th-century neighborhood.

Ligonier Valley Rail Road Association *Ligonier, Pennsylvania*

The association was formed to preserve the legacy of the Ligonier Valley Rail Road.

\$214,000 to stabilize the exterior of the Darlington Station.

\$44,000 to help purchase a collection of railroad relics toward the establishment of a railroad museum.

Local Initiatives Support Corporation *Pittsburgh, Pennsylvania*

The Local Initiatives Support Corporation (LISC) is a national organization started by the Ford Foundation in 1979. Its mission is to build the financial and technical capacity of community-based organizations to sponsor housing and commercial development activities appropriate to their communities.

\$500,000 to support the East End Growth Fund targeting East Liberty.

REGIONAL ECONOMIC DEVELOPMENT

CONTINUED

The Mon Valley Initiative

Homestead, Pennsylvania

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

\$775,000 to support a business and workforce development program.

MPC Corporation

Pittsburgh, Pennsylvania

The MPC Corporation (Carnegie Mellon University and the University of Pittsburgh) will administer the feasibility for and creation of a South-western Pennsylvania Benchmarking Consortium.

\$50,000 toward consulting work necessary to develop a regional technology strategy.

National Aviary in Pittsburgh

Pittsburgh, Pennsylvania

The aviary's mission is to inspire respect for nature through an appreciation of birds.

\$3,000,000 toward a capital campaign for expansion and to create the world's first indoor bird theater.

The National Road Heritage Park of Pennsylvania

Uniontown, Pennsylvania

U.S. Route 40, as it runs through Somerset, Fayette, and Washington Counties, is the spine of the National Road Heritage Corridor and the focal point of an effort to preserve, enhance, and promote the transportation heritage of the first public works project funded by the federal government.

\$20,000 to support the grand opening ceremonies for a new visitor center at Fort Necessity on October 8, 2005.

New Hazlett Center for the Performing Arts

Pittsburgh, Pennsylvania

Since 2003, the Children's Museum and The Andy Warhol Museum have collaborated to spearhead the revitalization of the 116-year-old Hazlett Theater on Pittsburgh's North Side. Their goals are to ensure that the theater remains a vital and affordable venue of professional caliber for community organizations and arts presenters, while also serving as an economic engine for a thriving North Side.

\$300,000 toward building improvements and three-year start-up to launch the New Hazlett Theater.

Opera Theater of Pittsburgh, Inc.

Pittsburgh, Pennsylvania

The theater is Pittsburgh's modern music drama company that focuses on American operas, new works, reinterpretation of older works in new ways, diversity in programming and casting, emerging talent, and on broadening audiences through outreach and education.

\$137,500 as a capacity-building grant toward two years to help build organizational capacity.

Penns Corner Conservancy Charitable Trust for Westmoreland Conservation District

Greensburg, Pennsylvania

For more than 50 years, the Westmoreland Conservation District has promoted clean streams, healthy forests, stable soils, productive farms, and sustainable communities.

\$200,000 to expand the Westmoreland Conservation District campus by acquiring and renovating an adjacent building utilizing LEED standards.

Pennsylvania Economy League, Inc. Western Division

Pittsburgh, Pennsylvania

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

\$50,000 toward evaluation of the Pittsburgh Life Sciences Greenhouse.

Pennsylvania Trolley Museum

Washington, Pennsylvania

The museum communicates the rich story of Pennsylvania's trolley era to a diverse audience through the preservation, interpretation, and use of its collection of electric railway and railroad equipment, associate artifacts, and photo/document archives.

\$25,000 to help offset costs resulting from Hurricane Ivan including archive restoration and streetcar repairs, and for deficit reduction.

Phipps Conservatory

Pittsburgh, Pennsylvania

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

\$187,500 toward bringing the Chihuly glass exhibition to Phipps in 2007.

Pittsburgh Center for the Arts

Pittsburgh, Pennsylvania

The center is a community arts organization dedicated to fostering an appreciation of and encouraging participation in the arts by all citizens of southwestern Pennsylvania. It offers studio-based art classes and workshops, mounts contemporary exhibitions of visual artworks, and promotes and sells the artwork of regional and national artists.

\$150,000 as a capacity-building grant toward short-term operating costs and transition support related to a merger with Pittsburgh Filmmakers.

Pittsburgh Digital Greenhouse

Pittsburgh, Pennsylvania

The Pittsburgh Digital Greenhouse is an economic development initiative started in June of 1999 to build an industry cluster around the application of System-on-a-Chip (SOC) technology in the digital multimedia and digital networking markets.

\$750,000 payable over three years to support The Technology Collaborative, a merger between The Pittsburgh Digital Greenhouse and the Robotics Foundry.

The Pittsburgh Foundation

Pittsburgh, Pennsylvania

The Pittsburgh Foundation is the 17th-largest community foundation in the country. Since 1945, it has worked to improve the quality of life in the Pittsburgh region by evaluating and addressing community issues, promoting charitable giving, and connecting donors to the critical needs of the community.

\$30,000 to help underwrite costs related to the annual meeting of the Council on Foundations in Pittsburgh, May 6-9, 2006.

\$2,500 toward administration of the Pittsburgh Public Service Fund.

Pittsburgh Life Sciences Greenhouse

Pittsburgh, Pennsylvania

The greenhouse is an economic development initiative chartered to create jobs and companies by establishing southwestern Pennsylvania as a world leader in the life sciences industry. A collaborative effort that includes key government, university,



A symbol of southwestern Pennsylvania's growing biotech industry, the University of Pittsburgh's Biomedical Science Tower 3 opened in 2005. The building is designed as a national model for how modern laboratory space can promote collaboration among scientists.

industry, and economic development organizations, it will result in a critical mass of bioscience companies, jobs, and research infrastructure.

\$7,000,000 to support an economic initiative designed to establish southwestern Pennsylvania as a world leader in the life sciences industry.

