



The future of McKinley Children's Center shines bright with new beginnings...

A new year has dawned and with it came the promise of an exciting and bright new future for the young boys and girls who call McKinley Children's Center home. On the forefront is the March 2005 inauguration of the Whittier Sports Pavilion – a 5,000 square foot open air building designed to give our children the pleasure of playing their favorite sports all year long while protected from inclement weather and unforgiving heat. We also look forward to further enhancing our Day Rehabilitation program, established in 2003. Last year, Day Rehab added gardening and horticulture to the wide range of activities offered to the children in residential care. The fall harvest included beautiful pumpkins and large cheerful sunflowers. Looking ahead, we will provide a film and psychology program, as well as a violence prevention program geared toward reducing aggression in high-risk children.

Engaged in an effort to provide services to our San Dimas community and its surrounding areas, McKinley Children's Center launched its Outpatient Mental Health Department in 2004. Now serving nearly 60 children, the outpatient program provides individual, group and family therapy, medication support, and case management services to those youngsters requiring mental health services.

McKinley Children's Center also experienced some restructuring in 2004, bringing eight clinicians into offices located within the cottages to serve children within the milieu. Each therapist is responsible for 11 children residing in each of the eight cottages on



the San Dimas campus, as well as the six-bed group home in La Verne. Additionally, we welcomed new administrative staff members and saw others promoted. McKinley Children's Center was pleased to promote Carrie Hanson to the position of Outpatient Mental Health Coordinator for the aforementioned new program. Prior to her new assignment, Carrie served as clinical supervisor in our Foster Family Program. Tisha Langley has taken on the arduous role of Quality Assurance Manager, bringing a solid and impressive knowledge of mental health standards and requirements. Joining McKinley's talented team is Sandro Villa, administrator for the Foster Family Agency. We are pleased to have these professionals on board and offer congratulations to those receiving new appointments.




As we strive to achieve the very best in service to our clients, McKinley has worked very hard to train staff members and strengthen departments across the entire campus. With a quality assurance manager and selected team reviewing documentation, the Center follows the highest practices in recording our meaningful work.

Change is natural. McKinley deals with change in creative and promising ways in order to fulfill our mission and improve the lives of at-risk children.

Surely, the Center could not boast of its successes without expressing heartfelt gratitude to those who truly make these accomplishments possible: our dedicated board of directors, highly skilled staff members, and the bounty of generous supporters we so meaningfully call our friends and family. On behalf of this multi-talented team of hard-working individuals, thank you for the positive difference you make in the lives of McKinley's children.


Neil F. Barton
Interim Chief Executive Officer


Pam Jordan, LCSW
Chief Operating Officer

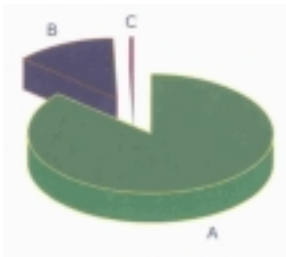


"Light tomorrow with today."

- ELIZABETH BARRETT BROWNING -

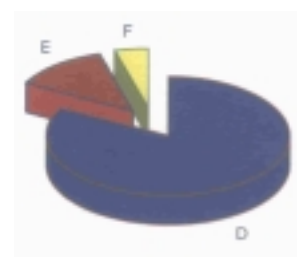
McKINLEY CHILDREN'S CENTER

FINANCIAL SUMMARY FISCAL YEAR 2003 - 2004



TOTAL REVENUES
\$13,449,800

- A** Government fees for services to children \$11,605,554
- B** Contributions and special events \$1,764,469
- C** United Way and others \$79,777



EXPENSE OF OPERATIONS
\$13,101,738

- D** Services to children \$10,851,083
- E** Administration \$1,682,393
- F** Development \$568,262

* Audited. (Audited financial statements are available upon request.)

** Deficit of Expenses over revenues is to be covered by Private Foundations and Grants.



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