

**ALLEGHENY FOUNDATION**  
**One Oxford Centre**  
**301 Grant Street, Suite 3900**  
**Pittsburgh, Pennsylvania 15219-6402**  
**Telephone (412) 392-2900**

## **2012 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 2012

Allegheny Institute for Public Policy	\$ 125,000
America's Survival, Inc.	150,000
American Chestnut Foundation	45,000
American Legislative Exchange Council	50,000
Bill of Rights Institute	35,000
Boys & Girls Clubs of Western Pennsylvania	40,000
Brownsville Area Revitalization Corporation	35,000
Career Connections Charter High School	3,000
Carnegie Free Library of Connellsville	25,000
Center for Equal Opportunity	25,000
City of McKeesport	50,000
David Horowitz Freedom Center	150,000
Extra Mile Education Foundation, Inc.	60,000
Fayette County Community Action Agency, Inc.	25,000
Foundation for Free Enterprise Education	25,000
Frick Art and Historical Center, Inc.	110,000
Friends of the Pittsburgh Urban Forest	25,000
Greater Pittsburgh Community Food Bank	200,000
Grove City College	75,000
Imani Christian Academy	50,000
Institute of World Politics, The	100,000
Light of Life Ministries, Inc.	25,000
Lincoln Institute of Public Opinion Research, Inc.	50,000
Manchester Bidwell Corporation	150,000
Mon Yough Community Services, Inc.	100,000
Pennsylvania Right to Work Defense and Education Foundation, Inc.	25,000

ALLEGHENY FOUNDATION - GRANTS PAID 2012 - PAGE TWO

Pennsylvania Trolley Museum, Inc.	\$ 100,000
Philanthropy Roundtable	15,000
Pittsburgh History & Landmarks Foundation	100,000
Pittsburgh Public Theater	30,000
Reading is FUNdamental Pittsburgh	10,000
River City Brass Band	50,000
Rosedale Block Cluster, Inc.	25,000
Salvation Army, Western Pennsylvania Division	50,000
Westmoreland County Food Bank	75,000
Westmoreland Museum of Art	210,000
Young America's Foundation	<u>150,000</u>
	<u>\$ 2,568,000</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, 2012:

	<u>Cost</u>	<u>Market Value</u>
Common Stocks	\$23,337,787	\$51,351,658
Cash and Cash Equivalents	642,919	642,919
Mutual Funds	246,701	248,233
Other Assets	<u>2,484,408</u>	<u>3,689,374</u>
	<u>\$26,711,815</u>	<u>\$55,932,184</u>

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

Department of the Treasury  
Internal Revenue Service

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

**Open to Public Inspection**

**For calendar year 2012 or tax year beginning , 2012, and ending , 20**

Name of foundation <b>ALLEGHENY FOUNDATION</b>		<b>A Employer identification number</b> 25-6012303
Number and street (or P.O. box number if mail is not delivered to street address) <b>ONE OXFORD CENTRE 301 GRANT STREET</b>	Room/suite 3900	<b>B Telephone number (see instructions)</b> (412) 392-2900
City or town, state, and ZIP code <b>PITTSBURGH, PA 15219-6401</b>		<b>C</b> If exemption application is pending, check here <input type="checkbox"/>
<b>G</b> Check all that apply:	<input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Address change	<input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Amended return <input type="checkbox"/> Name change
<b>H</b> Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation		<b>D</b> 1. Foreign organizations, check here <input type="checkbox"/>
<input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
<b>I</b> Fair market value of all assets at end of year (from Part II, col. (c), line 16) <b>\$ 55,943,723.</b>	<b>J</b> Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual	<b>E</b> If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
<input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)		<b>F</b> If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>Part I Analysis of Revenue and Expenses</b> (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions).)				
<b>1</b> Contributions, gifts, grants, etc., received (attach schedule)	1,000,000	ATCH 1		
<b>2</b> Check <input type="checkbox"/> if the foundation is not required to attach Sch. B				
<b>3</b> Interest on savings and temporary cash investments				
<b>4</b> Dividends and interest from securities	1,835,514	1,835,514		ATCH 2
<b>5a</b> Gross rents				
<b>b</b> Net rental income or (loss)				
<b>6a</b> Net gain or (loss) from sale of assets not on line 10	4,863,194			
<b>b</b> Gross sales price for all assets on line 6a <b>8,828,022.</b>				ATCH 20
<b>7</b> Capital gain net income (from Part IV, line 2)		5,107,598		ATCH 20
<b>8</b> Net short-term capital gain				
<b>9</b> Income modifications				
<b>10 a</b> Gross sales less returns and allowances				
<b>b</b> Less: Cost of goods sold				
<b>c</b> Gross profit or (loss) (attach schedule)				
<b>11</b> Other income (attach schedule) <b>ATCH 3</b>	-209,242	13,077		
<b>12 Total. Add lines 1 through 11</b>	7,489,466	6,956,189		
<b>13</b> Compensation of officers, directors, trustees, etc.	154,000	22,619		131,381
<b>14</b> Other employee salaries and wages	117,933	3,627		114,306
<b>15</b> Pension plans, employee benefits	106,102	10,241		95,861
<b>16a</b> Legal fees (attach schedule) <b>ATCH 4</b>	2,326			2,326
<b>b</b> Accounting fees (attach schedule) <b>ATCH 5</b>	48,790	24,395		24,395
<b>c</b> Other professional fees (attach schedule) *	57,280	57,280		
<b>17</b> Interest				
<b>18</b> Taxes (attach schedule) (see instructions) <b>ATCH 7</b>	162,000			
<b>19</b> Depreciation (attach schedule) and depletion	2,141			
<b>20</b> Occupancy	75,804	7,316		68,488
<b>21</b> Travel, conferences, and meetings	5,667			5,667
<b>22</b> Printing and publications				
<b>23</b> Other expenses (attach schedule) <b>ATCH 8</b>	19,032	1,512		14,738
<b>24 Total operating and administrative expenses.</b> Add lines 13 through 23	751,075	126,990		457,162
<b>25</b> Contributions, gifts, grants paid	2,368,000			2,568,000
<b>26 Total expenses and disbursements.</b> Add lines 24 and 25	3,119,075	126,990	0	3,025,162
<b>27 Subtract line 26 from line 12:</b>				
<b>a Excess of revenue over expenses and disbursements</b>	4,370,391			
<b>b Net investment income</b> (if negative, enter -0-)		6,829,199		
<b>c Adjusted net income</b> (if negative, enter -0-)				