Pittsburgh Musical Theater

Pittsburgh, Pennsylvania

Pittsburgh Musical Theater is a mid-sized, professional company committed to quality musical theater at affordable prices, the education of youth, and the support of local talent.

\$100,000 toward three-year support of student matinees and educational programming.

REGIONAL ECONOMIC DEVELOPMENT

CONTINUED

The Pittsburgh New Music Ensemble

Pittsburgh, Pennsylvania

Established in 1976, The Pittsburgh New Music Ensemble is the oldest professional contemporary music ensemble in the United States.

\$90,000 as a capacity-building grant to support a three-year plan to build organizational capacity.

Pittsburgh Opera

Pittsburgh, Pennsylvania

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.

\$350,000 as a capacity-building grant to match new and increased individual giving by June 30, 2006.

Pittsburgh Parks Conservancy

Pittsburgh, Pennsylvania

The Pittsburgh Parks Conservancy partners with the city to restore, maintain, and execute the revitalization of the city's four largest parks—Frick, Highland, Schenley, and Riverview.

\$450,000 toward management and maintenance of the parks, and building organizational capacity.

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.

\$400,000 toward annual operating support.

\$250,000 toward Phase 2 of the Garfield Homeownership Program being undertaken by the Bloomfield-Garfield Corporation.

The Pittsburgh Symphony Society

Pittsburgh, Pennsylvania

The Pittsburgh Symphony strives 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 to support efforts designed to increase the subscriber base.

The Pittsburgh Trust for Cultural Resources

Pittsburgh, Pennsylvania

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

\$675,000 to help purchase and restore property in the Cultural District.

\$375,500 to help purchase and restore property in the Cultural District.

\$200,000 toward the programming component of the Cultural Incubator Initiative.

\$20,000 as a capacity-building grant to support Pittsburgh Playwrights Theatre Company's first season of programming in the Cultural District.

\$20,000 to support the First Night New Year's Eve Celebration 2006.

\$1,500 to support a cultivation event for a young donors program.

Presbyterian Church of Mt. Washington

Pittsburgh, Pennsylvania

The church has converted formerly unused space to create the Urban Mountain Gathering Place, a unique and accessible conference and retreat center designed as a self-sustaining, social enterprise serving for-profits, nonprofits, and individuals. Proceeds from rentals will be used to expand the church's outreach services to the community, particularly to at-risk children.

\$50,000 to support the Urban Mountain Gathering Place.

The Progress Fund

Dawson, Pennsylvania

The Progress Fund is promoting enterprise development in distressed areas of rural western Pennsylvania and northern West Virginia by increasing access to capital for owners and potential owners of small businesses.

\$178,000 to support the Southwest Pennsylvania Agri-Business Collaborative.

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.

\$500,000 to support development of Three Rivers Park.

Southwestern Pennsylvania Corporation

Pittsburgh, Pennsylvania

The Southwestern Pennsylvania Corporation is the administrative arm of the Southwestern Pennsylvania Commission. Its mission is to facilitate development in the region through the execution of three program areas: Transportation, Planning and Development, and Information Systems.

\$75,000 to supplement a comprehensive regional planning process.

\$75,000 to support the 2005-2006 Farmer's Market Action Plan, designed to improve overall sales and success of farmers' markets.

Squonk Opera Inc.

North Huntingdon, Pennsylvania

Squonk Opera creates and performs interdisciplinary theatrical works and provides educational opportunities in connection with performance of these works. Its mission is to extend art forms and create shows that are accessible and transformative to diverse and nontraditional audiences.

\$25,000 to develop a new production entitled *Pittsburgh: The Opera*.

Team Pennsylvania Foundation

Harrisburg, Pennsylvania

Team Pennsylvania Foundation is a public/private, economic development partnership that initiates and supports innovative programs to improve Pennsylvania's competitiveness and quality of life.

\$5,000 to support the 2005 Governor's Awards for the Arts ceremony in Greensburg.

3 Rivers Connect

Pittsburgh, Pennsylvania

The mission of 3 Rivers Connect is to use innovative information technology to create for Pittsburgh a single, distributed Information Commons that will be used by every citizen and visitor to learn, work, and interact.

\$400,000 payable over two years toward continued development of the Information Commons.

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.

\$100,000 to support operations as well as planning for long-term sustainability.

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.

\$600,000 payable over three years toward general operating funds and a multiyear membership acquisition campaign for Venture Outdoors, an organization dedicated to making the outdoor recreation community a vibrant centerpiece of this region.

\$500,000 to provide operating and program support for the Sprout Fund.

\$250,000 to support Sustainable Pittsburgh's outdoor recreation and amenities partnerships.

\$250,000 to support the Pittsburgh Social Enterprise Accelerator, dedicated to helping nonprofit organizations develop successful social enterprise ventures.

\$36,500 to support Sustainable Pittsburgh's project to develop the Outdoor Recreation Program at Carnegie Mellon University.

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.

\$150,000 toward general support.

REGIONAL ECONOMIC DEVELOPMENT

CONTINUED

University of Pittsburgh Center for Social & Urban Research

Pittsburgh, Pennsylvania

The University Center for Social and Urban Research (UCSUR) was established by the University of Pittsburgh in 1972 to serve as a resource for researchers and educators interested in the basic and applied social and behavioral sciences.

\$60,000 to support the Southwestern Pennsylvania Regional Indicators Project.

War for Empire, Inc.

Pittsburgh, Pennsylvania

War for Empire, Inc., based in Pittsburgh, has been created to develop special programs, interpretations, and linkage of sites for the 250th anniversary of the French and Indian War, to include production of a Public Television documentary entitled *The War That Made America*. Related activities scheduled between 2004 and 2008 are designed to provide fun and educational opportunities for residents of the region while also attracting tourism to bolster the region's economy.

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

West Mifflin Community Foundation

West Mifflin, Pennsylvania

The West Mifflin Community Foundation was formed to assist people, families, and organizations in the Borough of West Mifflin with disaster relief, as well as educational and recreational development opportunities.

