MISSION STATEMENT: THE NATIONAL CENTER OF THE PARENT-CHILD HOME PROGRAM PROVIDES TRAINING AND TECHNICAL ASSISTANCE, OVERSIGHT AND QUALITY CONTROL FOR SITES REPLICAING THE PROGRAM. THE CENTER IS DEDICATED TO ADVOCACY AND OUTREACH IN ORDER TO INCREASE THE NUMBER OF PROGRAM SITES AND THE NUMBER OF CHILDREN AND FAMILIES SERVED BY EXISTING SITES.

MISSION STATEMENT: THE PARENT-CHILD HOME PROGRAM, A RESEARCH-BASED INTENSIVE HOME VISITING PROGRAM, PROMOTES LANGUAGE, LITERACY AND SCHOOL SUCCESS THROUGH READING, PLAYING AND VERBAL INTERACTION BETWEEN PARENTS AND CHILDREN.
Dear Friends:

The Parent-Child Home Program grew significantly for the fourth consecutive year in 2001-2002. We launched 43 new sites for a total of 130 in the United States and 10 in other countries and reached over three thousand families. We opened 28 new sites in Pennsylvania, supported by Temporary Assistance for Needy Families funds (TANF) set-aside by the state. We added 12 new sites in South Carolina for a total statewide of 34 sites. We started our first site in Washington, another Proposition 10-funded site in California, and our first site focused specifically on serving homeless families.

We are delighted that the number of new sites continues to increase annually, and we are equally delighted by the longevity the program has demonstrated in so many communities. Three sites celebrated their 30th anniversaries in 2002, and 49 sites have been serving families for five years or more. The communities that have adopted our program remain committed to it, and believe it is a critical component of their efforts to ensure that every child, every family, enters school ready to learn.

The Parent-Child Home Program's national center continues to strengthen its capacity to ensure that the program maintains its historic high quality and adherence to its research-validated model. This year, we introduced a new web-based management information system that enables all our sites to store and track data on program families in their own secured section. With the push of a button, each site is able to generate an aggregate data site report, and we are able to generate county, state and national reports. These reports not only enable sites to follow the impact of our program on families, but also enable the national center to monitor the quality of all sites on an ongoing basis.

In response to an uncertain financial climate, we have worked very closely with communities to develop new sites using innovative sponsoring agencies and funding streams. We opened our first site sponsored by a charter school, our second university-based site, and now have two sites that will be using Americorps volunteers. We also have sites that are part of Even Start and Early Head Start projects. We look forward to working with agencies in other communities to expand on these new replication models. With enhanced quality assurance measures in place, continued expansion and innovative new replication arrangements, we have established the base on which to continue, even in this difficult financial period, building a successful national expansion.

As we have continued to expand our program across the country, we have also continued to expand and enrich the national center’s board and staff to continue providing quality support to the growing number of sites. In 2002, the board added three new directors with strong backgrounds in non-profit operations, business development and foundation philanthropy. In addition, the board adopted a strategic plan, outlining board, staff, and site development objectives for the next three years. We remain committed to high quality site expansion to ensure that as many children as possible have the opportunity to enter school ready to learn.

The coming year will present a variety of challenges to early childhood and family support programs around the country. State and local budget cuts mean less public funding will be available to support programs. School districts and other publicly funded entities will be forced to re-evaluate funding decisions. Declines in foundation budgets and corporate giving mean there will be less private support available for non-profits.

The Parent-Child Home Program, however, is well positioned to build on its successful expansion and capacity enhancement efforts of the past several years. We will continue developing new sites and expanding the availability of this research-based, researched-validated early childhood literacy and school readiness program to families in need. We remain focused on ensuring that not another child will enter school without having held a book, been read a story, done a puzzle or built with blocks.

Sarah E. Walzer
Executive Director

Charles L. Butts
President of the Board
THE PARENT-CHILD HOME PROGRAM, INC. FINANCIAL SUMMARY

Statement of Revenue and Expense for the Years ending June 30, 2001 and June 30, 2002

REVENUE

<table>
<thead>
<tr>
<th></th>
<th>2002</th>
<th>2001</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foundation Grants</td>
<td>$498,869</td>
<td>$340,311</td>
</tr>
<tr>
<td>Training &amp; Technical Assistance Fees</td>
<td>319,969</td>
<td>223,980</td>
</tr>
<tr>
<td>Corporate/Individual</td>
<td>46,553</td>
<td>57,106</td>
</tr>
<tr>
<td>Special Events</td>
<td>28,150</td>
<td>34,500</td>
</tr>
<tr>
<td>Interest &amp; Miscellaneous</td>
<td>15,635</td>
<td>32,851</td>
</tr>
<tr>
<td><strong>Total Revenue</strong></td>
<td><strong>$909,176</strong></td>
<td><strong>$688,748</strong></td>
</tr>
</tbody>
</table>

