

**ALLEGHENY FOUNDATION**  
**One Oxford Centre**  
**301 Grant Street, Suite 3900**  
**Pittsburgh, Pennsylvania 15219-6401**  
**Telephone (412) 392-2900**

## **2007 ANNUAL REPORT**

The Allegheny Foundation concentrates its giving in the Western Pennsylvania area and confines most of its grant awards to programs for historic preservation, civic development and education. The Foundation does not make grants to individuals. Proposals for the following are usually declined: event sponsorships, endowments, capital campaigns, renovations or government agencies.

Initial inquiries to the Foundation should be in letter form signed by the organization's President, or authorized representative, and have the approval of the Board of Directors. The letter should include a concise description of the specific program for which funds are requested. Additional information must include a budget for the program and for the organization, the latest audited financial statement and annual report. A copy of the organization's current ruling letter evidencing tax exemption under Section 501(c)(3) of the Internal Revenue Service Code is required. Additional information may be requested if needed for further evaluation.

The Foundation normally considers grants at an Annual Meeting held in November. However, requests may be submitted at any time and will be acted upon as expeditiously as possible.

Grant application letters should be addressed to:

Mr. Matthew A. Groll  
Executive Director  
Allegheny Foundation  
One Oxford Centre  
301 Grant Street, Suite 3900  
Pittsburgh, Pennsylvania 15219-6401

## ALLEGHENY FOUNDATION - GRANTS PAID 2007

Allegheny Institute for Public Policy	\$ 125,000
Alliance for School Choice	10,000
American Legislative Exchange Council	50,000
Auberle	25,000
Bach Choir of Pittsburgh	10,000
Bay Area Electric Railway Association	87,500
Bill of Rights Institute	60,000
Boys and Girls Clubs of Western Pennsylvania	440,000
Braddock's Field Historical Society	40,000
Brownsville Area Revitalization Corporation	50,000
Carnegie Library of Homestead	30,000
Carnegie Library of McKeesport	25,000
Children Requiring a Caring Kommunity	50,000
Cleveland Police Historical Society, Inc.	36,000
Crossroads Foundation	50,000
Doctors without Borders USA, Inc.	10,000
East End United Community Center	100,000
Extra Mile Education Foundation, Inc., The	250,000
Fayette County Community Action Agency, Inc.	25,000
Frick Art and Historical Center, Inc., The	50,000
Glen Montessori School, The	10,000
Goodwill Industries of Pittsburgh	25,000
Greater Pittsburgh Community Food Bank	50,000
Guiding Eyes for the Blind, Inc.	10,000
Heritage Foundation, The	100,000
Historical Society of Carnegie Pennsylvania	50,000
Horowitz, David Freedom Center	100,000
Imani Christian Academy	250,000
Light of Life Rescue Mission, Inc.	35,000

**ALLEGHENY FOUNDATION - GRANTS PAID 2007 - PAGE TWO**

Ligonier Valley Rail Road Association	\$ 100,000
Lincoln Institute of Public Opinion Research, Inc.	50,000
Loyalhanna Watershed Association	275,000
McKeesport Heritage Center	5,000
McKeesport Symphony Society, Inc.	25,000
Mountain Watershed Association	25,000
Pennsylvania Trolley Museum, Inc.	262,000
Philanthropy Roundtable	10,000
Pittsburgh Project, The	10,000
Pittsburgh Urban Leadership Service Experience	10,000
River City Brass Band	50,000
Rosedale Block Cluster, Inc.	25,000
Saint Vincent College	35,000
Tutwiler Community Education Center, Inc.	15,000
Westmoreland County Food Bank	50,000
Westmoreland Museum of Art	<u>95,000</u>
	<u>\$ 3,195,500</u>

## ALLEGHENY FOUNDATION

### OFFICERS:

Richard M. Scaife	Chairman
Matthew A. Groll	Executive Director

### ADDRESS:

One Oxford Centre  
301 Grant Street, Suite 3900  
Pittsburgh, PA 15219-6401

### STATEMENT OF INVESTMENTS - DECEMBER 31, 2007:

	<u>Cost</u>	<u>Market Value</u>
Money Market	\$ 3,174,771	\$ 3,174,771
Common Stocks	<u>19,662,942</u>	<u>51,800,420</u>
	<u>\$22,837,713</u>	<u>\$54,975,191</u>

**Return of Private Foundation**  
 or Section 4947(a)(1) Nonexempt Charitable Trust  
 Treated as a Private Foundation

**2007**

Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements.

