

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

2007

Department of the Treasury
Internal Revenue Service (77)

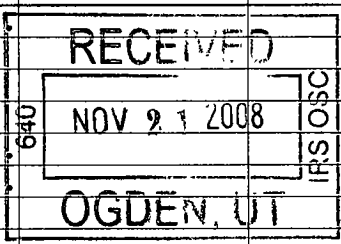
Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements

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

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

Use the IRS label Otherwise, print or type. See Specific Instructions.	Name of foundation THE MILBANK FOUNDATION FOR REHABILITATION INC. Number and street (or P O box number if mail is not delivered to street address) Room/suite 654 MADISON AVENUE City or town, state, and ZIP code NEW YORK, NY 10021	A Employer identification number 11-5125050 B Telephone number (212) 687-7735
H Check type of organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		C If exemption application is pending, check here <input type="checkbox"/> D 1 Foreign organizations, check here <input type="checkbox"/> 2 Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ 32,983,262. (Part I, column (d) must be on cash basis)		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/> F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>
J Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____		

Part I Analysis of Revenue and Expenses <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))</small>		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received			N/A	
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	854,460.	854,460.		Statement 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	591,168.			
	b Gross sales price for all assets on line 6a	3,677,994.			
	7 Capital gain net income (from Part IV, line 2)		591,168.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less Cost of goods sold					
c Gross profit or (loss)					
11 Other income					
12 Total Add lines 1 through 11		1,445,628.	1,445,628.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees Stmt 2	8,500.	4,250.		4,000.
	c Other professional fees Stmt 3	275,292.	275,292.		0.
	17 Interest				
	18 Taxes Stmt 4	144.	0.		750.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses Stmt 5	323,177.	39,836.		269,890.
	24 Total operating and administrative expenses Add lines 13 through 23	607,113.	319,378.		274,640.
	25 Contributions, gifts, grants paid	2,249,350.			1,771,391.
26 Total expenses and disbursements. Add lines 24 and 25	2,856,463.	319,378.		2,046,031.	
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements	-1,410,835.				
b Net investment income (if negative, enter -0-)		1,126,250.			
c Adjusted net income (if negative, enter -0-)			N/A		



SCANNED NOV 25 2008 Operating and Administrative Expenses

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value		
Assets	1	Cash - non-interest-bearing		81,205.		
	2	Savings and temporary cash investments		1,501,197.	3,088,556.	3,088,556.
	3	Accounts receivable ▶ 45,750.				
		Less allowance for doubtful accounts ▶		51,169.	45,750.	45,750.
	4	Pledges receivable ▶				
		Less allowance for doubtful accounts ▶				
	5	Grants receivable				
	6	Receivables due from officers, directors, trustees, and other disqualified persons				
	7	Other notes and loans receivable ▶				
		Less allowance for doubtful accounts ▶				
	8	Inventories for sale or use				
	9	Prepaid expenses and deferred charges				
	10a	Investments - U S and state government obligations		1,390,518.		
	b	Investments - corporate stock Stmt 6		9,967,650.	13,224,070.	13,224,070.
	c	Investments - corporate bonds		501,955.		
11	Investments - land buildings, and equipment basis ▶					
	Less accumulated depreciation ▶					
12	Investments - mortgage loans					
13	Investments - other Stmt 7		19,569,302.	16,624,886.	16,624,886.	
14	Land, buildings, and equipment basis ▶					
	Less accumulated depreciation ▶					
15	Other assets (describe ▶)					
16	Total assets (to be completed by all filers)		33,062,996.	32,983,262.	32,983,262.	
Liabilities	17	Accounts payable and accrued expenses		317,205.	340,372.	
	18	Grants payable		600,000.	1,077,959.	
	19	Deferred revenue				
	20	Loans from officers, directors, trustees, and other disqualified persons				
	21	Mortgages and other notes payable				
22	Other liabilities (describe ▶ Statement 8)		128,617.	129,922.		
23	Total liabilities (add lines 17 through 22)		1,045,822.	1,548,253.		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.					
	24	Unrestricted		32,017,174.	31,435,009.	
	25	Temporarily restricted				
	26	Permanently restricted				
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 27 through 31.					
	27	Capital stock, trust principal, or current funds				
	28	Paid-in or capital surplus, or land, bldg, and equipment fund				
29	Retained earnings, accumulated income, endowment, or other funds					
30	Total net assets or fund balances		32,017,174.	31,435,009.		
31	Total liabilities and net assets/fund balances		33,062,996.	32,983,262.		