\$15,000 toward a geotechnical study on properties damaged in a landslide.

The Western Pennsylvania Hospital Foundation

Pittsburgh, Pennsylvania

The Western Pennsylvania Hospital Foundation raises, invests, and distributes funds in support of The Western Pennsylvania Hospital and the West Penn Allegheny Health System, The Western Pennsylvania Hospital's medical programs, patient and family care, and research, education, and community programs. The foundation also provides research administration.

\$100,000 to support scientific research on diabetes under Dr. Peter Jannetta.

Westmoreland County Airport Authority

Latrobe, Pennsylvania

The Westmoreland County Airport Authority is responsible for the operation of the county's two aviation facilities: Arnold Palmer Regional Airport and Rostraver Airport.

\$50,000 to promote Westmoreland County's air travel services.

Wildlife of the American West

Jackson, Wyoming

The museum is unique among American art museums, distinguished by its mission and location. With collections of nearly 2,300 works of art, the museum strives to enrich and inspire public appreciation of fine art and humanity's relationship with nature by focusing its exhibitions and programs on wildlife.

\$25,000 to support an exhibition of *Wildlife of the American West* at the Carnegie Museum of Natural History as part of the "Pittsburgh Roars" project during 2006.

WQED Pittsburgh

Pittsburgh, Pennsylvania

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

\$600,000 to support *OnQ Magazine*, a nightly television program focused on a broad range of regional issues, paid in two grants during 2005.

YouthWorks

Pittsburgh, Pennsylvania

YouthWorks is a communitywide, multi-institutional effort that provides preemployment training and job opportunities for youth ages 14 to 25.

\$250,000 to support a construction trades pre-apprentice training program that will train young men and women as carpenters.

Total Regional Economic Development

\$31,482,000

CHILDREN, YOUTH, AND YOUNG ADULTS

Allegheny County Department of Human Services

Pittsburgh, Pennsylvania

The Allegheny County Music Festival Fund is dedicated to enriching the lives of children served by the Allegheny County Department of Human Services by providing them with meaningful items and services otherwise unavailable through government funding.

\$10,000 to support the Allegheny County Music Festival Fund.

Allegheny Valley YMCA

Pittsburgh, Pennsylvania

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

\$285,000 toward capital improvements and a feasibility study.

Angels' Place

Pittsburgh, Pennsylvania

The mission of Angels' Place is to provide the opportunity for single, low-income student-parents to complete their education, secure satisfying employment, establish careers, and become self-sufficient and responsible citizens.

\$200,000 to support a total family development program for student-parents and their children.



Expansion of the innovative Children's Museum of Pittsburgh linked two landmark buildings. In March 2006 the award-winning structure became the largest green children's museum in the country.

Big Brothers Big Sisters of Greater Pittsburgh

Pittsburgh, Pennsylvania

Big Brothers Big Sisters establishes one-to-one relationships between adult volunteers and children aged six to 13 years from single-parent families. Volunteers provide guidance, friendship, and support to help children make wise decisions and lead productive lives.

\$75,000 as a three-year, capacity-building grant for an initiative to increase individual giving.

Carriage House Children's Center, Inc.

Pittsburgh, Pennsylvania

Since 1974, Carriage House Children's Center has provided structured day care programs for preschool children, and is dedicated to the nurturing, care, and education of infants, toddlers, and preschool children.

\$250,000 to fulfill a match requirement to complete building renovations.

Central Northside Reading is FUNdamental

Pittsburgh, Pennsylvania

The organization (RIF) provides resources, skills, opportunities, and motivation for North Side children, ages two through 12, to read. It is founded on the belief that learning to love reading at an early age will create a lifetime passion for learning.

\$75,000 to support an after-school tutoring program collaborative among RIF, the Allegheny Intermediate Unit, and the YMCA.

CHILDREN, YOUTH, AND YOUNG ADULTS

CONTINUED

The Children's Home of Pittsburgh *Pittsburgh, Pennsylvania*

The Children's Home of Pittsburgh, established in 1893, promotes the health and well-being of infants and children through services that establish and strengthen the family, including an Adoption Program, Transitional Infant Care Hospital, and Child's Way, licensed day care for children with special needs.

\$1,000,000 to support the capital campaign for a new expanded facility.

Christian Camps of Pittsburgh *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.

\$85,000 to help construct a waterslide and purchase high-adventure materials for Summer's Best Two Weeks.

Community Youth Alliance *Beaver Falls, Pennsylvania*

Community Youth Alliance was established in 1987 as a grassroots response to lack of after-school tutoring and other opportunities for young people in and around the Beaver Falls area.

\$5,000 to support an after-school program.

Council on Finance Administration of the 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 payable partially as a challenge grant toward construction of a dining hall at Camp Allegheny.

Direct Relief International *Santa Barbara, California*

Direct Relief International provides medical material aid including medicines, medical supplies, and equipment to strengthen in-country health efforts around the world to improve the quality of life for the most impoverished people.

\$500,000 toward disaster relief efforts for tsunami victims in Southeast Asia.

The EdVenture Group *Pittsburgh, Pennsylvania*

The EdVenture Group is a nonprofit organization specializing in creating customized curriculum, developing and delivering training programs, and providing educational and technology consulting.

\$500,000 to establish a model for excellence in after-school programs in southwestern Pennsylvania.

Family Guidance, Inc. *Sewickley, Pennsylvania*

Family Guidance was created as a result of a merger between Youth Guidance and Family Ministries. Its mission is to provide proactive and restorative ministry designed to help restore the family to a place of strength and value in our culture.

\$500,000 for a capital campaign to upgrade and expand Promise Camp, a camping ministry for at-risk youth.

Glen Montessori School *Pittsburgh, Pennsylvania*

The Glen Montessori School provides an educational experience extending from ages three to six years that upholds the tenets of education and development espoused by Dr. Maria Montessori.

\$10,000 for toddler and all-day programs.

