See a Social Security Number? Say Something!
Report Privacy Problems to https://public.resource.org/privacy
Or call the IRS Identity Theft Hotline at 1-800-908-4490

(1)

Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

OMB No 1545-0047

2007

Open to Public Inspection

A For the 2007 calendar year, or tax year beginning JUL 1, 2007 and ending JUN 30, 2008

B Check if applicable:
- ☐ Address change
- ☐ Name change
- ☐ Initial return
- ☐ Termination
- ☐ Amended return
- ☐ Application pending

Please use IRS label or print or type See Specific Instructions

C Name of organization
CHILDRENS HOSPITAL OF PITTSBURGH FOUNDATION

Number and street (or P.O. box if mail is not delivered to street address) Room/suite
1251 WATERFRONT PLACE FLR 5

City or town, state or country, and ZIP + 4
PITTSBURGH, PA 15222-4209

D Employer identification number
25-1865744

E Telephone number
412-586-6310

F Accounting method ☐ Cash X Accrual ☐ Other (specify) ▶

• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

G Website: ▶WWW.CHP.EDU

J Organization type (check only one) ▶ X 501(c)(3) ◀ (insert no) ☐ 4947(a)(1) or ☐ 527

K Check here ▶ ☐ if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than $25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

H and I are not applicable to section 527 organizations.

H(a) Is this a group return for affiliates? ☐ Yes X No

H(b) If "Yes," enter number of affiliates ▶ N/A

H(c) Are all affiliates included? N/A ☐ Yes ☐ No (If "No," attach a list.)

H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes X No

I Group Exemption Number ▶ N/A

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 467,925,585.

M Check ▶ ☐ if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue	1	Contributions, gifts, grants, and similar amounts received:			
	a	Contributions to donor advised funds	1a		
	b	Direct public support (not included on line 1a)	1b	25,871,942.	
	c	Indirect public support (not included on line 1a)	1c	2,042,526.	
	d	Government contributions (grants) (not included on line 1a)	1d	1,108,105.	
	e	Total (add lines 1a through 1d) (cash $ 28,002,221. noncash $ 1,020,352.)			1e 29,022,573.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)			2
	3	Membership dues and assessments			3
	4	Interest on savings and temporary cash investments			4 497,644.
	5	Dividends and interest from securities			5 5,826,750.
	6 a	Gross rents	6a		
	b	Less: rental expenses	6b		
	c	Net rental income or (loss). Subtract line 6b from line 6a			6c
	7	Other investment income (describe ▶)			7
	8 a	Gross amount from sales of assets other than inventory	(A) Securities 432,256,050.	8a	(B) Other
	b	Less: cost or other basis and sales expenses	422,189,755.	8b	
	c	Gain or (loss) (attach schedule)	10,066,295.	8c	
	d	Net gain or (loss). Combine line 8c, columns (A) and (B) STMT 1			8d 10,066,295.
	9	Special events and activities (attach schedule). If any amount is from gaming, check here ▶ ☐			
	a	Gross revenue (not including $ 0. of contributions reported on line 1b)		9a 322,568.	
	b	Less: direct expenses other than fundraising expenses		9b 129,619.	
	c	Net income or (loss) from special events. Subtract line 9b from line 9a SEE STATEMENT 2			9c 192,949.
	10 a	Gross sales of inventory, less returns and allowances		10a	
	b	Less: cost of goods sold		10b	
	c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a			10c
	11	Other revenue (from Part VII, line 103)			11
	12	Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12 45,606,211.
Expenses	13	Program services (from line 44, column (B))			13 29,084,379.
	14	Management and general (from line 44, column (C))			14 1,271,462.
	15	Fundraising (from line 44, column (D))			15 2,734,837.
	16	Payments to affiliates (attach schedule)			16
	17	Total expenses. Add lines 16 and 44, column (A)			17 33,090,678.
Net Assets	18	Excess or (deficit) for the year. Subtract line 17 from line 12			18 12,515,533.
	19	Net assets or fund balances at beginning of year (from line 73, column (A))			19 299,740,652.
	20	Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 3			20 -35,110,221.
	21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20			21 277,145,964.

SCANNED MAY 6 2010

COPY

RECEIVED
MAR 24 2010
ACS SUPPORT CLERICAL

(2)

(17)

Part II Statement of Functional Expenses All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash $ 0. noncash $ 0.) If this amount includes foreign grants, check here ▶ ☐	22a				
22b Other grants and allocations (attach schedule) (cash $ 29,084,379. noncash $ 0.) If this amount includes foreign grants, check here ▶ ☐	22b	29,084,379.	29,084,379.	STATEMENT 4	
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	25a	765,192.	0.	398,943.	366,249.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	25b	0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	25c				
26 Salaries and wages of employees not included on lines 25a, b, and c	26	1,380,834.		426,844.	953,990.
27 Pension plan contributions not included on lines 25a, b, and c	27				
28 Employee benefits not included on lines 25a - 27	28	291,763.		95,485.	196,278.
29 Payroll taxes	29	127,624.		48,231.	79,393.
30 Professional fundraising fees	30				
31 Accounting fees	31	47,500.		47,500.	
32 Legal fees	32	3,870.		1,057.	2,813.
33 Supplies	33	144,502.		15,008.	129,494.
34 Telephone	34				
35 Postage and shipping	35	25,956.		2,832.	23,124.
36 Occupancy	36	195,684.		76,760.	118,924.
37 Equipment rental and maintenance	37	63,926.		35,667.	28,259.
38 Printing and publications	38	71,518.		2,066.	69,452.
39 Travel	39	56,695.		7,049.	49,646.
40 Conferences, conventions, and meetings	40	3,531.		599.	2,932.
41 Interest	41				
42 Depreciation, depletion, etc. (attach schedule)	42	12,500.			12,500.
43 Other expenses not covered above (itemize):					
a CREDIT CARD DISCOUNT	43a	9,833.			9,833.
b BANK FEES	43b	9,288.			9,288.
c MISCELLANEOUS EXPENSE	43c	3,207.		94.	3,113.
d CONSULTING FEES	43d	179,360.		93,925.	85,435.
e ALLOCATED COST	43e	73,900.			73,900.
f PURCHASED SERVICES	43f	492,549.		19,393.	473,156.
g DONOR RECOGNITION	43g	47,067.		9.	47,058.
44 **Total functional expenses.** Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	33,090,678.	29,084,379.	1,271,462.	2,734,837.

Joint Costs. Check ▶ ☐ if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? ▶ ☐ Yes ☒ No

If "Yes," enter (i) the aggregate amount of these joint costs $ N/A ; (ii) the amount allocated to Program services $ N/A ; (iii) the amount allocated to Management and general $ N/A ; and (iv) the amount allocated to Fundraising $ N/A

Part III Statement of Program Service Accomplishments *(See the instructions.)*

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? ▶ SEE STATEMENT 6

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)

a SEE STATEMENT 5

(Grants and allocations $ 29,084,379.) If this amount includes foreign grants, check here ▶ ☐ 29,084,379.

b

(Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐

c

(Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐

d

(Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐

e Other program services (attach schedule)

(Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐

f Total of Program Service Expenses (should equal line 44, column (B), Program services) ▶ 29,084,379.