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	32,017,174.
2	Enter amount from Part I, line 27a	2	-1,410,835.
3	Other increases not included in line 2 (itemize) ▶ UNREALIZED APPRECIATION	3	828,670.
4	Add lines 1, 2, and 3	4	31,435,009.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	31,435,009.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr)	(d) Date sold (mo., day, yr)
1a PUBLICLY TRADED SECURITIES	P		
b CUMBERLAND PARTNERS K-1	P		
c CUMBERLAND BENCHMARK K-1	P		
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 3,239,850.		3,086,826.	153,024.
b 51,889.			51,889.
c 386,255.			386,255.
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a			153,024.
b			51,889.
c			386,255.
d			
e			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	591,168.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter -0- in Part I, line 8	3	N/A

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year, see instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2006	1,727,263.	32,137,603.	.053746
2005	1,310,880.	31,113,392.	.042132
2004	1,100,045.	30,174,280.	.036456
2003	990,626.	27,681,760.	.035786
2002	1,241,611.	26,336,045.	.047145

2 Total of line 1, column (d)	2	.215265
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	.043053
4 Enter the net value of noncharitable-use assets for 2007 from Part X, line 5	4	32,527,783.
5 Multiply line 4 by line 3	5	1,400,419.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	11,263.
7 Add lines 5 and 6	7	1,411,682.
8 Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions	8	2,046,031.

THE MILBANK FOUNDATION FOR
REHABILITATION INC.

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Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling letter _____ (attach copy of ruling letter if necessary-see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	11,263.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	0.
3	Add lines 1 and 2	3	11,263.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	0.
5	Tax based on investment income Subtract line 4 from line 3 If zero or less, enter -0-	5	11,263.
6	Credits/Payments		
a	2007 estimated tax payments and 2006 overpayment credited to 2007	6a	27,861.
b	Exempt foreign organizations - tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments Add lines 6a through 6d	7	27,861.
8	Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	Tax due If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	16,598.
11	Enter the amount of line 10 to be Credited to 2008 estimated tax <input type="checkbox"/> 16,598. Refunded <input checked="" type="checkbox"/>	11	0.

Part VII-A Statements Regarding Activities

	Yes	No
1a		X
1b		X
If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		
1c		X
d		
(1) On the foundation <input type="checkbox"/> \$ 0. (2) On foundation managers <input type="checkbox"/> \$ 0.		
e		
Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ 0.		
2		X
If "Yes," attach a detailed description of the activities		
3		X
Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		
4a		X
4b		
N/A		
5		X
If "Yes," attach the statement required by General Instruction T		
6	X	
Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either		
• By language in the governing instrument, or		
• By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		
7	X	
If "Yes," complete Part II, col (c), and Part XV.		
8a		
Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> NY		
b	X	
If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation		
9		X
Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2007 or the taxable year beginning in 2007 (see instructions for Part XIV)? If "Yes," complete Part XIV		
10		X
Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		

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Part VII-A Statements Regarding Activities (continued)

11a	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)			X
11b	If "Yes," did the foundation have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in the attachment for line 11a?	N/A		
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract?			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► WWW.FOUNDATIONCENTER.ORG/GRANTMAKER/JM-MILBANK		X	
14	The books are in care of ► The Foundation Telephone no ► (212) 687-7735 Located at ► 654 MADISON AVENUE, NEW YORK, NY ZIP+4 ► 10021			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year		15	N/A

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		Yes	No
1a	During the year did the foundation (either directly or indirectly)		
(1)	Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(5)	Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6)	Agree to pay money or property to a government official? (Exception Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/> N/A	1b	
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2007?	1c	X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a	At the end of tax year 2007, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2007? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ►		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions) <input type="checkbox"/> N/A	2b	
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ►		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did it have excess business holdings in 2007 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2007) <input type="checkbox"/> N/A	3b	
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2007?	4b	X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)

5a During the year did the foundation pay or incur any amount to

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? Yes No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? Yes No

(3) Provide a grant to an individual for travel, study, or other similar purposes? Yes No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? Yes No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? Yes No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? N/A **5b**

Organizations relying on a current notice regarding disaster assistance check here

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? Yes No **N/A**

If "Yes," attach the statement required by Regulations section 53.4945-5(d).