Hill House Association *Pittsburgh, Pennsylvania*

Hill House is a multifaceted social service agency that provides a range of ongoing programs to approximately 27,000 clients in the Hill District and neighborhoods throughout the region. The association strives to offer quality, all-inclusive, yet personalized services while meeting the broad and changing needs of the community.

\$265,000 to support youth initiatives and a program evaluation model.

Latrobe Foundation

Latrobe, Pennsylvania

The Latrobe Foundation is operated exclusively for the benefit of the people of the Borough of Latrobe and the surrounding vicinity.

\$25,000 to help renovate the Latrobe/Derry Area Teener League's baseball field.

Ligonier Valley Learning Center, Inc.

Ligonier, Pennsylvania

Ligonier Valley Learning Center is a nonprofit human service agency that has been in operation for over 20 years. Its programs and services include educational child care, out-patient counseling, and behavioral health services for children. The center also operates a unique specialty store in Ligonier.

\$10,000 for renovations to the child care facility in Latrobe.

Lions of Pennsylvania Foundation

Pittsburgh, Pennsylvania

The foundation's mission is to assist those afflicted with sensory impairment, particularly those relating to vision and hearing.

\$10,000 toward playground equipment for the Lions Club Community Park in Franklin Township.

North Hills Youth Ministry

Pittsburgh, Pennsylvania

The ministry is a nondenominational community service organization that provides family, marital, individual, and group counseling along with preventive, educational, and advocacy services. Its faith-based mission is to help youth and families strengthen communication and spiritual values within the family system.

\$100,000 to purchase and renovate adjacent office space for program expansion.

Pennsylvanians for Responsible Use of Animals

Mechanicsburg, Pennsylvania

The organization operates Hunters Sharing the Harvest, a venison donation program that channels donated venison to local food banks and soup kitchens.

\$10,000 toward operating support for Hunters Sharing the Harvest Program.

The Pittsburgh Children's Museum

Pittsburgh, Pennsylvania

Located on Pittsburgh's North Side, the museum encourages interactive experiences that facilitate the growth and intellectual development of children.

\$100,000 toward two years of support for the *Studio* program.

The Pittsburgh Project

Pittsburgh, Pennsylvania

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, and developing leaders for its future.

\$500,000 to increase the number of urban children and youth served in after-school, leadership development, and community service programs.

Pittsburgh Soccer in the Community

Pittsburgh, Pennsylvania

Pittsburgh Soccer in the Community is designed to be an interactive learning tool for today's inner-city youth. Spring and fall soccer training courses have been developed and integrated with lifestyle lessons offered by local organizations such as D.A.R.E., the Salvation Army, and Pittsburgh's policy force.

\$25,000 to support a youth program for underserved urban neighborhoods in Pittsburgh.

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.

\$90,000 for three-year support of the Peer Education Program.

CHILDREN, YOUTH, AND YOUNG ADULTS

CONTINUED

Rosedale Block Cluster, Inc.

Pittsburgh, Pennsylvania

Rosedale Block Cluster's mission is to improve the image of the Rosedale-Tioga area by developing programs and special events to enhance the community's attractiveness for residents and merchants.

\$250,000 payable equally over two years for program and organizational development.

Schenley Heights Community Development Program

Pittsburgh, Pennsylvania

The program was developed as an outreach of Grace Memorial Presbyterian Church and is dedicated to providing quality educational and social programming for urban youth in the Schenley Heights, Hill District, and West Oakland communities.

\$250,000 toward two years to support and expand after-school programs and for building renovations.

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 to support summer programming for youth.

YouthPlaces

Pittsburgh, Pennsylvania

YouthPlaces is a network of after-school programs that engage youth, ages 12 to 18, in quality activities within their own neighborhoods. The programs are shaped by the community and youth leaders in order to develop the skills of youth and increase their opportunity for success.

\$265,000 toward annual support and consulting fees to build organizational capacity.

\$250,000 to support a three-year pilot for YouthPlaces to incorporate the East End Student Support Services program.

YouthWorks

Pittsburgh, Pennsylvania

YouthWorks is a communitywide, multi-institutional effort that provides preemployment training and job opportunities for youth ages 14 to 25.

\$250,000 to support youth training and employment programs.

Total Children, Youth, and Young Adults

\$6,045,000

EDUCATION

Civil Society Institute

Newton, Massachusetts

The Partnership for Quality Pre-Kindergarten is a public/private partnership designed to advance the work of early education in Pennsylvania through the creation of community-based, collaborative programs.

\$1,000,000 toward a three-year pilot of the Partnership for Quality Pre-Kindergarten.

Community College of Allegheny County Education Foundation

Pittsburgh, Pennsylvania

The college's mission is to make quality education affordable and accessible to the community, provide leadership in workforce training, and support the economic development of the region.

\$50,000 to develop an Integrated Systems Technology (IST) training center.

Crossroads Foundation

Pittsburgh, Pennsylvania

Crossroads provides holistic scholarship support to enable at-risk students from low-income families to pursue quality education in Pittsburgh-area Catholic high schools. In addition to tuition assistance, the program provides intensive, hands-on support services necessary to promote the students' academic achievement and positive personal development.

\$500,000 as a capacity-building grant toward the Scholarship Endowment Fund of the development campaign, payable as a match for individual support.

Duquesne University of the Holy Ghost

Pittsburgh, Pennsylvania

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

\$2,000,000 toward a capital campaign, payable over two years.

Education Delivery Systems, 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.

\$180,000 toward expansion of City Charter High School.



Dedicated to teaching, creating, and promoting glass art, the Pittsburgh Glass Center is a green building that combines new and existing architecture to revitalize its historic neighborhood.

Family Tyes, Inc.

Pittsburgh, Pennsylvania

Family Tyes seeks to organize programs and activities to provide life-long positive alternatives to negative influences by utilizing a shared interest in fly fishing to promote family values, mentors, the educational process, and business skills. They encourage young people to dream and teach them to believe in the American system.