Part IV Balance Sheets *(See the instructions.)*

Note: *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only*			(A) Beginning of year		(B) End of year
Assets	45 Cash - non-interest-bearing		1,164,327.	45	1,677,147.
	46 Savings and temporary cash investments		5,385,025.	46	15,490,899.
	47 a Accounts receivable	47a			
	b Less: allowance for doubtful accounts	47b		47c	
	48 a Pledges receivable	48a 24,379,518.			
	b Less: allowance for doubtful accounts	48b 11,369.	26,432,165.	48c	24,368,149.
	49 Grants receivable			49	
	50 a Receivables from current and former officers, directors, trustees, and key employees			50a	
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)			50b	
	51 a Other notes and loans receivable	51a			
	b Less: allowance for doubtful accounts	51b		51c	
	52 Inventories for sale or use			52	
	53 Prepaid expenses and deferred charges			53	
	54 a Investments - publicly-traded securities STMT 10 ▶ ☐ Cost ☒ FMV		299,809,618.	54a	264,811,234.
	b Investments - other securities ▶ ☐ Cost ☐ FMV			54b	
	55 a Investments - land, buildings, and equipment: basis	55a			
	b Less: accumulated depreciation	55b		55c	
	56 Investments - other			56	
	57 a Land, buildings, and equipment: basis	57a 992,960.			
	b Less: accumulated depreciation STMT 7	57b 453,233.	12,500.	57c	539,727.
	58 Other assets, including program-related investments (describe ▶ SEE STATEMENT 8)		18,607,910.	58	17,115,083.
	59 **Total assets** (must equal line 74). Add lines 45 through 58		351,411,545.	59	324,002,239.
Liabilities	60 Accounts payable and accrued expenses			60	
	61 Grants payable			61	
	62 Deferred revenue			62	
	63 Loans from officers, directors, trustees, and key employees			63	
	64 a Tax-exempt bond liabilities			64a	
	b Mortgages and other notes payable			64b	
	65 Other liabilities (describe ▶ SEE STATEMENT 9)		51,670,893.	65	46,856,275.
	66 **Total liabilities.** Add lines 60 through 65		51,670,893.	66	46,856,275.
Net Assets or Fund Balances	**Organizations that follow SFAS 117, check here** ▶ ☒ and complete lines 67 through 69 and lines 73 and 74.				
	67 Unrestricted		171,500,913.	67	159,957,588.
	68 Temporarily restricted		70,167,034.	68	61,238,962.
	69 Permanently restricted		58,072,705.	69	55,949,414.
	Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 70 through 74.				
	70 Capital stock, trust principal, or current funds			70	
	71 Paid-in or capital surplus, or land, building, and equipment fund			71	
	72 Retained earnings, endowment, accumulated income, or other funds			72	
	73 **Total net assets or fund balances.** Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)		299,740,652.	73	277,145,964.
	74 **Total liabilities and net assets/fund balances.** Add lines 66 and 73		351,411,545.	74	324,002,239.

Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return *(See the instructions.)*

a	Total revenue, gains, and other support per audited financial statements			a	10625608.
b	Amounts included on line a but not on Part I, line 12:				
1	Net unrealized gains on investments	b1	-41,278,592.		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify): SPECIAL EVENTS	b4	129,618.		
	Add lines b1 through b4			b	-41,148,974.
c	Subtract line b from line a			c	51774582.
d	Amounts included on Part I, line 12, but not on line a:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify): CHANGE IN AMOUNTS DUE AFFILIATE	d2	-6168371.		
	Add lines d1 and d2			d	-6168371.
e	Total revenue (Part I, line 12). Add lines c and d			e	45606211.

Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

a	Total expenses and losses per audited financial statements			a	49845190.
b	Amounts included on line a but not on Part I, line 17:				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on Part I, line 20	b2			
3	Losses reported on Part I, line 20	b3	16624894.		
4	Other (specify): SPECIAL EVENTS	b4	129,618.		
	Add lines b1 through b4			b	16754512.
c	Subtract line b from line a			c	33090678.
d	Amounts included on Part I, line 17, but not on line a:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify):	d2			
	Add lines d1 and d2			d	0.
e	Total expenses (Part I, line 17). Add lines c and d			e	33090678.

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) *(See the instructions.)* STATEMENT 12

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
SEE STATEMENT 11		717,959.	47,233.	0.

723041 12-27-07

Part V-A Current Officers, Directors, Trustees, and Key Employees *(continued)*

			Yes	No
75 a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 20			
b	Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b		X
c	Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization." SEE STATEMENT 14	75c	X	
	If "Yes," attach a statement that includes the information described in the instructions.			
d	Does the organization have a written conflict of interest policy?	75d	X	

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

(A) Name and address	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
SEE STATEMENT 15				
RONALD L. VIOLI 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	0.	0.	0.	0.

Part VI Other Information *(See the instructions.)*

			Yes	No
76	Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	76		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.	77		X
78 a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	78b		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80 a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a	X	
b	If "Yes," enter the name of the organization ▶ SEE STATEMENT 13 and check whether it is ☐ exempt or ☐ nonexempt			
81 a	Enter direct and indirect political expenditures. (See line 81 instructions.) 81a 0.			
b	Did the organization file **Form 1120-POL** for this year?	81b		X

Part VI Other Information *(continued)*

				Yes	No
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		82a	X	
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b			
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?		83a	X	
b	Did the organization comply with the disclosure requirements relating to *quid pro quo* contributions?		83b	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible? N/A		84a		
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? N/A		84b		
85 a	*501(c)(4), (5), or (6).* Were substantially all dues nondeductible by members? N/A		85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less? N/A		85b		
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.				
c	Dues, assessments, and similar amounts from members	85c N/A			
d	Section 162(e) lobbying and political expenditures	85d N/A			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f N/A			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? N/A		85g		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? N/A		85h		
86	*501(c)(7) organizations.* Enter: a Initiation fees and capital contributions included on line 12	86a N/A			
b	Gross receipts, included on line 12, for public use of club facilities	86b N/A			
87	*501(c)(12) organizations.* Enter: a Gross income from members or shareholders	87a N/A			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b N/A			
88 a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX		88a		X
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI ▶		88b		X
89 a	*501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ 0. ; section 4912 ▶ 0. ; section 4955 ▶ 0.				
b	*501(c)(3) and 501(c)(4) organizations.* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		89b		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ 0.				
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ 0.				
e	*All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		89e		X
f	*All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract?		89f		X
g	*For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year? N/A		89g		
90 a	List the states with which a copy of this return is filed ▶ PA				
b	Number of employees employed in the pay period that includes March 12, 2007	90b 0			
91 a	The books are in care of ▶ CHILDREN'S HOSP. OF PGH FOUNDATION Telephone no. ▶ 412-586-6310 Located at ▶ 1251 WATERFRONT PLACE, PITTSBURGH, PA ZIP + 4 ▶ 15222-4209				
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country ▶ N/A See the instructions for exceptions and filing requirements for **Form TD F 90-22.1,** Report of Foreign Bank and Financial Accounts.		91b		X

Part VI Other Information *(continued)*

		Yes	No
c	At any time during the calendar year, did the organization maintain an office outside of the United States? 91c		X
	If "Yes," enter the name of the foreign country ▶ N/A		
92	*Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of* **Form 1041**- Check here ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 92 N/A		

Part VII Analysis of Income-Producing Activities *(See the instructions.)*

Note: Enter gross amounts unless otherwise indicated.	Unrelated business income (A) Business code	Unrelated business income (B) Amount	Excluded by section 512, 513, or 514 (C) Exclusion code	Excluded by section 512, 513, or 514 (D) Amount	(E) Related or exempt function income
93 Program service revenue:					
a					
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	497,644.	
96 Dividends and interest from securities			14	5,826,750.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	10,066,295.	
101 Net income or (loss) from special events			01	192,949.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		16,583,638.	0.
105 **Total** (add line 104, columns (B), (D), and (E)) ▶					16,583,638.

Note: *Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.*

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes *(See the instructions.)*

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities *(See the instructions.)*

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
	%			
N/A	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts *(See the instructions.)*

(a)	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	☐ Yes	☒ No
(b)	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	☐ Yes	☒ No

Note: *If "Yes" to* (b), *file Form 8870* **and** *Form 4720 (see instructions).*

Part XI Information Regarding Transfers To and From Controlled Entities. *Complete only if the organization is a controlling organization as defined in section 512(b)(13).* N/A

		Yes	No
106	Did the reporting organization **make** any transfers **to** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity		

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
	Totals			

		Yes	No
107	Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.		

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
	Totals			

		Yes	No
108	Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?		

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 officer) is based on all information of which preparer has any knowledge

Please Sign Here

Bernadette M Scheid — Signature of officer — 5-15-09 Date

BERNADETTE M. SCHEID, TREASURER
Type or print name and title

Paid Preparer's Use Only

Preparer's signature	Margaret M Booth CPA	Date 5-15-09	Check if self-employed ▶ ☐	Preparer's SSN or PTIN (See Gen Inst X) P00135655
Firm's name (or yours if self-employed), address, and ZIP + 4	DELOITTE TAX LLP 2500 ONE PPG PLACE PITTSBURGH, PA 15222-5401		EIN ▶ 86-1065772	Phone no. ▶ (412)338-7200

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information-(See separate instructions.)