**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
<b>Assets</b>			
1 Cash - non-interest-bearing	4,474.	3,715.	3,715.
2 Savings and temporary cash investments	250,526.	642,919.	642,919.
3 Accounts receivable			
Less: allowance for doubtful accounts			
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 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 ATCH 9	1,474.	2,534.	2,534.
10 a Investments - U.S. and state government obligations (attach schedule)			
b Investments - corporate stock (attach schedule) ATCH 10	20,820,480.	23,337,786.	51,351,658.
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) ATCH 11	1,148,260.	2,385,083.	3,937,607.
14 Land, buildings, and equipment: basis			
Less: accumulated depreciation (attach schedule) ATCH 17	161,270.		
15 Other assets (describe)	7,431.	5,290.	5,290.
16 <b>Total assets</b> (to be completed by all filers - see the instructions. Also, see page 1, item I)	22,232,645.	26,377,327.	55,943,723.
<b>Liabilities</b>			
17 Accounts payable and accrued expenses			
18 Grants payable	200,000.		
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)	200,000.		0
<b>Net Assets or Fund Balances</b>			
<b>Foundations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> <b>and complete lines 24 through 26 and lines 30 and 31.</b>			
24 Unrestricted	22,032,642.	26,377,328.	
25 Temporarily restricted			
26 Permanently restricted			
<b>Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.</b> <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 instructions)	22,032,642.	26,377,328.	
31 <b>Total liabilities and net assets/fund balances</b> (see instructions)	22,232,642.	26,377,328.	

**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	22,032,642.
2 Enter amount from Part I, line 27a	2	4,370,391.
3 Other increases not included in line 2 (itemize)	3	
4 Add lines 1, 2, and 3	4	26,403,033.
5 Decreases not included in line 2 (itemize) ATCH 12	5	25,705.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	26,377,328.

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...
a Transfers from the reporting foundation to a noncharitable exempt organization of:
(1) Cash
(2) Other assets
b Other transactions:
(1) Sales of assets to a noncharitable exempt organization
(2) Purchases of assets from a noncharitable exempt organization
(3) Rental of facilities, equipment, or other assets
(4) Reimbursement arrangements
(5) Loans or loan guarantees
(6) Performance of services or membership or fundraising solicitations
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees
d If the answer to any of the above is "Yes," complete the following schedule.

Table with columns Yes and No for items 1a(1), 1a(2), 1b(1) through 1b(6), and 1c.

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements.

2a 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... Yes No

b If "Yes," complete the following schedule.

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

Sign Here 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) is based on all information of which preparer has any knowledge. Signature of officer or trustee, Date, Title, May the IRS discuss this return with the preparer shown below (see instructions)?

Paid Preparer Use Only Print/Type preparer's name, Preparer's signature, Date, Check self-employed if, PTIN, Firm's name, Firm's address, Firm's EIN, Phone no.