\$580,000 to create a sustainable conservation education program, payable over three years.

Grantmakers of Western Pennsylvania

Pittsburgh, Pennsylvania

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

\$19,425 toward annual operating support.

Keystone Oaks High School

Pittsburgh, Pennsylvania

Project Succeed at Keystone Oaks High School is an alternative evening study program for those persons who, regardless of age, have dropped out of school. The program helps them to achieve a high school diploma.

\$20,000 toward two years of program support for Project Succeed.

The Kiskiminetas Springs School

Saltsburg, Pennsylvania

The Kiski School is an all-male, independent boarding school in southwestern Pennsylvania designed to prepare young men to succeed in college.

\$500,000 toward a capital campaign for renovations and programming initiatives.

Mt. Carmel Christian School

Mt. Pleasant, Pennsylvania

The school is a private, independent school located in southwestern Pennsylvania serving children in kindergarten through 12th grade.

\$50,000 to upgrade playground equipment and resurface the parking lot and driveway.

National Council for History Education

Westlake, Ohio

The National Council for History Education is dedicated to promoting the importance of history in schools and in society.

\$300,000 toward a professional development program to inspire and enhance history education.

Negro Educational Emergency Drive

Pittsburgh, Pennsylvania

NEED provides higher education counseling and financial assistance to talented young people in the Pittsburgh area who are attending college, business, trade, or technical schools.

\$200,000 toward scholarship support for African-American students.

The Neighborhood Academy

Pittsburgh, Pennsylvania

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

\$375,000 payable over two years toward operating support.

Pennsylvania Institute for Conservation Education

Bloomsburg, Pennsylvania

Founded in 2002, the Pennsylvania Institute for Conservation Education is a nonprofit educational organization dedicated to advancing awareness, knowledge, and skills in natural history and conservation of natural resources by building an ecologically literate and engaged public.

\$80,000 to support the Pennsylvania Wildlife Leadership Program designed to instill and nurture conservation values among high school youth.

\$5,000 to support educational programming.

Point Park University

Pittsburgh, Pennsylvania

Point Park is a small, private, accredited, liberal arts university. An emphasis on career-based education provides Point Park University students with excellent opportunities for hands-on, real-world experiences.

\$1,500,000 to support the final phase of renovations to Lawrence Hall, which serves as both classroom and residential space.

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.

\$350,000 to support opening of Propel charter schools in McKeesport and Turtle Creek.

Shady Side Academy

Pittsburgh, Pennsylvania

Shady Side Academy is the largest nonsectarian independent school in western Pennsylvania serving kindergarten through 12th grade.

\$900,000 toward a capital campaign to renovate Rowe Hall, including application for LEED certification.

Somerset County Campus Foundation for Allegany College of Maryland

Somerset, Pennsylvania

The Somerset County Campus for Allegany Community College of Maryland is the only source of post-secondary education that exists in Somerset County, Pennsylvania.

\$150,000 to help expand the Somerset County Campus academic facility.

St. David Society of Pittsburgh

Pittsburgh, Pennsylvania

The Welsh fellowship in southwestern Pennsylvania, Ohio, and West Virginia has begun a major effort to make a lasting witness to its history and heritage in this part of Pittsburgh. They will join the English, Scottish, and Irish organizations that have already made this unique demonstration of ethnic pride and presence in this country.

\$50,000 to help complete a Welsh Nationality Classroom at the University of Pittsburgh.

Susquehanna University

Selinsgrove, Pennsylvania

Susquehanna University is located on the banks of the Susquehanna River, 50 miles north of the state capital. Since 2002, *U.S. News & World Report's* "America's Best Colleges" has included Susquehanna in its list of National Liberal Arts Colleges, which represent the best 217 institutions for undergraduate learning in the country.

\$2,000,000 to support a capital campaign, payable over two years.

University of Pittsburgh School of Education

Pittsburgh, Pennsylvania

Founded in 1787 as a small private school, the Pittsburgh Academy was located in a log cabin near Pittsburgh's three rivers. In the 219 years since, the University of Pittsburgh has evolved into an internationally recognized center of learning and research.

\$500,000 to create the Dr. Helen Faison Chair in Urban Education, honoring the 55-year career of this accomplished and widely admired educator.

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.

\$20,000 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 2005 Mellon Lecture Program.

EDUCATION

CONTINUED

University of Pittsburgh at Greensburg Foundation *Greensburg, Pennsylvania*

The University of Pittsburgh at Greensburg (UPG) was established in 1963 as one of four regional campuses for the University of Pittsburgh. Authorized to grant baccalaureate degrees in 1987, UPG now serves its community as a four-year, publicly assisted, liberal arts and sciences undergraduate college.

\$500,000 toward expansion and renovation of the campus Computer Center.

University of Pittsburgh at Johnstown *Johnstown, Pennsylvania*

The University of Pittsburgh at Johnstown is a comprehensive college offering baccalaureate and associate degrees in the arts and sciences and in selected professional fields. Its mission is to offer an affordable, high-quality educational experience to students of strong intellectual potential.

\$490,000 toward the development of a Faculty Resource Center.

Waldorf School of Pittsburgh *Pittsburgh, Pennsylvania*

The Waldorf School is founded on the concept of educating the whole child, which includes traditional academics as well as the personal growth that comes from experiential learning. It also seeks to engage families in education to create learning partnerships.

\$300,000 payable as a matching grant toward exterior restoration and repair.

Waynesburg College *Waynesburg, Pennsylvania*

Waynesburg College is the primary higher educational institution in Greene County. It serves the people, organizations, and communities of the area through innovative academic programs, expert technical assistance and training for businesses, and an extensive commitment to volunteer service.

\$400,000 to support a new Center for Research and Economic Development.

Westmoreland County Community College Education Foundation *Youngwood, Pennsylvania*

The foundation is the fund-raising arm of the college, which is a two-year institution located near Greensburg, Pennsylvania, dedicated to providing an affordable education to the residents of the region.