▶ MUST be completed by the above organizations and attached to their Form 990 or 990-EZ

OMB No 1545-0047

2007

Name of the organization CHILDRENS HOSPITAL OF PITTSBURGH FOUNDATION

Employer identification number 25 1865744

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees

(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
NONE				
Total number of other employees paid over $50,000 ▶	0			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
BILKEY KATZ INVESTMENT CONSULT, INC. 411 SEVENTH AVENUE, PITTSBURGH, PA 15219	INVESTMENT CONSULTING	92,500.
THE RANSOM GROUP, INC. 6956 EAST BROAD STREET, COLUMBUS, OH 43213	EXECUTIVE SEARCH	78,676.
DELOITTE & TOUCHE LLP 2500 ONE PPG PLACE, PITTSBURGH, PA 15222	AUDIT & TAX CONSULTING	69,482.
BENTZ WHALEY FLESSNER 7251 OHMS LANE, MINNEAPOLIS, MN 55439	CAPITAL CAMPAIGN CONSULTING	57,310.
Total number of others receiving over $50,000 for professional services ▶	0	

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over $50,000 for other services ▶	0	

Part III Statements About Activities (See page 2 of the instructions.)

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ _____ $ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)	1		X
	Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)*			
a	Sale, exchange, or leasing of property?	2a		X
b	Lending of money or other extension of credit?	2b		X
c	Furnishing of goods, services, or facilities?	2c		X
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? SEE PART V-A, FORM 990	2d	X	
e	Transfer of any part of its income or assets?	2e		X
3 a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.)	3a		X
b	Did the organization have a section 403(b) annuity plan for its employees?	3b		X
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement	3c		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		X
4 a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g	4a		X
b	Did the organization make any taxable distributions under section 4966? N/A	4b		
c	Did the organization make a distribution to a donor, donor advisor, or related person? N/A	4c		
d	Enter the total number of donor advised funds owned at the end of the tax year ▶		N/A	
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶		N/A	
f	Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶		0.	
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year ▶		0.	

Part IV Reason for Non-Private Foundation Status (See pages 4 through 8 of the instructions.)

I certify that the organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

5 ☐ A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).

6 ☐ A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)

7 ☐ A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).

8 ☐ A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).

9 ☐ A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state** ▶ _____

10 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)

11a ☒ An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

11b ☐ A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

12 ☐ An organization that normally receives: **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)

13 ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:

☐ Type I ☐ Type II ☐ Type III-Functionally Integrated ☐ Type III-Other

Provide the following information about the supported organizations. (See page 8 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents? Yes	(d) No	(e) Amount of support
Total ▶					

14 ☐ An organization organized and operated to test for public safety. Section 509(a)(4). (See page 8 of the instructions.)

Part IV-A **Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**
Note: *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.*

Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	24149506.	27277613.	18918882.	13515330.	83,861,331.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose					
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	5,932,129.	4,717,136.	4,632,593.	4,012,479.	19,294,337.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	30081635.	31994749.	23551475.	17527809.	103155668.
24 Line 23 minus line 17	30081635.	31994749.	23551475.	17527809.	103155668.
25 Enter 1% of line 23	300,816.	319,947.	235,515.	175,278.	

26	**Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 ▶	26a	2,063,113.
b	Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2003 through 2006 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ▶	26b	2,280,000.
c	Total support for section 509(a)(1) test: Enter line 24, column (e) ▶	26c	103155668.
d	Add: Amounts from column (e) for lines: 18 19,294,337. 19 ____ 22 ____ 26b 2,280,000. ▶	26d	21,574,337.
e	Public support (line 26c minus line 26d total) ▶	26e	81,581,331.
f	**Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶	26f	79.0857%

27 **Organizations described on line 12:** a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." **Do not file this list with your return.** Enter the sum of such amounts for each year: N/A

(2006) (2005) (2004) (2003)

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the **larger** of **(1)** the amount on line 25 for the year or **(2)** $5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in **(1)** or **(2)**, enter the sum of these differences (the excess amounts) for each year: N/A

(2006) (2005) (2004) (2003)

c	Add: Amounts from column (e) for lines: 15 ____ 16 ____ 17 ____ 20 ____ 21 ____ ▶	27c	N/A
d	Add: Line 27a total ____ and line 27b total ____ ▶	27d	N/A
e	Public support (line 27c total minus line 27d total) ▶	27e	N/A
f	Total support for section 509(a)(2) test: Enter amount on line 23, column (e) ▶ 27f N/A		
g	**Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶	27g	N/A %
h	**Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶	27h	N/A %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. **Do not file this list with your return** Do not include these grants in line 15.

NONE

Part V **Private School Questionnaire** (See page 9 of the instructions.) N/A

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

			Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)			
32	Does the organization maintain the following:			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c		
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d		
	If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)			
33	Does the organization discriminate by race in any way with respect to:			
a	Students' rights or privileges?	33a		
b	Admissions policies?	33b		
c	Employment of faculty or administrative staff?	33c		
d	Scholarships or other financial assistance?	33d		
e	Educational policies?	33e		
f	Use of facilities?	33f		
g	Athletic programs?	33g		
h	Other extracurricular activities?	33h		
	If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended?	34b		
	If you answered "Yes" to either 34a or b, please explain using an attached statement.			
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35		

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 11 of the instructions.)

N/A

(To be completed ONLY by an eligible organization that filed Form 5768)

Check ▶ a ☐ if the organization belongs to an affiliated group. Check ▶ b ☐ if you checked "a" and "limited control" provisions apply.

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		N/A	
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount. Enter the amount from the following table -			
If the amount on line 40 is - / **The lobbying nontaxable amount is -**			
Not over $500,000 / 20% of the amount on line 40			
Over $500,000 but not over $1,000,000 / $100,000 plus 15% of the excess over $500,000			
Over $1,000,000 but not over $1,500,000 / $175,000 plus 10% of the excess over $1,000,000	41		
Over $1,500,000 but not over $17,000,000 / $225,000 plus 5% of the excess over $1,500,000			
Over $17,000,000 / $1,000,000			
42 Grassroots nontaxable amount (enter 25% of line 41)	42		
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44		

Caution: *If there is an amount on either line 43 or line 44, you must file Form 4720.*

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 13 of the instructions.)

N/A

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(e) Total
45 Lobbying nontaxable amount					0.
46 Lobbying ceiling amount (150% of line 45(e))					0.
47 Total lobbying expenditures					0.
48 Grassroots nontaxable amount					0.
49 Grassroots ceiling amount (150% of line 48(e))					0.
50 Grassroots lobbying expenditures					0.

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 14 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers		X	
b Paid staff or management (Include compensation in expenses reported on lines c through h.)		X	
c Media advertisements		X	
d Mailings to members, legislators, or the public		X	
e Publications, or published or broadcast statements		X	
f Grants to other organizations for lobbying purposes		X	
g Direct contact with legislators, their staffs, government officials, or a legislative body		X	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		X	
i Total lobbying expenditures (Add lines c through h.)			0.

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 14 of the instructions.)

51 Did the reporting 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?

		Yes	No
a	Transfers from the reporting organization to a noncharitable exempt organization of:		
	(i) Cash	51a(i)	X
	(ii) Other assets	a(ii)	X
b	Other transactions:		
	(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)	X
	(ii) Purchases of assets from a noncharitable exempt organization	b(ii)	X
	(iii) Rental of facilities, equipment, or other assets	b(iii)	X
	(iv) Reimbursement arrangements	b(iv)	X
	(v) Loans or loan guarantees	b(v)	X
	(vi) Performance of services or membership or fundraising solicitations	b(vi)	X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c	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 organization. If the organization 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: N/A

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

52 a Is the organization 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: N/A

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

FORM 990 PAGE 2 990

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
	FUNDRAISING											
1	OFFICE EQUIPMENT	VARIES	SL	5.00	16	150,000.			150,000.	137,500.		12,500.
	* 990 PAGE 2 TOTAL FUNDRAISING					150,000.		0.	150,000.	137,500.	0.	12,500.
	* GRAND TOTAL 990 PAGE 2 DEPR					150,000.		0.	150,000.	137,500.	0.	12,500.