For calendar year 2007, or tax year beginning , 2007, and ending

G Check all that apply:  Initial return  Final return  Amended return  Address change  Name change

**Use the IRS label. Otherwise, print or type. See Specific Instructions.**

Name of foundation: **ALLEGHENY FOUNDATION**

Number and street (or P.O. box number if mail is not delivered to street address): **301 GRANT STREET**

Room/suite: **3900**

City or town, state, and ZIP code: **PITTSBURGH, PA 15219-6402**

A Employer identification number: **25-6012303**

B Telephone number (see page 10 of the instructions): **(412) 392-2900**

H Check type of organization:  Section 501(c)(3) exempt private foundation  
 Section 4947(a)(1) nonexempt charitable trust  Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶ \$ **54,990,394.**

J Accounting method:  Cash  Accrual  
 Other (specify) \_\_\_\_\_

C If exemption application is pending, check here . . . . .

D 1. Foreign organizations, check here . . . . .   
 2. Foreign organizations meeting the 85% test, check here and attach computation . . . . .

E If private foundation status was terminated under section 507(b)(1)(A), check here . . . . .

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here . . . . .

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule) . . . . .	3,000,000.	STMT 1		
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities . . . . .	1,620,611.	1,620,611.		STMT 2
	5 a Gross rents . . . . .				
	b Net rental income or (loss)				
	6 a Net gain or (loss) from sale of assets not on line 10	7,033,557.			
	b Gross sales price for all assets on line 6a	10,484,408.			
	7 Capital gain net income (from Part IV, line 2) . . . . .		7,573,646.	STMT 14	
	8 Net short-term capital gain . . . . .				
	9 Income modifications . . . . .				
	10 a Gross sales less returns and allowances . . . . .				
b Less: Cost of goods sold . . . . .					
c Gross profit or (loss) (attach schedule) . . . . .					
11 Other income (attach schedule) . . . . .	1,678.	1,678.	NONE	STMT 3	
12 Total. Add lines 1 through 11 . . . . .	11,655,846.	9,195,935.	NONE		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc. . . . .	75,800.	10,711.	NONE	65,089.
	14 Other employee salaries and wages . . . . .	125,876.	4,764.	NONE	121,112.
	15 Pension plans, employee benefits . . . . .	62,629.	4,806.	NONE	57,823.
	16 a Legal fees (attach schedule) . . . . . STMT 4	2,026.	NONE	NONE	2,026.
	b Accounting fees (attach schedule) STMT 5	48,697.	24,349.	NONE	24,348.
	c Other professional fees (attach schedule) STMT 6	54,757.	54,757.	NONE	NONE
	17 Interest . . . . .				
	18 Taxes (attach schedule) (see page 14 of the instructions) *	150,876.	1,218.	NONE	14,658.
	19 Depreciation (attach schedule) and depletion . . . . .	8,616.	NONE	NONE	STMT 8A
	20 Occupancy . . . . .	56,681.	4,349.	NONE	52,332.
	21 Travel, conferences, and meetings . . . . .	11,255.	NONE	NONE	11,255.
	22 Printing and publications . . . . .				
	23 Other expenses (attach schedule) STMT 8	40,053.	2,999.	NONE	37,054.
	24 Total operating and administrative expenses. Add lines 13 through 23 . . . . .	637,266.	107,953.	NONE	385,697.
	25 Contributions, gifts, grants paid . STMT 9	4,080,500.			3,195,500.
26 Total expenses and disbursements. Add lines 24 and 25	4,717,766.	107,953.	NONE	3,581,197.	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements . . . . .	6,938,080.				
b Net Investment Income (if negative, enter -0-)		9,087,982.			
c Adjusted net income (if negative, enter -0-)			NONE		

**Part II Balance Sheets**

Attached schedules and amounts in the description column should be for end-of-year amounts only. (See instructions.)