\$500,000 to support a capital campaign.

Word of God Catholic School *Pittsburgh, Pennsylvania*

Word of God is a Roman Catholic elementary school that offers exceptional academic and spiritual instruction in small class settings.

\$27,000 to help replace and upgrade the school's entrances.

Total Education

\$13,556,425

HUMAN SERVICES AND NONPROFIT CAPACITY BUILDING

Allegheny County Department of Human Services *Pittsburgh, Pennsylvania*

The department's mission is to create an accessible, culturally competent, integrated, and comprehensive human service system that ensures individually tailored, seamless, and holistic services to Allegheny County residents, in particular the county's vulnerable population.

\$1,500,000 toward the Homeless Development Match Fund.

Allegheny East Mental Health & Mental Retardation Center *Pittsburgh, Pennsylvania*

The center seeks to provide quality, life-enhancing services that promote wellness and the development of human potential.

\$100,000 to support a sustainable greenhouse project.

Caregivers Institute, Inc. *Pittsburgh, Pennsylvania*

The institute's mission is to improve the health and vocational longevity of direct caregivers through prevention and intervention services that include peer support, education, personal growth, spiritual retreat, recreation, and community building activities.

\$100,000 payable over two years to pilot a Caregivers Institute.

City Mission—Living Stones *Uniontown, Pennsylvania*

Established in the 1970s, City Mission has built an integrated continuum of care model to provide for the comprehensive housing and service needs of Fayette County's homeless people.

\$75,000 to support a permanent supportive housing project.

Clelian Heights School for Exceptional Children *Pittsburgh, Pennsylvania*

Owned and operated by the Apostles of the Sacred Heart of Jesus, Clelian Heights is a private educational, residential, and training facility for children and adults ages three to 50 and beyond, with mental retardation and other developmental disabilities.

\$97,000 toward building renovations.



From this green building on a former brownfield, the Greater Pittsburgh Community Food Bank serves families throughout southwestern Pennsylvania. It is the centerpiece of the redevelopment of a former mill site in Duquesne.

Duquesne University of the Holy Ghost Nonprofit Leadership Institute *Pittsburgh, Pennsylvania*

Established in 1996 to inspire excellence in nonprofit governance, the Nonprofit Leadership Institute is housed in the School of Leadership and Professional Advancement and is supported by grants from local foundations and by registration fees from program participants.

\$300,000 as a capacity-building grant, payable over two years to expand the New Trustees for a New Pittsburgh initiative.

HUMAN SERVICES AND NONPROFIT CAPACITY BUILDING

CONTINUED

East Liberty Family Health Care Center

Pittsburgh, Pennsylvania

Founded in 1982 as a faith-based health care provider, the center is dedicated to serving those residents in poor communities in Pittsburgh's East End. Through five locations it helps address the needs of the homeless and alcohol and drug addicted, and offers pediatric and prenatal services through outreach in the community.

\$125,000 payable as a matching grant toward restoring the center's operating reserves.

Family Resources

Pittsburgh, Pennsylvania

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

\$750,000 toward a capital campaign for renovations to the Family Retreat Center.

Jewish Healthcare Foundation

Pittsburgh, Pennsylvania

The Working Hearts initiative is a coalition of more than 70 community organizations, seeded by the Jewish Healthcare Foundation, that functions as an education and communications network to improve heart health.

\$20,000 to support the 2006 Working Hearts Campaign designed to raise risk-awareness of heart disease.

Manchester Craftsmen's Guild

Pittsburgh, Pennsylvania

Manchester Craftsmen's Guild is a multidisciplinary center for arts and learning that employs the visual and performing arts to foster a sense of accomplishment and hope in the urban community.

\$200,000 as a capacity-building grant to support the income generating and archiving components of MCG Jazz, a social enterprise.

North Side Christian Health Center

Pittsburgh, Pennsylvania

The center was founded in 1995 and provides "whole-person" health care services to medically underserved people from Pittsburgh's North Side and neighboring communities.

\$125,000 toward operating support and a business plan for expansion.

Onala Club

Pittsburgh, Pennsylvania

Onala Club provides an environment that fosters an atmosphere of recovery from the disease of addiction.

\$75,000 as a capacity-building grant to support facility renovations and build staff capacity.

Pittsburgh Pastoral Institute

Pittsburgh, Pennsylvania

The mission of Good Grief Center for Bereavement Support is to be a resource center and safe place where all who have experienced the pain of death may come to work through loss and learn to manage grief.

\$100,000 as a capacity-building grant to provide marketing support for the social enterprise project of the Good Grief Center.

Pittsburgh Urban Leadership Service Experience

Pittsburgh, Pennsylvania

Pittsburgh Urban Leadership Service Experience (PULSE) is the inaugural program of the Mennonite Urban Corps. Its purpose is to attract recent university graduates interested in addressing urban economic, environmental, and social justice issues with work placements in small- and medium-sized local nonprofit organizations.

\$10,000 to support the PULSE program.

Primary Care Health Services

Pittsburgh, Pennsylvania

Established in 1976, Primary Care Health Services is a nonprofit corporation that addresses the health and social services needs of residents of Allegheny County through the development and operation of community health centers.

\$22,500 to support the New Horizons Sports League, providing community-oriented sports activities for the homeless, mentally ill, and other vulnerable populations.

Providence Connections

Pittsburgh, Pennsylvania

Providence Family Support Center offers a continuum of support services to women who are single heads of households, and their children, by linking with agencies and programs that provide economic, mental health, advocacy, and empowerment opportunities.

\$100,000 to support capacity-building initiatives.

Sisters Place

Clairton, Pennsylvania

Sisters Place is a supportive housing community committed to assisting single-parent families who are homeless toward self-sufficiency and family stability.

\$100,000 toward two years to help meet the federal match requirement for supportive services.