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

FORM 990 GAIN (LOSS) FROM PUBLICLY TRADED SECURITIES STATEMENT 1

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
MELLON MASTER TRUST	432256050.	422189755.	0.	10,066,295.
TO FORM 990, PART I, LINE 8	432256050.	422189755.	0.	10,066,295.

FORM 990 SPECIAL EVENTS AND ACTIVITIES STATEMENT 2

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME OR (LOSS)
SOUTHPOINTE GOLF 2007	112,496.		112,496.	19,958.	92,538.
SOUTHPOINTE GOLF 2008	33,100.		33,100.	2,500.	30,600.
CONTRACTORS FOR GOLF 2008	43,603.		43,603.	21,929.	21,674.
MERRILL LYNCH GOLF	89,245.		89,245.	43,953.	45,292.
ALL OTHER EVENTS	44,124.		44,124.	41,279.	2,845.
TO FM 990, PART I, LINE 9	322,568.		322,568.	129619.	192,949.

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 3

DESCRIPTION	AMOUNT
UNREALIZED LOSS ON INVESTMENTS	-39,750,089.
CHANGE IN VALUE OF PERPETUAL TRUSTS	-1,528,503.
CHANGE IN DUE TO CHILDREN'S HOSPITAL OF PITTSBURGH OF THE UPMC HEALTH SYSTEM	5,592,968.
CHANGE IN VALUE OF BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUST	35,676.
NET TRANSFER OF FUND BALANCE FROM CHILDRENS' HOSPITAL OF PITTSBURGH OF UPMC	539,727.
TOTAL TO FORM 990, PART I, LINE 20	-35,110,221.

FORM 990 CASH GRANTS AND ALLOCATIONS TO OTHERS STATEMENT 4

CLASS OF ACTIVITY/DONEE'S NAME AND ADDRESS	AMOUNT
ALLOCATIONS CHILDREN'S HOSPITAL OF PGH OF UPMC 3705 FIFTH AVENUE PITTSBURGH, PA 15213	29,084,379.
TOTAL INCLUDED ON FORM 990, PART II, LINE 22B	29,084,379.

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 5

DESCRIPTION OF PROGRAM SERVICE ONE

THE MISSION OF CHILDREN'S HOSPITAL OF PITTSBURGH FOUNDATION ("CHILDREN'S FOUNDATION") IS TO PROVIDE FINANCIAL SUPPORT TO CHILDREN'S HOSPITAL OF PITTSBURGH OF UPMC, THIS REGION'S ONLY QUARTERNARY CARE PEDIATRIC HOSPITAL, TEACHING AND RESEARCH FACILITY. CHILDREN'S FOUNDATION IS THE SOLE FUNDRAISING ARM OF CHILDREN'S HOSPITAL AND RAISES CHARITABLE DONATIONS THROUGH TARGETED INDIVIDUAL CAMPAIGNS, SPECIAL EVENTS, AND FOUNDATION AND CORPORATE GRANTS. FOUNDATION STAFF MEMBERS PROCESS AND ACKNOWLEDGE ALL CONTRIBUTIONS, MAINTAIN ONGOING RELATIONSHIPS WITH DONORS, AND ENSURE THAT ALL GIFTS TO CHILDREN'S HOSPITAL ARE USED ACCORDING TO THE DONORS' WISHES.

ESTABLISHED IN 1890 THROUGH THE VISION OF DR. FRANK LEMOYNE WITH A GENEROUS BEQUEST FROM MISS JANE HOLMES, CHILDREN'S HOSPITAL OF PITTSBURGH OF UPMC IS DEDICATED TO IMPROVING THE HEALTH AND WELL-BEING OF ALL CHILDREN THROUGH EXCELLENCE IN PATIENT CARE, TEACHING AND RESEARCH.

TODAY, WE CARE FOR MORE THAN HALF A MILLION CHILDREN EACH YEAR. WITH 296 LICENSED BEDS, CHILDREN'S HOSPITAL OFFERS COMPREHENSIVE INPATIENT AND OUTPATIENT HEALTH CARE SERVICES AT ITS NEW MAIN CAMPUS IN THE LAWRENCEVILLE SECTION OF PITTSBURGH. THE HOSPITAL ALSO PROVIDES OUTPATIENT SPECIALTY CARE AND SAME-DAY SURGICAL SERVICES IN KEY REGIONAL LOCATIONS.

IN ADDITION TO ACHIEVING A POSITIVE OPERATING MARGIN EACH YEAR SINCE FY1999, CHILDREN'S CONTINUES TO GUARANTEE CARE FOR THE REGION'S CHILDREN, PROVIDING MORE THAN $29 MILLION IN FREE AND UNCOMPENSATED CARE IN FY2008 ALONE.

THE HOSPITAL IS CONSISTENTLY RANKED AMONG THE BEST CHILDREN'S HOSPITALS, INCLUDING ITS CURRENT RANK AS NO. 10 IN THE 2008 U.S.NEWS & WORLD REPORT "BEST CHILDREN'S HOSPITALS" ANALYSIS.

CHILDREN'S HAS THE REGION'S ONLY STATE-ACCREDITED LEVEL 1 PEDIATRIC TRAUMA CENTER AND HAS ONE OF THE BUSIEST PEDIATRIC CRITICAL CARE MEDICINE SERVICES, TREATING MORE THAN 6,000 CHILDREN EACH YEAR, WITH A SURVIVAL RATE OF 95 PERCENT - ONE OF THE BEST IN THE NATION.

WITH A MEDICAL STAFF OF MORE THAN 800, CHILDREN'S PROVIDES CARE ALONG THE FULL SPECTRUM OF PEDIATRIC SUB-SPECIALTIES FROM ALLERGIES TO WEIGHT MANAGEMENT AND WELLNESS. CHILDREN'S TODAY IS A LEADER ON A NATIONAL SCALE IN A MULTITUDE OF PEDIATRIC SUB-SPECIALTIES, INCLUDING CARDIOLOGY, CARDIOTHORACIC SURGERY, DIABETES, HEMATOLOGY, ONCOLOGY, NEUROSURGERY, ORGAN AND TISSUE TRANSPLANTATION, OTOLARYNGOLOGY (ENT), AND SURGERY.

ENHANCING AND BUILDING UPON CHILDREN'S EXTENSIVE HOSPITAL CARE SERVICES ARE MORE THAN 400 CLINICAL AND BASIC RESEARCH PROJECTS, AND PRIMARY CARE PROVIDED THROUGH A NETWORK OF MORE THAN 28 PEDIATRIC PRACTICES IN EIGHT WESTERN PENNSYLVANIA COUNTIES.

SINCE 2000, OUR RESEARCH PROGRAM HAS GROWN FASTER THAN THAT OF ANY OTHER PEDIATRIC HOSPITAL IN THE UNITED STATES. FUNDING FROM THE NATIONAL INSTITUTES OF HEALTH (NIH) - CURRENTLY MORE THAN $22 MILLION - IS TRIPLE WHAT IT WAS AT THE START OF THIS DECADE.

THE HOSPITAL CONTINUES TO LEAD, WITH THE OPENING ON MAY 2, 2009 OF A NEW, STATE-OF-THE-ART PEDIATRIC HEALTH CARE CAMPUS IN THE LAWRENCEVILLE NEIGHBORHOOD OF THE CITY. CHILDREN'S HAS BEGIN A NEW ERA FULL OF POSSIBILITIES FOR THE BETTER HEALTH OF OUR REGION'S CHILDREN AND OF CHILDREN EVERYWHERE.

THE HOSPITAL HAS BEEN A CHARITABLE INSTITUTION SINCE ITS INCEPTION AND REMAINS A NON-PROFIT ENTITY. TO ENSURE THE CONTINUATION OF ITS CHARITABLE MISSION, IN JULY 2000, CHILDREN'S HOSPITAL OF PITTSBURGH FOUNDATION WAS ESTABLISHED AS A SUBSIDIARY OF CHILDREN'S HOSPITAL. IT THEN BECAME AN INDEPENDENT ORGANIZATION WHEN THE HOSPITAL MERGED WITH UPMC IN OCTOBER 2001.