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No **6b** **X**

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No **6b** **X**

If you answered "Yes" to 6b, also file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? Yes No **7b**

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? Yes No **N/A**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(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 and deferred compensation	(e) Expense account, other allowances
See Statement 9		0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If 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 and deferred compensation	(e) Expense account, other allowances
None				

Total number of other employees paid over \$50,000 ▶ 0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
CUMBERLAND PARTNERS NEW YORK, NY CAPITAL COUNSEL	INV MANAGEMENT - THRU PARTNERSHIPS	166,996.
	INVESTMENT ADVICE	108,296.
Total number of others receiving over \$50,000 for professional services		0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments. See instructions	
3	
Total. Add lines 1 through 3	0.

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	32,934,067.
b	Average of monthly cash balances	1b	40,603.
c	Fair market value of all other assets	1c	48,460.
d	Total (add lines 1a, b, and c)	1d	33,023,130.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	33,023,130.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	495,347.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	32,527,783.
6	Minimum investment return. Enter 5% of line 5	6	1,626,389.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	1,626,389.
2a	Tax on investment income for 2007 from Part VI, line 5	2a	11,263.
b	Income tax for 2007 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	11,263.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	1,615,126.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	1,615,126.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	1,615,126.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	2,046,031.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	2,046,031.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	11,263.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	2,034,768.

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2006	(c) 2006	(d) 2007
1 Distributable amount for 2007 from Part XI, line 7				1,615,126.
2 Undistributed income, if any, as of the end of 2006				
a Enter amount for 2006 only			281,820.	
b Total for prior years		0.		
3 Excess distributions carryover, if any, to 2007				
a From 2002				
b From 2003				
c From 2004				
d From 2005				
e From 2006				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2007 from Part XII, line 4 ▶ \$ 2,046,031.				
a Applied to 2006, but not more than line 2a			281,820.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2007 distributable amount				1,615,126.
e Remaining amount distributed out of corpus	149,085.			
5 Excess distributions carryover applied to 2007 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	149,085.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b Taxable amount - see instructions		0.		
e Undistributed income for 2006 Subtract line 4a from line 2a Taxable amount - see instr			0.	
f Undistributed income for 2007 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2008				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2002 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2008 Subtract lines 7 and 8 from line 6a	149,085.			
10 Analysis of line 9				
a Excess from 2003				
b Excess from 2004				
c Excess from 2005				
d Excess from 2006				
e Excess from 2007	149,085.			

THE MILBANK FOUNDATION FOR
REHABILITATION INC.

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2007, enter the date of the ruling ▶

b Check box to indicate whether the foundation is a private operating foundation described in section 4942(j)(3) or 4942(j)(5)

	Tax year	Prior 3 years			(e) Total
	(a) 2007	(b) 2006	(c) 2005	(d) 2004	
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year-see the instructions.)

1 Information Regarding Foundation Managers:
a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))
 None

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest
 None

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:
 Check here if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

See Statement 10

b The form in which applications should be submitted and information and materials they should include

c Any submission deadlines

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
SEE SCHEDULE ATTACHED #12		501(C)3 PUBLIC CHARITY	OPERATING SUPPORT	1,771,391.
Total				▶ 3a 1,771,391.
b Approved for future payment				
BEST BUDDIES		501(C)3 PUBLIC CHARITY	OPERATING SUPPORT	25,000.
ICD		501(C)3 PUBLIC CHARITY	OPERATING SUPPORT	652,959.
NATIONAL FOUNDATION FOR FACIAL RECONSTRUCTION		501(C)3 PUBLIC CHARITY	OPERATING SUPPORT	400,000.
Total				▶ 3b 1,077,959.