Society of St. Vincent de Paul

Pittsburgh, Pennsylvania

The Society of St. Vincent de Paul offers tangible assistance to those in need on a person-to-person basis through such services as intervention, consultation, and often through direct dollar or in-kind service while conscientiously maintaining the confidentiality and dignity of those who are served.

\$10,000 to support a collaboration among thrift stores in the region.

United Way of Allegheny County

Pittsburgh, Pennsylvania

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

\$550,000 to support the annual campaign.

United Way of Westmoreland County

Greensburg, Pennsylvania

The United Way of Westmoreland County improves people's lives by mobilizing the caring power of communities. The service area extends throughout most of Westmoreland County, the Kiski area of Armstrong County, and the Connellsville area of Fayette County.

\$900,000 payable over three years toward the development of early childhood care and after-school programs, and for other human service needs throughout the county.

Wesley Institute

Pittsburgh, Pennsylvania

The mission of Wesley Institute is to create an environment in which children and youth are able to build the lifelong skills essential to become independent, responsible, contributing, and caring members of our community.

\$750,000 to support a successful merger with Spectrum Family Network.

Women's Center & Shelter of Greater Pittsburgh

Pittsburgh, Pennsylvania

The Women's Center & Shelter of Greater Pittsburgh provides a variety of services designed to end intimate partner violence in the lives of women and children. In addition to shelter, these services include counseling for resident and nonresident women, counseling for children, legal and medical advocacy, and education.

\$150,000 to help implement business systems for more effective service delivery, payable equally over three years.

HURRICANE KATRINA RELIEF INITIATIVES

The trustees have been working to identify specific long-term initiatives to assist with recovery of the Gulf Coast. The following is a preliminary list of grants being made over 2005-2006 to support these relief efforts.

Action for Animals

Latrobe, Pennsylvania

Action for Animals provides shelter and care for abused, abandoned, and stray dogs and cats in Westmoreland County.

\$20,000 to offset costs associated with Hurricane Katrina animal rescue/relief efforts.

HUMAN SERVICES AND NONPROFIT CAPACITY BUILDING

CONTINUED

The Animal Rescue League of Western Pennsylvania

Pittsburgh, Pennsylvania

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

\$20,000 to help offset costs associated with helping animals affected by Hurricane Katrina.

Best Friends Animal Sanctuary

Kanab, Utah

Best Friends Animal Sanctuary, the nation's largest sanctuary for abused and abandoned animals, is working with its members and supporters, and with animal welfare organizations around the country, to help bring about a time when no homeless, unwanted animals are being destroyed in shelters and all can be guaranteed a loving home.

\$75,000 to support rebuilding of local animal welfare groups affected by Hurricane Katrina.

Humane Society of Boulder Valley

Boulder, Colorado

It is the mission of the Humane Society of Boulder Valley to protect and enhance the lives of companion animals by promoting healthy relationships between pets and people.

\$10,000 to help offset animal rescue costs associated with Hurricane Katrina.

Noah's Wish, Inc.

Placerville, California

The sole mission of Noah's Wish is to rescue and shelter animals during disasters. It provides free services to disaster victims and their animals, animal organizations, and other disaster relief agencies.

\$75,000 to rebuild the Slidell Animal Shelter and help offset other costs associated with Hurricane Katrina.



History and a vibrant future meet in Downtown Pittsburgh. From this stylishly restored 1906 landmark, hotel guests can enjoy the rivers, arts and entertainment, sports, fine dining—all the amenities of a city for the 21st century.

Total Human Services and Nonprofit Capacity Building

\$6,359,500

RICHARD KING MELLON FOUNDATION
STATEMENTS OF FINANCIAL POSITION

	December 31,	
ASSETS	2005	2004
Cash	\$ 253,083	\$ 233,994
Other current assets	280,206	3,705,289
Investments:		
Stocks	1,056,477,390	1,025,602,454
Long-term debt instruments	448,324,380	410,767,367
Temporary investments	44,120,225	64,956,609
Alternative investments	329,394,685	236,940,893
Total	1,878,316,680	1,738,267,323
Program-related assets	3,000,000	3,000,000
Other assets	178,192	272,730
Total assets	\$1,882,028,161	\$1,745,479,336
LIABILITIES AND NET ASSETS		
Liabilities:		
Grants approved but not paid	\$ 25,702,345	\$ 18,498,215
Accounts payable and accrued liabilities	714,266	0
Deferred federal excise taxes	4,206,615	0
Appropriations for program-related assets	3,000,000	3,000,000
Total	33,623,226	21,498,215
Unrestricted net assets	1,848,404,935	1,723,981,121
Total liabilities and net assets	\$1,882,028,161	\$1,745,479,336

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,	2005	2004
Investment income	\$ 74,369,963	\$ 53,973,257
Expenses		
Administrative and investment expenses	10,012,825	9,809,267
Provision for federal excise taxes	3,018,685	930,361
Provision for deferred federal excise taxes	4,206,615	0
	<u>17,238,125</u>	<u>10,739,628</u>
Net investment income	57,131,838	43,233,629
Grants and appropriations approved	81,505,019	79,614,474
Deficiency of net investment income over approvals	(24,373,181)	(36,380,845)
Net realized gains from investments	67,523,604	57,558,328
Unrealized appreciation on investments	81,273,391	103,052,787
	<u>148,796,995</u>	<u>160,611,115</u>
Increase in unrestricted net assets	124,423,814	124,230,270
Unrestricted net assets:		
Beginning of year	1,723,981,121	1,599,750,851
End of year	<u>\$1,848,404,935</u>	<u>\$1,723,981,121</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,	2005	2004
Cash flows from operating activities:		
Increase in net assets	\$ 124,423,814	\$ 124,230,270
Adjustments to reconcile increase in net assets to net cash used in operating activities:		
Depreciation	94,538	94,537
Accretion	(54,489)	(343,349)
Deferred federal excise taxes	4,206,615	0
Realized gains on investments	(67,523,604)	(44,398,686)
Unrealized appreciation on investments	(81,273,391)	(103,052,787)
Increase (decrease) in cash from changes in:		
Other current assets	3,425,083	(2,800,207)
Grants approved but not paid	7,204,130	2,927,581
Accounts payable and accrued liabilities	714,266	0
Net cash used in operating activities	(8,783,038)	(23,342,641)
Cash flows from investing activities:		
Purchases of investments	(10,279,689,086)	(5,108,947,390)
Proceeds from sales of investments	10,288,491,213	5,132,199,913
Net cash provided by investing activities	8,802,127	23,252,523
Net increase (decrease) in cash	19,089	(90,118)
Cash, beginning of year	233,994	324,112
Cash, end of year	\$ 253,083	\$ 233,994