CHILDREN'S HOSPITAL OF PITTSBURGH FOUNDATION IS THE SOLE FUND-RAISING ARM OF CHILDREN'S HOSPITAL OF PITTSBURGH OF UPMC. THE FOUNDATION EXISTS TO PROVIDE FINANCIAL SUPPORT FOR THE HOSPITAL'S MISSION OF EXCELLENCE IN PATIENT CARE, TEACHING AND RESEARCH AND TO SERVE AS THE OVERSIGHT BODY FOR CERTAIN MISSION COVENANTS RELATED TO THE MERGER AGREEMENT, INCLUDING MAINTAINING OPEN ACCESS TO CHILDREN'S FOR ALL FAMILIES REGARDLESS OF ABILITY TO PAY OR TYPE OF INSURANCE COVERAGE.

IN FY2008, THE FOUNDATION CONTRIBUTED A TOTAL OF $29.08 MILLION TO THE HOSPITAL IN SUPPORT OF THE NEW HOSPITAL

CONSTRUCTION, RESEARCH, CLINICAL PROGRAMS, MEDICAL EDUCATION AND FUNDS FOR FREE CARE.

IN FY2003, THE FOUNDATION UNDERTOOK THE FIRST, "QUIET" PHASE OF A CAPITAL CAMPAIGN TO RAISE $100 MILLION TOWARD CONSTRUCTION, EQUIPMENT AND PROGRAMS FOR THE NEW HOSPITAL CAMPUS. THE PUBLIC PHASE OF THE CAMPAIGN WAS OFFICIALLY LAUNCHED IN APRIL 2008 AND AS OF APRIL, 2009, THE CAMPAIGN HAS RAISED OVER $66.7 MILLION.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE A	29,084,379.	29,084,379.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE PART III STATEMENT 6

EXPLANATION

FUNDRAISING FOR CHILDREN'S HOSPITAL OF PITTSBURGH OF THE UPMC HEALTH SYSTEM

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 7

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
LAND IMPROVEMENTS	1,164.	320.	844.
BUILDINGS	535,950.	98,257.	437,693.
BUILDING FIXED EQUIPMENT	78,964.	19,189.	59,775.
LEASEHOLD IMPROVEMENTS	435.	72.	363.
MAJOR MOVEABLE EQUIPMENT	376,447.	335,395.	41,052.
TOTAL TO FORM 990, PART IV, LN 57	992,960.	453,233.	539,727.

FORM 990 OTHER ASSETS STATEMENT 8

DESCRIPTION	BEGINNING OF YEAR	END OF YEAR
OTHER TRUST RECEIVABLES	554,584.	590,260.
BENEFICIAL INTEREST IN PERPETUAL TRUSTS	18,053,326.	16,524,823.
TOTAL TO FORM 990, PART IV, LINE 58	18,607,910.	17,115,083.

FORM 990 OTHER LIABILITIES STATEMENT 9

DESCRIPTION	BEGINNING OF YEAR	END OF YEAR
PAYABLE TO CHILDREN'S HOSPITAL OF PGH (UNRESTRICTED)	103,871.	
PAYABLE TO CHILDREN'S HOSPITAL OF PGH (TEMPORARILY RESTRICTED)	24,199,303.	20,246,125.
PAYABLE TO CHILDREN'S HOSPITAL OF PGH (PERMANENTLY RESTRICTED)	27,243,290.	26,491,797.
LIFE ANNUITY - METRO	9,086.	15,478.
LIFE ANNUITY - SPERRY	9,031.	
GIFT ANNUITY - PERMANENTLY RESTRICTED	80,873.	78,625.
GIFT ANNUITY - SCHEETZ	25,439.	24,250.
TOTAL TO FORM 990, PART IV, LINE 65	51,670,893.	46,856,275.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 10

SECURITY DESCRIPTION	COST/FMV	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	TOTAL NON-GOV'T SECURITIES
BOARD DESIGNATED PURPOSE - PNC CONTRIBUTIONS	FMV			48,583.	48,583.
INVESTMENTS WITH LIMITED USE	FMV			149,949,835.	149,949,835.
RESTRICTED ENDOWMENT	FMV			15277483.	15277483.
GILLESPIE ENDOWMENT	FMV			3,330,338.	3,330,338.
WYCKOFF ENDOWMENT	FMV			1,594,899.	1,594,899.
GARDINER ENDOWMENT	FMV			962,770.	962,770.
RESEARCH ENDOWMENT	FMV			7,429,022.	7,429,022.
LADD ENDOWMENT	FMV			2,547,607.	2,547,607.

STATEMENT(S) 8, 9, 10

HEINZ ENDOWMENT	FMV	3,542,080.	3,542,080.
DICK ENDOWMENT	FMV	1,257,991.	1,257,991.
CARDIAC CARE ENDOWMENT	FMV	1,832,254.	1,832,254.
RANGOS RESEARCH ENDOWMENT	FMV	4,936,232.	4,936,232.
CHAIR-HILLMAN	FMV	3,041,639.	3,041,639.
CHAIR-FISCHER	FMV	3,059,320.	3,059,320.
CHAIR-MCCLUSKEY	FMV	2,109,783.	2,109,783.
LEADERSHIP ENDOWMENT	FMV	75,168.	75,168.
FELLOWSHIP ENDOWMENT	FMV	979,630.	979,630.
YOUNG INVESTIGATORS	FMV	1,421,160.	1,421,160.
CHAIR-DONALDSON	FMV	3,275,258.	3,275,258.
CHAIR-GAFFNEY	FMV	3,036,631.	3,036,631.
UNDESIGNATED ENDOWMENT	FMV	4,160,846.	4,160,846.
MCCLUSKEY RESEARCH ENDOWMENT	FMV	3,232,805.	3,232,805.
MAURO ENDOWMENT	FMV	1,035,898.	1,035,898.
STAPLES ENDOWMENT	FMV	4,044,100.	4,044,100.
JENNINGS ENDOWMENT	FMV	357,873.	357,873.
BRITISH PED ENDOWMENT	FMV	418,979.	418,979.
JACK PARADISE CLINICAL	FMV	214,426.	214,426.
PED. GENETICIST ENDOWMENT	FMV	298,215.	298,215.
C. FISCHER ANNUITY	FMV	170,804.	170,804.
DOWNS SYNDROME ENDOWMENT	FMV	1,384,824.	1,384,824.
MOLECULAR ENDO ENDOWMENT	FMV	2,086,757.	2,086,757.
CHAIR-OTOLARNYNXLOGY ENDOWMENT	FMV	1,812,320.	1,812,320.
WILLIAM RANDOLPH HEARST	FMV	452,027.	452,027.
GIRDANY VISITING PROFESSOR	FMV	104,562.	104,562.
NOAH SAMUEL FIDEL	FMV	63,230.	63,230.
CAROL ANN CRAUMER MEMORIAL	FMV	1,584,811.	1,584,811.
CHAIR-JACK PARADISE	FMV	2,206,237.	2,206,237.
CHAIR-PED TRANSPORTATION	FMV	1,846,869.	1,846,869.
EVANGELIST FREE CARE	FMV	28,440.	28,440.
JEAN MIGLIORINO FREE CARE	FMV	25,461.	25,461.
CAMP CHIHOPI ENDOWMENT	FMV	109,449.	109,449.
MARJORY K. HARMER	FMV	1,717,011.	1,717,011.
LEE W. BASS COMMUNITY	FMV	133,838.	133,838.
COMMUNITY CHEST	FMV	75,611.	75,611.
LA MOLE ENDOWMENT HEM/ONC	FMV	4,629,839.	4,629,839.