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

		Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?		
a	Transfers from the reporting foundation to a noncharitable exempt organization of		
	(1) Cash		X
	(2) Other assets		X
b	Other transactions		
	(1) Sales of assets to a noncharitable exempt organization		X
	(2) Purchases of assets from a noncharitable exempt organization		X
	(3) Rental of facilities, equipment, or other assets		X
	(4) Reimbursement arrangements		X
	(5) Loans or loan guarantees		X
	(6) Performance of services or membership or fundraising solicitations		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees		X
d	If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received		

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

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

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

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

Sign Here

Signature of officer or trustee: *Carol O. Hobbs*

Paid Preparer's Use Only

Preparer's signature: *Karen A. Hill*

Firm's name (or yours if self-employed) address, and ZIP code: Owen J Flanagan & Co
60 East 42nd Street
New York, NY 10165

Form 990-PF	Dividends and Interest from Securities		Statement	1
Source	Gross Amount	Capital Gains Dividends	Column (A) Amount	
DIVIDENDS AND INTEREST	854,460.	0.	854,460.	
Total to Fm 990-PF, Part I, ln 4	854,460.	0.	854,460.	

Form 990-PF	Accounting Fees			Statement	2
Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
OWEN FLANAGAN & CO - AUDIT & TAX	8,500.	4,250.		4,000.	
To Form 990-PF, Pg 1, ln 16b	8,500.	4,250.		4,000.	

Form 990-PF	Other Professional Fees			Statement	3
Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
CUMBERLAND PARTNERS INVEST ADV	166,996.	166,996.		0.	
CAPITAL COUNSEL - INVEST ADV	108,296.	108,296.		0.	
To Form 990-PF, Pg 1, ln 16c	275,292.	275,292.		0.	

Form 990-PF	Taxes			Statement	4
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
CURRENT EXCISE FILING FEES	-606. 750.	0. 0.		0. 750.	
To Form 990-PF, Pg 1, ln 18	144.	0.		750.	

Form 990-PF	Other Expenses			Statement	5
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
BANK CUSTODY INSURANCE	9,734. 646.	9,734. 65.		0. 581.	
CONSULTING FEES ADMINISTRATIVE FEES	12,428. 300,369.	0. 30,037.		12,428. 256,881.	
To Form 990-PF, Pg 1, ln 23	323,177.	39,836.		269,890.	

Form 990-PF	Corporate Stock		Statement	6
Description	Book Value	Fair Market Value		
CAPITAL COUNSEL PORTFOLIO #11	13,224,070.	13,224,070.		
Total to Form 990-PF, Part II, line 10b	13,224,070.	13,224,070.		

Form 990-PF	Other Investments		Statement	7
Description	Valuation Method	Book Value	Fair Market Value	
CUMBERLAND PARTNERS LP	FMV	6,021,356.	6,021,356.	
JPM BOND FUND	FMV	4,379,402.	4,379,402.	
CUMBERLAND BENCHMARK PARTNERS	FMV	6,224,128.	6,224,128.	
Total to Form 990-PF, Part II, line 13		16,624,886.	16,624,886.	

Form 990-PF	Other Liabilities	Statement	8
Description	BOY Amount	EOY Amount	
DEFERRED EXCISE TAX	113,011.	129,922.	
CURRENT TAXES PAYABLE	15,606.	0.	
Total to Form 990-PF, Part II, line 22	128,617.	129,922.	

Form 990-PF Part VIII - List of Officers, Directors Trustees and Foundation Managers Statement 9

Name and Address	Title and Avrg Hrs/Wk	Compen-sation	Employee Ben Plan Contrib	Expense Account
JEREMIAH M. BOGERT C/O ORGANIZATION NEW YORK, NY 10021	CHAIRMAN & SECTY 2.00	0.	0.	0.
JEREMIAH M. BOGERT, JR. C/O ORGANIZATION NEW YORK, NY 10021	DIRECTOR 1.00	0.	0.	0.
JEREMIAH MILBANK, JR. C/O ORGANIZATION NEW YORK, NY 10021	DIRECTOR 1.00	0.	0.	0.
JEREMIAH MILBANK III C/O ORGANIZATION NEW YORK, NY 10021	PRESIDENT & TREASURER 1.00	0.	0.	0.
EZRA ZILKHA C/O ORGANIZATION NEW YORK, NY 10021	DIRECTOR 1.00	0.	0.	0.
CHRIS OLANDER (PAID THRU JM FDN) C/O ORGANIZATION NEW YORK, NY 10021	ASST TREASURER 10.00	0.	0.	0.
CARL HELSTROM (PAID THRU JM FDN) C/O ORGANIZATION NEW YORK, NY 10021	ASST SECRETARY 20.00	0.	0.	0.
Totals included on 990-PF, Page 6, Part VIII		0.	0.	0.