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing . . . . .	13,588.	10,777.	10,777.
	2 Savings and temporary cash investments STMT 18 . . . . .	91,338.	188,477.	188,477.
	3 Accounts receivable ▶ . . . . . NONE			
	Less: allowance for doubtful accounts ▶ . . . . .	NONE	NONE	NONE
	4 Pledges receivable ▶ . . . . .			
	Less: allowance for doubtful accounts ▶ . . . . .			
	5 Grants receivable . . . . .			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 16 of the instructions)			
	7 Other notes and loans receivable (attach schedule) ▶ . . . . .			
	Less: allowance for doubtful accounts ▶ . . . . .			
	8 Inventories for sale or use . . . . .			
	9 Prepaid expenses and deferred charges . . . . . STMT 10 . . . . .	2,053.	2,110.	2,110.
	10 a Investments - U.S. and state government obligations (attach schedule) . . . . .			
	b Investments - corporate stock (attach schedule) STMT 11 . . . . .	12,594,237.	19,662,941.	51,800,420.
	c Investments - corporate bonds (attach schedule) . . . . .			
	11 Investments - land, buildings, and equipment basis ▶ . . . . .			
Less: accumulated depreciation ▶ (attach schedule) . . . . .				
12 Investments - mortgage loans . . . . .				
13 Investments - other (attach schedule) . . . . . STMT 12 . . . . .	2,325,548.	2,986,294.	2,986,294.	
14 Land, buildings, and equipment basis ▶ . . . . . STMT 190,022 . . . . .				
Less: accumulated depreciation ▶ (attach schedule) . . . . . 8A 187,706 . . . . .	10,389.	2,316.	2,316.	
15 Other assets (describe ▶ . . . . .)				
16 <b>Total assets</b> (to be completed by all filers - see the instructions. Also, see page 1, item I) . . . . .	15,037,153.	22,852,915.	54,990,394.	
Liabilities	17 Accounts payable and accrued expenses . . . . .			
	18 Grants payable . . . . .	40,000.	925,000.	
	19 Deferred revenue . . . . .			
	20 Loans from officers, directors, trustees, and other disqualified persons . . . . .			
	21 Mortgages and other notes payable (attach schedule) . . . . .			
	22 Other liabilities (describe ▶ . . . . .)			
23 <b>Total liabilities</b> (add lines 17 through 22) . . . . .	40,000.	925,000.		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted . . . . .	14,997,153.	21,927,915.	
	25 Temporarily restricted . . . . .			
	26 Permanently restricted . . . . .			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>			
	27 Capital stock, trust principal, or current funds . . . . .			
	28 Paid-in or capital surplus, or land, bldg., and equipment fund . . . . .			
	29 Retained earnings, accumulated income, endowment, or other funds . . . . .			
30 <b>Total net assets or fund balances</b> (see page 17 of the instructions) . . . . .	14,997,153.	21,927,915.		
31 <b>Total liabilities and net assets/fund balances</b> (see page 17 of the instructions) . . . . .	15,037,153.	22,852,915.		

**Part III Analysis of Changes in Net Assets or Fund Balances**

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return) . . . . .	1	14,997,153.
2 Enter amount from Part I, line 27a . . . . .	2	6,938,080.
3 Other increases not included in line 2 (itemize) ▶ . . . . .	3	
4 Add lines 1, 2, and 3 . . . . .	4	21,935,233.
5 Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 13 . . . . .	5	7,318.
6 <b>Total net assets or fund balances at end of year</b> (line 4 minus line 5) - Part II, column (b), line 30 . . . . .	6	21,927,915.

**Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations**

- 1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?
- a Transfers from the reporting foundation to a noncharitable exempt organization of:
    - (1) Cash 1a(1) X
    - (2) Other assets 1a(2) X
  - b Other transactions:
    - (1) Sales of assets to a noncharitable exempt organization 1b(1) X
    - (2) Purchases of assets from a noncharitable exempt organization 1b(2) X
    - (3) Rental of facilities, equipment, or other assets 1b(3) X
    - (4) Reimbursement arrangements 1b(4) X
    - (5) Loans or loan guarantees 1b(5) X
    - (6) Performance of services or membership or fundraising solicitations 1b(6) X
  - c Sharing of facilities, equipment, mailing lists, other assets, or paid employees 1c X
- d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
	N/A		N/A

2 a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?  Yes  No

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer or trustee <span style="float: right;"><u>5-01-08</u></span> Date <span style="float: right;"><u>Executive Director</u></span> Title	
	Preparer's signature <span style="float: right;"><u>4/24/08</u></span> Date	Check if self-employed <input type="checkbox"/>
	Firm's name (or yours if self-employed), address, and ZIP code <u>WTAS LLC</u> <u>335 COMMERCE DRIVE - SUITE 201</u> <u>FORT WASHINGTON, PA 19034</u>	Preparer's SSN or PTIN (See Signature on page 30 of the instructions.) <u>2005-32355</u> EIN <u>33-1197384</u> Phone no. <u>215-654-1600</u>
	Form 990-PF (2007)	