ELIZABETH BACHMAN RESEARCH	FMV		283,191.	283,191.
PAUL GAFFNEY MD ENDOWMENT	FMV		118,878.	118,878.
STEVEN FALOON MEMORIAL	FMV		102,910.	102,910.
CHAIR-PALUMBO/CF	FMV		1,622,502.	1,622,502.
RESEARCH EQUIPMENT ENDOWMENT	FMV		1,218,935.	1,218,935.
JAMES KANGOS MD MEMORIAL	FMV		67,040.	67,040.
RONALD AND PAT VIOLI ENDOWMENT	FMV		1,752,463.	1,752,463.
R KENNER MICHAEL PED TRAUMA	FMV		117,765.	117,765.
CHAIR IN PED. CARDIO SURGERY	FMV		793,374.	793,374.
CHP BUILDING FUND	FMV		1,277,171.	1,277,171.
CARRIE MARTIN FUND	FMV		162,189.	162,189.
KEEFER MEMORIAL FUND - PR	FMV		88,856.	88,856.
LONDINO ENDOWED CHAIR -PR	FMV		99,998.	99,998.
LONDINO ENDOWED PEDIATRIC RESEARCH-PR	FMV		29,315.	29,315.
WORKING CAPITAL -PR	FMV		7,259,520.	7,259,520.
LOHMAN FAMILY-PR	FMV		102,601.	102,601.
LEMIEUX PEDIATRIC ONCOLOGY-PR	FMV		268,052.	268,052.
MINE SAFETY STOCK	FMV	821,195.		821,195.
HILLMAN PED. TRANSPLANT-TR	FMV		4,184,989.	4,184,989.
MOIRA WHITEHEAD ENDOWMENT	FMV		62,150.	62,150.
J & P STALEY FAMILY FUND	FMV		148,884.	148,884.
LOUIS WEINMAN ENDOWMENT	FMV		49,264.	49,264.
KENNETH ROGERS ENDOWMENT	FMV		51,409.	51,409.
SCHEETZ ANNUITY	FMV		47,867.	47,867.
PEDIATRIC INFECTIOUS DISEASE	FMV		11,511.	11,511.
TISSUE RESEARCH ENDOWMENT	FMV		46,807.	46,807.
ACCRUED FEES,TRANSFERS, WITHDRAWLS	FMV		0.	
CLYDE E & BLANCHE W. VOGELEY PED	FMV		88,499.	88,499.
PEDIATRIC ENVIRONMENTAL MEDICINE	FMV		1,780,062.	1,780,062.

MERMELSTEIN LECTURE & ENDOWMENT FUND	FMV		44,673.	44,673.
E.S WEINER MD MEMORIAL LECTURE	FMV		53,999.	53,999.
KATIE WESTBROOK PED CANCER	FMV		50,111.	50,111.
THE CHILD LIFE ENDOWMENT	FMV		102,139.	102,139.
TO FORM 990, LINE 54A, COL B	821,195.		263,990,039.	264,811,234.

FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 11

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
JOSEPH C. WALTON* 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	INTERIM PRESIDENT (7/1 - 12/31/07) 20.00	291,636.	8,653.	0.
ROGER A. OXENDALE 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	PRESIDENT (4/2 - 6/30/08) 20.00	0.	0.	0.
JODI K. HIRSCH, ESQ. * 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	SECRETARY/GENERAL COUNSEL 40.00	183,497.	17,085.	0.
BERNADETTE M. SCHEID * 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TREASURER/CFO 40.00	143,748.	13,918.	0.
DEANN S. MARSHALL* 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	EVP & COO (RESIGNED JUNE 2007) 40.00	56,579.	4,860.	0.
KIMBERLY A. HAMMER* 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	EVP & CDO (3/1 - 6/30/08) 40.00	42,499.	2,717.	0.
THOMAS G. BIGLEY 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 3.00	0.	0.	0.
LESLIE W. BRAKSICK, PHD 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 1.50	0.	0.	0.

JAY W. CLEVELAND JR. 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE (10/10/07 - 6/30/08) 0.50	0.	0.	0.
REBECCA COST SNYDER 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
VINCENT C. DILUZIO 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 2.00	0.	0.	0.
DOUGLAS P. DICK 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 1.50	0.	0.	0.
WILLIAM S. DIETRICH II 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	NON-TRUSTEE/FINANCE COMMITTEE 1.00	0.	0.	0.
STEVEN G. DOCIMO, MD 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
HELEN S. FALSON, PHD 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
LAWRENCE N. GUMBERG 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 2.00	0.	0.	0.
HOWARD W. HANNA III 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 3.00	0.	0.	0.
MARTHA HARTLE-MUNSCH, ESQ 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
MARY JO HOWARD DIVELY, ESQ 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	VICE-CHAIR 10.00	0.	0.	0.
WILLIAM H. ISLER 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE (7/1 - 12/31/07) 0.50	0.	0.	0.
ARTHUR S. LEVINE, MD 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 1.50	0.	0.	0.

ROGER A. OXENDALE 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE (7/1/07- 4/1/08) 3.00	0.	0.	0.
JANET F. PALUMBO 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE (7/1 - 12/31/07) 0.50	0.	0.	0.
DENISE M. PAMPENA 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
DAVID H. PERLMUTTER, MD 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
JOHN G. RANGOS, SR. 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
CATHARINE M. RYAN 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	CHAIR 9.00	0.	0.	0.
EDWIN F. SCHEETZ, JR 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 3.00	0.	0.	0.
MARK A. SNYDER 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
JOHN A. STALEY IV 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	NON-TRUSTEE/FINANCE COMMITTEE 1.50	0.	0.	0.
RONALD L. VIOLI 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE 0.50	0.	0.	0.
JOSEPH C. WALTON 1251 WATERFRONT PLACE PITTSBURGH, PA 15222	TRUSTEE (1/1 - 6/30/08) 2.00	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		717,959.	47,233.	0.

FORM 990 OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES COMPENSATION EXPLANATION PART V-A STATEMENT 12

PERSON'S NAME

*WALTON, HIRSCH, SCHEID, MARSHALL AND HAMMER

COMPENSATION EXPLANATION

THESE INDIVIDUALS ARE EMPLOYED ON A FULL TIME 40 HOUR PER WEEK BASIS. DUE TO THE NATURE OF THE POSITIONS THAT THEY HOLD, THEIR AVERAGE HOURS PER WEEK SUBSTANTIALLY EXCEED THAT OF A TYPICAL 40 HOUR WORK WEEK.

FORM 990 IDENTIFICATION OF RELATED ORGANIZATIONS PART VI, LINE 80B STATEMENT 13

NAME OF ORGANIZATION	EXEMPT	NONEXEMPT
CHILDREN'S HOSPITAL OF PITTSBURGH OF THE UPMC HEALTH SYSTEM	X	

FORM 990 PART V-A OFFICER COMPENSATION FROM RELATED ORGANIZATIONS STATEMENT 14

OFFICER'S NAME	COMPENSATION	EMPLOYEE BENEFIT PLAN CONTRIBUTION	EXPENSE ACCOUNT
RONALD L. VIOLI	17,438.	9,412.	

NAME OF RELATED ORGANIZATION: CHILDREN'S HOSPITAL OF PITTSBURGH OF THE UPMC HEALTH SYSTEM

EMPLOYER ID NUMBER: 25-0402510

RELATIONSHIP BETWEEN ORGANIZATIONS: TAX EXEMPT AFFILIATE

COMPENSATION DESCRIPTION: FORMER OFFICER - SEVERANCE AGREEMENT

OFFICER'S NAME	COMPENSATION	EMPLOYEE BENEFIT PLAN CONTRIBUTION	EXPENSE ACCOUNT
ROGER A. OXENDALE	724,508.	26,617.	

NAME OF RELATED ORGANIZATION: CHILDREN'S HOSPITAL OF PITTSBURGH OF THE UPMC HEALTH SYSTEM

EMPLOYER ID NUMBER: 25-0402510

RELATIONSHIP BETWEEN ORGANIZATIONS: TAX EXEMPT AFFILIATE

COMPENSATION DESCRIPTION: PRESIDENT OF CHILDREN'S HOSPITAL OF PITTSBURGH OF THE UPMC HEALTH SYSTEM

FORM 990 FORMER OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES COMPENSATION EXPLANATION PART V-B STATEMENT 15

PERSON'S NAME

RONALD L. VIOLI

COMPENSATION EXPLANATION

COMPENSATION OF FORMER OFFICERS IS PAID BY UPMC HEALTH SYSTEM. SEE PART V-A, LINE 75C.