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

RICHARD KING MELLON FOUNDATION
SUMMARY OF INVESTMENTS

	December 31, 2005		December 31, 2004	
	Book Value	Market Quotations	Book Value	Market Quotations
STOCKS				
Domestic equities	\$ 472,449,372	\$ 660,373,562	\$ 497,202,298	\$ 681,757,635
Foreign equities	271,407,322	396,103,828	250,211,584	343,844,819
TOTAL STOCKS	743,856,694	1,056,477,390	747,413,882	1,025,602,454
LONG-TERM DEBT INSTRUMENTS				
Corporate bonds	298,889,396	295,742,785	259,954,212	264,415,380
United States Government and Government Agencies obligations	138,018,246	135,883,751	131,785,862	128,723,516
Other long-term obligations	16,908,734	16,697,844	17,645,077	17,628,471
TOTAL LONG-TERM DEBT INSTRUMENTS	453,816,376	448,324,380	409,385,151	410,767,367
TEMPORARY INVESTMENTS				
Demand and interest-bearing notes	39,297,980	39,301,597	61,554,791	61,554,790
Foreign short-term investments	4,829,157	4,818,628	3,394,292	3,401,819
TOTAL TEMPORARY INVESTMENTS	44,127,137	44,120,225	64,949,083	64,956,609
ALTERNATIVE INVESTMENTS	215,854,991	329,394,685	177,131,116	236,940,893
TOTAL INVESTMENTS	\$1,457,655,198	\$1,878,316,680	\$1,398,879,232	\$1,738,267,323

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1—Significant Accounting Policies

Basis of Accounting

The accompanying financial statements of the Richard King Mellon Foundation (Foundation) are prepared on 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 Regional Economic Development, Education, Children, Youth, and Young Adults, and Human Services and Nonprofit Capacity Building. Its interest in the area of Conservation is national.

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 alternative investments are valued at fair market value as determined in good faith by the general partner.

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 2004 financial statements have been made to conform to the 2005 classifications. These changes had no impact on previously reported results.

NOTE 2—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. 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 year ended December 31, 2004. For the year ended December 31, 2005, the Foundation provided for federal excise tax of two percent.

At December 31, 2005, deferred federal excise taxes are provided at one percent, which is the rate expected to be paid on unrealized gains on investments.

NOTES

C O N T I N U E D

NOTE 3 — Commitments

The Foundation is a Limited Partner in several limited partnerships for investment purposes. At December 31, 2005 and 2004, the Foundation had contractually committed to additional investments of \$146,794,000 and \$122,312,000, respectively.

At December 31, 2005 and 2004, the Foundation subscribed to purchase fixed income obligations with an issuance date of January 2006 and 2005, respectively. The obligations totaled \$39,624,000 and \$16,471,000 at December 31, 2005 and 2004, respectively.

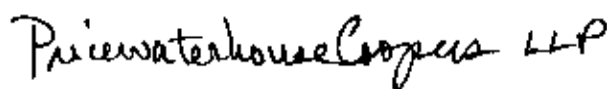
At December 31, 2005 and 2004, the Foundation subscribed to sell fixed income obligations with an issuance date of January 2006 and 2005, respectively. The obligations totaled \$28,707,000 and \$21,182,000 at December 31, 2005 and 2004, respectively.

REPORT OF INDEPENDENT AUDITORS

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, 2005 and 2004, and the changes in its net assets 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, 2005 and 2004 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.



May 23, 2006

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 current and prior two years with corresponding operating budgets.

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

RICHARD KING MELLON FOUNDATION

Pittsburgh, Pennsylvania

Approved in December 2004 and effective January 1, 2005, the trustees established the following program priorities:

REGIONAL FOCUS FOR PENNSYLVANIA

Conservation

- Land preservation
- Watershed protection and restoration
- Sustainable environments

SOUTHWESTERN PENNSYLVANIA

Regional Economic Development

- Quality of urban life
- Talent attraction and retention
- Business stimulus initiatives
- Rural economic development
- Arts and culture, emphasizing economic impact

Children, Youth, and Young Adults

- Early childhood education
- After-school programs

Education

- Charter schools, parochial schools, and independent schools
- Higher educational institutions
- Workforce training

Human Services and Nonprofit Capacity Building

- Critical and strategic service providers

The Foundation gives priority to projects and programs that have clearly defined outcomes and an evaluation component. It does not consider requests on behalf of individuals or from outside the United States. The Foundation does not encourage requests from outside Pennsylvania.

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

Director
Richard King Mellon Foundation
One Mellon Center
500 Grant Street, Suite 4106
Pittsburgh, PA 15219-2502

TRUSTEES

Richard P. Mellon
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W. Russell G. Byers, Jr.*
Catharine Mellon Cathey*
Constance Elizabeth Mellon Kapp*
Armour N. Mellon*
Richard A. Mellon*
Robert B. Burr, Jr.
Lawrence S. Busch
Michael Watson

TRUSTEE EMERITUS

Mason Walsh, Jr. (until June 30, 2005)

*As of July 1, 2005

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Seward Prosser Mellon
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Chief Executive Officer*

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Michael Watson
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**Richard King Mellon
Foundation**

2005 Annual Report