EXPENSE

<table>
<thead>
<tr>
<th></th>
<th>2002</th>
<th>2001</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program Services</td>
<td>$427,940</td>
<td>$323,244</td>
</tr>
<tr>
<td>New Site Development</td>
<td>152,048</td>
<td>104,470</td>
</tr>
<tr>
<td>Admin</td>
<td>114,824</td>
<td>87,756</td>
</tr>
<tr>
<td><strong>Total Expense</strong></td>
<td><strong>$694,812</strong></td>
<td><strong>$515,470</strong></td>
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</tbody>
</table>

CHANGE IN NET ASSETS

<table>
<thead>
<tr>
<th></th>
<th>2002</th>
<th>2001</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Change</strong></td>
<td><strong>$214,364</strong></td>
<td><strong>$173,278</strong></td>
</tr>
</tbody>
</table>

Complete audited financial statements for the fiscal years ending June 30, 2001 and June 30, 2002 are available from The Parent-Child Home Program, Inc. upon request.

SOURCE OF FUNDS 2002

- 55% Foundations
- 35% Training & Technical Assistance Fees
- 5% Corporate/Individual
- 3% Special Events
- 2% Interest & Misc.
- 16% Admin

USE OF FUNDS 2002

- 62% Program Services
- 22% New Site Development
- 16% Admin

A wide-range of local agencies sponsor Parent-Child Home Program sites. In 2002, these agencies included:

- 85 School Districts and Educational Consortia
- 25 Community-based Organizations
- 15 Child and Family Services/Family Centers
- 4 Child Care/Early Head Start
- 4 Public Libraries
- 2 Universities
- 2 Catholic Charities
- 1 Community Health Center
- 1 Charter School
Thank you to all of those who have supported The Parent-Child Home Program's national center. Your support enables The Parent-Child Home Program to reach out to new families in new communities, ensuring that all children have the opportunity to enter school ready to learn.

**OUR FOUNDATION AND CORPORATE SUPPORTERS**

- Rauch Foundation
- Mr. and Mrs. George O'Neill / The Philanthropic Collaborative, Inc.
- Sandy Bay Charitable Foundation
- The Willam Sonoma Foundation
- Hasbro Children's Foundation
- Pritzer Cohns Foundation
- Al. Mahin Family Foundation
- Horace and Amy Hagedorn
- Long Island Fund
- Long Island Community Foundation
- The Sirius Fund
- W. Clement and Jessie V. Stone Foundation
- The Louis Calder Foundation
- United Way of Long Island
- David L. Klein Jr. Foundation
- Roslyn Savings Foundation
- Pamela and Richard Rubinstein Foundation
- Northrop Grumman Corporation
- The Cooper Family Foundation
- Lucia B. Ammerman Charitable Lead Unitrust
- The Schiff Foundation
- UBS Warburg LLC
- UFLC 1500
- AES New York
- The Clubb Corporation

**INDIVIDUAL DONORS**

- Apple Bank
- GreenPoint Bank
- United Way of Tri-State
- United Way of New York City
- Kaufman Poultry Corporation

- **65,000 and above**
  - F. Davis & Tai Chang Terry

- **51,000 and above**
  - Lito and Gerald Leeds
  - Stephanie & John Dietz
  - Anne Peretz
  - Judith & Michael Walzer

- **500 and above**
  - Michelle Sidrane
  - Charlie & Alice Butts
  - Andrew & Kenwyn
  - Kressfull
  - Linda Schreiber
  - Raymond & Lauren Edwards

- **$250 and above**
  - Barbara H. Baskin
  - Sal & Nina Ambrosino
  - Barry Berman
  - Peter Edelman
  - Barbara Finberg
  - Ronald Klein & Monica Medina
  - Barbara Krasne
  - Richard Kulka
  - David Ravid
  - Sarah Feldman & David Scharfstein

- Up to $250
  - Drs. Marsha & Henry Laufer
  - Joseph Varvaro & Pietra
  - Cornelia
  - Michael & Carolyn Wiplich
  - Sidney & Murray Becker
  - Pam Burris
  - John & Joanne Cook
  - Don & Jeanine Cole
  - Rachel & Stephan Donnell
  - Michael Duffy & Demetra Lamos
  - Mark K. Farley
  - Naomi Feldheim
  - Laura Goldfield
  - Karen & Louis Harris
  - Elena Kagan
  - Doris & Stanley Kretzer
  - David LaGrecia
  - Dr. Phyllis Levenstein
  - Karen & Charles Lutz
  - Jonathan Moore & Bradley Clements
  - Joseph F. Perrino
  - Anne & Jack Raybin
  - Georges Sejour
  - Sonali Shinde & John Butts
  - Adam Shier
  - Stephanie Taylor-Dinwiddie
  - Hon. Anne E. Thompson
  - Sarah Walzer & John Barrett
  - Rebecca & Keith Walzer-Goldfeld
  - Michele & Allen Morrison
  - Ann & Carl Weinstein
  - Bonnie & David Covey
  - Roger & Leslie Lifson
  - Dr. Melanie Barron
  - Alice Rosenfeld