GENERAL EXPLANATION FORM AND LINE REFERENCES STATEMENT 16

FORM/LINE IDENTIFIER	DESCRIPTION/RETURN REFERENCE
FORM 990, PART III, LINE A	CONTINUATION OF EXEMPT PURPOSE ACHIEVEMENTS

RECENT ACCOMPLISHMENTS - 2008

PATIENT CARE

"CHILDREN'S PEDIATRIC ONCOLOGIST LAKSHMANAN KRISHNAMURTI, MD, DEMONSTRATED THE SUCCESS OF A UNIQUE BONE MARROW TRANSPLANTATION TO CURE SICKLE CELL DISEASE.

"COLLABORATING WITH COLLEAGUES AT CHILDREN'S HOSPITAL, PIONEERING UPMC SURGEONS HAVE ADVANCED THE USE OF ENDOSCOPIC BRAIN SURGERY TO INCLUDE CHILDREN AND HAVE SUCCESSFULLY USED THE EXPANDED END NASAL APPROACH ON MORE THAN 50 PEDIATRIC PATIENTS, MORE THAN HAVE BEEN REPORTED BY ANY OTHER CENTER IN THE WORLD. A STUDY FOUND THE APPROACH MAY BE SAFER THAN CONVENTIONAL SURGICAL TECHNIQUES IN WELL-SELECTED CASES. IN ADDITION, IT MAY OFFER AN OPTION TO CERTAIN PATIENTS WHO OTHERWISE WOULD HAVE NO SURGICAL ALTERNATIVE.

"DAVID H. PERLMUTTER, MD, PHD, SCIENTIFIC DIRECTOR AND PHYSICIAN-IN-CHIEF, WAS ELECTED TO THE INSTITUTE OF MEDICINE (IOM) OF THE NATIONAL ACADEMY OF SCIENCES. ELECTION TO THE IOM IS CONSIDERED ONE OF THE HIGHEST HONORS IN THE FIELDS OF HEALTH AND MEDICINE AND RECOGNIZES INDIVIDUALS OF OUTSTANDING PROFESSIONAL ACHIEVEMENT AND COMMITMENT TO SERVICE.

"CHILDREN'S HOSPITAL WAS RANKED 10TH OUT OF 113 HOSPITALS THAT COMPLETED THE MOST RECENT U.S.NEWS & WORLD REPORT SURVEY FOR ITS "AMERICA'S BEST CHILDREN'S HOSPITALS" ISSUE.

TEACHING

"IN COLLABORATION WITH THE UNIVERSITY OF PITTSBURGH'S PETER M. WINTER INSTITUTE FOR SIMULATION, EDUCATION AND RESEARCH (WISER), CHILDREN'S STATE-OF-THE-ART PEDIATRIC SIMULATION CENTER INCORPORATES LIFE-LIKE SIMULATORS AND MULTI-TASK TRAINERS THAT ALLOW HEALTH CARE PROFESSIONALS TO RECOGNIZE AND MANAGE A WIDE ASSORTMENT OF PEDIATRIC-RELATED MEDICAL SITUATIONS. IT ALSO IS USED TO IMPART VITAL SKILLS SUCH AS INTUBATION, LUMBAR PUNCTURE, IV INSERTION, IV BLOOD DRAW, ARTERIAL BLOOD DRAW, AND BLADDER CATHETERIZATION.

"THERE HAS BEEN CONSISTENT GROWTH IN THE NUMBER OF PEDIATRIC RESIDENTS TRAINED EACH YEAR AT CHILDREN'S. IN 1970, THE HOUSE STAFF NUMBERED 71; IN 2008 THERE ARE 105.

"OUR FACULTY CONTINUE TO MAKE MAJOR CONTRIBUTIONS TO THE PEDIATRIC BODY OF KNOWLEDGE AS EDITORS OF THEIR FIELDS' MAJOR TEXTS:

ØATLAS OF PEDIATRIC PHYSICAL DIAGNOSIS, 5TH ED, 2007. BASIL J. ZITELLI, MD, CHIEF, PAUL C. GAFFNEY DIAGNOSTIC REFERRAL SERVICE

ØCOMPREHENSIVE CLEFT CARE, 1ST ED, 2008. JOSEPH E. LOSEE, MD, FACS, FAAP, CHIEF, PEDIATRIC PLASTIC SURGERY AND DIRECTOR, CLEFT-CRANIOFACIAL CENTER

ØKELALIS-KING-BELMAN TEXTBOOK OF CLINICAL PEDIATRIC UROLOGY, 5TH ED. 2007. STEVEN G. DOCIMO, MD, CHIEF, UROLOGY

"THE NATIONAL INSTITUTES OF HEALTH (NIH) HAS SELECTED CHILDREN'S HOSPITAL AS A CENTER OF EXCELLENCE FOR TRAINING THE NATION'S FUTURE LEADERS IN PEDIATRIC RESEARCH. THERE ARE ONLY 20 SUCH NIH-FUNDED CENTERS NATIONWIDE.

RESEARCH

"CHILDREN'S CONDUCTS THE 8TH LARGEST PEDIATRIC RESEARCH PROGRAM IN TERMS OF NIH FUNDING WITH MORE THAN 400 ACTIVE RESEARCH INVESTIGATIONS UNDER WAY.

"CHILDREN'S IS THE FASTEST-GROWING PEDIATRIC RESEARCH PROGRAM AS MEASURED IN NIH FUNDING FROM 2000-2005.

"WITH A FIVE-YEAR, $5 MILLION GRANT FROM THE HEINZ ENDOWMENTS, CHILDREN'S HOSPITAL CREATED THE NEW PEDIATRIC ENVIRONMENTAL MEDICINE CENTER. NATIONALLY RENOWNED ASTHMA RESEARCHER FERNANDO HOLGUIN, MD, MPH, IS LEADING ITS EFFORTS TO IDENTIFY HOW ENVIRONMENTAL RISK FACTORS AFFECT ASTHMA IN THIS REGION AND DEVELOP NEW EDUCATION, PREVENTION AND TREATMENT STRATEGIES.

"WITH A GIFT OF $23 MILLION, CHILDREN'S AND THE UNIVERSITY OF PITTSBURGH SCHOOL OF MEDICINE COLLABORATED TO CREATE THE RICHARD KING MELLON FOUNDATION INSTITUTE FOR PEDIATRIC RESEARCH, WHICH IS DESIGNED TO PROVIDE THE PEDIATRIC PHYSICIAN-SCIENTISTS WITH THE RESOURCES AND FLEXIBILITY TO PURSUE NEW OPPORTUNITIES AS SOON AS THEY ARISE.

ADVANCING THE HOSPITAL CONCEPT

"ONE OF THE MAJOR NEW INITIATIVES IS FAMILY-CENTERED BEDSIDE ROUNDS. THE DAILY DISCUSSION AMONG ATTENDING PHYSICIANS AND RESIDENTS ABOUT A PATIENT'S CONDITION AND COURSE OF TREATMENT NO LONGER TAKES PLACE IN A CONFERENCE ROOM - IT TAKES PLACE IN THE CHILD'S ROOM, WITH PARENTS PARTICIPATING. THIS INITIATIVE HAS ALREADY DEMONSTRATED IMPROVED TEACHING, EFFICIENCY AND PATIENT SATISFACTION.

"CHILDREN'S IS ONLY THE SECOND PEDIATRIC FACILITY - OUT OF 22 TOTAL HOSPITALS - RECOGNIZED AS A STAGE 6 (OF 7) ON THE HEALTH INFORMATION AND MANAGEMENT SYSTEMS SOCIETY ELECTRONIC MEDICAL RECORD ADOPTION MODEL. ALL INPATIENT AND OUTPATIENT STAFF USE CHILDREN'S ERECORD FOR ORDER ENTRY, CLINICAL DECISION SUPPORT, MEDICATION BAR-CODING, CLINICIAN DOCUMENTATION AND RADIOLOGICAL IMAGES. STAGE 7 IS MEASURED BY CONFORMANCE OF THE ELECTRONIC HEALTH RECORD TO THE CONTINUITY OF CARE DOCUMENT, THE NEWLY ADOPTED INTERNATIONAL STANDARD FOR EXCHANGE OF CLINICAL INFORMATION. TO DATE, NO HOSPITAL HAS ACHIEVED STAGE 7.

"CHILDREN'S IS ONE OF ONLY SEVEN CHILDREN'S HOSPITALS IN THE NATION SELECTED AS A 2008 TOP HOSPITAL BY THE LEAPFROG GROUP, A NATIONAL INITIATIVE FOR PATIENT SAFETY ORGANIZED BY SEVERAL OF THE COUNTRY'S LARGEST CORPORATIONS.

"CHILDREN'S INFORMATION SERVICES PROVIDER, PHOENIX HEALTH SYSTEMS, INC., WAS NAMED THE FIRST HEALTH CARE INFORMATION PROVIDER IN THE WORLD TO RECEIVE ESCM V2 CAPABILITY LEVEL 2 FROM CARNEGIE MELLON UNIVERSITY'S IT SERVICES QUALIFICATION CENTER (ITSQC). BY IMPLEMENTING THE ITSQC'S MODEL AND STANDARDS, CHILDREN'S INFORMATION TECHNOLOGY SERVICES CAN WELL SUPPORT THE NEEDS OF PHYSICIANS, CLINICIANS AND BUSINESS SPECIALISTS AS THEY USE ADVANCED TECHNOLOGIES IN THE CARE OF OUR PATIENTS.

"CHILDREN'S HOSPITAL WAS ONE OF ONLY 10 ORGANIZATIONS THAT RECEIVED A 2007 CHILDREN'S ENVIRONMENTAL HEALTH EXCELLENCE AWARD FOR OUTSTANDING COMMITMENT TO PROTECTING CHILDREN FROM ENVIRONMENTAL HEALTH RISKS. THIS AWARD IS GIVEN BY THE U.S. ENVIRONMENTAL PROTECTION AGENCY'S (EPA) OFFICE OF CHILDREN'S HEALTH PROTECTION AND ENVIRONMENTAL EDUCATION.

A RESOURCE FOR THE REGION

"CHILDREN'S HOSPITAL SPECIALTY CARE CENTER JOHNSTOWN WAS OPENED. PEDIATRIC CARDIOLOGISTS, NEUROLOGISTS AND SURGEONS FROM CHILDREN'S WILL TRAVEL TO THE JOHNSTOWN CENTER TO PROVIDE OUTPATIENT SERVICES ON AN ONGOING BASIS. CHILDREN'S PLANS TO EXPAND THE SERVICES TO INCLUDE PEDIATRIC SPECIALISTS IN DIABETES AND ENDOCRINOLOGY, GASTROENTEROLOGY AND WEIGHT MANAGEMENT.

"CHILDREN'S HOSPITAL'S BENEDUM PEDIATRIC TRAUMA PROGRAM - ONE OF THE BUSIEST PEDIATRIC TRAUMA CENTERS IN THE NATION - WAS RE-ACCREDITED THROUGH SEPTEMBER 2010 BY THE PENNSYLVANIA TRAUMA SYSTEMS FOUNDATION (PTSF). CHILDREN'S IS THE REGION'S ONLY ACCREDITED PEDIATRIC REGIONAL RESOURCE TRAUMA CENTER, AND IS ONE OF THREE IN PENNSYLVANIA. PTSF SURVEYORS NOTED THE KEY STRENGTHS OF CHILDREN'S PROGRAM INCLUDE ITS MULTIDISCIPLINARY TEAM OF PEDIATRIC EXPERTS, RESEARCH TO IMPROVE TREATMENT AND CARE, AND ITS INJURY PREVENTION PROGRAM.

"DURING FY2008, CHILDREN'S HOSPITAL PROVIDED MORE THAN $29 MILLION IN FREE AND UNCOMPENSATED CARE TO FAMILIES UNABLE TO COVER THE COSTS OF THEIR CHILDREN'S CARE DUE TO LACK OF INSURANCE OR INADEQUATE COVERAGE.

GEOGRAPHICAL AREAS SERVED

OVER 500,000 CHILDREN VISIT CHILDREN'S EACH YEAR FROM ALL OVER PENNSYLVANIA, ITS NEIGHBORING STATES, THE REST OF THE NATION AND THE WORLD.

- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** and check this box ▶ [X]

Note. Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** (on page 1)

Part II **Additional (Not Automatic) 3-Month Extension of Time.** You must file original and one copy.

Type or print. File by the extended due date for filing the return. See instructions.	Name of Exempt Organization		Employer identification number
	CHILDRENS HOSPITAL OF PITTSBURGH FOUNDATION		25-1865744
	Number, street, and room or suite no. If a P.O. box, see instructions.		For IRS use only
	1251 WATERFRONT PLACE, NO. FLR 5		
	City, town or post office, state, and ZIP code. For a foreign address, see instructions		
	PITTSBURGH, PA 15222-4209		

Check type of return to be filed (File a separate application for each return):

[X] Form 990 [ ] Form 990-EZ [ ] Form 990-T (sec. 401(a) or 408(a) trust) [ ] Form 1041-A [ ] Form 5227 [ ] Form 8870
[ ] Form 990-BL [ ] Form 990-PF [ ] Form 990-T (trust other than above) [ ] Form 4720 [ ] Form 6069

STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- The books are in the care of ▶ CHILDREN'S HOSP. OF PGH FOUNDATION
  Telephone No. ▶ 412-586-6310 FAX No ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____. If this is for the whole group, check this box ▶ [ ] If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until MAY 15, 2009

5 For calendar year _____, or other tax year beginning JUL 1, 2007, and ending JUN 30, 2008

6 If this tax year is for less than 12 months, check reason. [ ] Initial return [ ] Final return [ ] Change in accounting period

7 State in detail why you need the extension
ADDITIONAL TIME IS NEEDED TO GATHER INFORMATION TO FILE A COMPLETE AND ACCURATE FORM 990

8a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	8a	$	
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868	8b	$	
c	**Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	8c	$	N/A

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, 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 ▶ DELOITTE TAX LLP BY Marguerite Parish Title ▶ CPA Date ▶ 2/10/09

Form 8868 (Rev. 4-2008)

Form **8868**
(Rev. April 2008)
Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return

OMB No. 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box ▶ [X]
- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3 month extension on a previously filed Form 8868.

Part I **Automatic 3-Month Extension of Time.** Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6 month extension - check this box and complete Part I only ▶ [ ]

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns

Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3 month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T) However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit *www.irs.gov/efile* and click on *e-file for Charities & Nonprofits.*

Type or print File by the due date for filing your return See instructions	Name of Exempt Organization	Employer identification number
	CHILDRENS HOSPITAL OF PITTSBURGH FOUNDATION	25-1865744
	Number, street, and room or suite no. If a P.O box, see instructions 1251 WATERFRONT PLACE, NO. FLR 5	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions PITTSBURGH, PA 15222-4209	

Check type of return to be filed (file a separate application for each return).

[X] Form 990	[ ] Form 990-T (corporation)	[ ] Form 4720
[ ] Form 990-BL	[ ] Form 990-T (sec 401(a) or 408(a) trust)	[ ] Form 5227
[ ] Form 990-EZ	[ ] Form 990 T (trust other than above)	[ ] Form 6069
[ ] Form 990-PF	[ ] Form 1041-A	[ ] Form 8870

- The books are in the care of ▶ CHILDREN'S HOSP. OF PGH FOUNDATION
  Telephone No ▶ 412-586-6310 FAX No ▶ _____
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____ If this is for the whole group, check this box ▶ [ ]. If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension will cover

1 I request an automatic 3-month (6-months for a corporation required to file Form 990-T) extension of time until FEBRUARY 16, 2009, to file the exempt organization return for the organization named above The extension is for the organization's return for.
▶ [ ] calendar year _____ or
▶ [X] tax year beginning JUL 1, 2007, and ending JUN 30, 2008.

2 If this tax year is for less than 12 months, check reason [ ] Initial return [ ] Final return [ ] Change in accounting period

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	$
b	If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit	3b	$
c	**Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	$ N/A

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.