- **$250 and above**
  - Sanford & Phyllis Bolton
  - Joan Kuchner
  - Lewis & Judy Leavitt
  - Florence & Louis Borson
  - Dr. Alex Baskin
  - Penelope A. Strockbine
  - Ellen Fleury
  - Dr. Dolores & Bernard Burton
  - John Seagriff
  - Joan Gips
  - Barbara Jordan
  - Sally & George Popkin
  - Marilyn Rosenfeld
  - Mrs. & Mr. Charles Schneider
  - Lori & Donald Biro
  - Jeffrey Carstens
  - Susan Shiffrin
  - Gayle Seder-In Memory of Helen Ponikvar
  - Robert Sunley
  - Jacqueline Davis
  - Bruce & Dará Baird
  - C.C.C. of Nassau County
  - Thomas & Lee Caggiano
  - Kathleen Deerr
  - Barbara Elias
  - Sandy Peinberg
  - Barbara Fierer
  - Colleen & David Hanson
  - Myra Keller
  - Kenneth & Karyn Marks
  - Marc & Linda Reiner
  - Anita & Hal Schmeltzinger
  - Rhoda Selvin
  - Carl Singler
  - Adele & Marvin Zuckerman
  - Deborah Gorman
  - Dr. Peter & Muriel Widj
  - Lam Sao Nhu Chang

**THE PARENT-CHILD HOME PROGRAM IN THE NEWS JULY 2001 - JUNE 2002**

- "Parents Teach Their Children Well" Boston Sunday Globe 7/8/01 (Massachusetts)
- "Hooked on Books" Worcester Telegram and Gazette 12/30/01 (Massachusetts)
- “School Help for Homeless” Newsday 1/29/02 (New York)
- "Early Help Pays Off" in Long Run for Scholarship Winner" The Berkshire Eagle 2/20/02 (Massachusetts)
- “Home Visiting Program Helps Toddlers Fill Learning Gaps” Education Week. 3/6/02
- "Ready to Read at Age 2" Yakima Herald-Republic 3/25/02 (Washington)
- “30 years of Parent-Child Home Program” The Cambridge Chronicle 5/22/02 (Massachusetts)
- “You Can Get Good Head Start at Home” The Salem Educator Spring 2002 (Massachusetts)
- “The Building Blocks of Developing Good Readers’ Cape Cod Parent & Child Spring 2002 (Massachusetts)
- “For 2-year-old, Playing has a Purpose” North Adams Transcript 6/1/02 (Massachusetts)
- “Charles Butts, New Board President” Chronicle of Philanthropy 6/13/02


- Charles L. Butts President
- Former Ohio State Senator
- Cleveland, OH
- Barbara L. Krasne Vice President
- BK Services Group
- New York, NY
- Barry A. Berman Treasurer
- NexFet Retail Group
- New York, NY
- Joan F. Kuchner, Ph.D. Secretary
- SUNY Stony Brook
- Stony Brook, NY
- Nina Ambrosino
- Port Washington, NY
- Barbara B. Baskin, Ed.D. Professor Emerita, Stony Brook
- New York, NY
- Gladys Carrión
- Inwood House
- New York, NY
- Stephanie Dietz
- Jericho, NY
- Brenda Di Leo
- Deloitte & Touche LLP
- New York, NY
- Barbara Finberg
- MEMA Associates
- New York, NY
- Doris Kertzner
- Former Coordinator
- Parent-Child Home Program
- Hempstead, NY
- David F. Rivard
- Computer Associates
- Islandia, NY
- Linda Schreiber, Ph.D.
- Maryhaven Center of Hope
- Fort Jefferson, CA
- Georges Sejourne
- Sejour & Associates, FC
- Great Neck, NY
- Adam Sheer
- The Roosevelt Association
- Group New York, NY
- Michelle Sidrane
- Partnership With Children, Inc.
- New York, NY
- Robert Sunley
- Port Washington, NY
- Stephanie B. Taylor-Dinwiddie, Ph.D.
- Eisner Pediatric & Family Medical Center
- Los Angeles, CA
- Tai Chang Trey
- AOL Time Warner Inc.
- New York, NY

**NATIONAL CENTER STAFF**

- Sarah E. Walder, J.D., Executive Director
- Ann Weilninck, Replication & Resource Development Director
- Michele L. Morrison
- Training & Technical Assistance Director
- Cesar Zuniga
- Training Program Associate
- Krystal A. Smalls
- Outreach & Communications Assistant
- Dina Shahverdi
- Administrative Assistant
- Phyllis Levenstein, Ed.D., Founder