Form 990-PF

Grant Application Submission Information
Part XV, Lines 2a through 2d

Statement 10

Name and Address of Person to Whom Applications Should be Submitted

CARL HELSTROM, MILBANK FOUNDATION FOR REHABILITATION
654 MADISON AVENUE
NEW YORK, NY 10021

Telephone Number

212-687-7735

Form and Content of Applications

SEE STMT #13

Any Submission Deadlines

NONE

Restrictions and Limitations on Awards

GRANTS WILL NOT BE AWARDED FOR ENDOWMENTS OR CAPITAL CAMPAIGNS. GRANTS
WILL ALSO NOT BE AWARDED TO INDIVIDUALS, OR FOR PROJECTS OUTSIDE OF THE U.S.

CAPITAL COUNSEL LLC
 PORTFOLIO APPRAISAL
 MILBANK FOUNDATION FOR REHABILITATION

ny0231

December 31, 2007

Quantity	Symbol	Security	Purchase Date	Unit Cost	Market Price	Cost	Market Value	Unrealized Gain/Loss	% of Total	Annual Income
CASH AND EQUIVALENTS										
	784924797	SSGA FUNDS PRIME MONEY MARKET #236				2,546,234	2,546,234		16.1	121,201
CASH AND EQUIVALENTS Total						2,546,234	2,546,234		16.1	121,201
COMMON STOCK										
5,000	dox	AMDOCS LIMITED	07-31-03	20.48	34.47	102,419	172,350	69,930	1.1	0
2,300	dox	AMDOCS LIMITED	08-19-03	20.02	34.47	46,050	79,281	33,231	0.5	0
2,700	dox	AMDOCS LIMITED	10-24-03	19.40	34.47	52,393	93,069	40,676	0.6	0
2,000	dox	AMDOCS LIMITED	01-10-06	28.91	34.47	57,814	68,940	11,126	0.4	0
12,000	dox	AMDOCS LIMITED		21.56		258,677	413,640	154,963	2.6	0
2,500	adp	AUTOMATIC DATA PROCESSING	07-12-02	36.34	44.53	90,850	111,325	20,475	0.7	2,900
4,000	adp	AUTOMATIC DATA PROCESSING	07-18-02	29.02	44.53	116,063	178,120	62,057	1.1	4,640
1,500	adp	AUTOMATIC DATA PROCESSING	06-13-05	38.73	44.53	58,101	66,795	8,694	0.4	1,740
3,000	adp	AUTOMATIC DATA PROCESSING	12-13-05	41.44	44.53	124,313	133,590	9,277	0.8	3,480
3,000	adp	AUTOMATIC DATA PROCESSING	01-10-06	41.52	44.53	124,548	133,590	9,042	0.8	3,480
1,000	adp	AUTOMATIC DATA PROCESSING	04-04-07	45.62	44.53	45,620	44,530	-1,090	0.3	1,160
1,000	adp	AUTOMATIC DATA PROCESSING	04-26-07	44.86	44.53	44,861	44,530	-331	0.3	1,160
16,000	adp	AUTOMATIC DATA PROCESSING		37.77		604,356	712,480	108,124	4.5	18,560
9,000	chrw	C H ROBINSON WORLDWIDE INC	04-20-01	12.94	54.12	116,482	487,080	370,597	3.1	4,680
2,000	chrw	C H ROBINSON WORLDWIDE INC	06-19-01	13.64	54.12	27,278	108,240	80,962	0.7	1,040

STMT #111

CAPITAL COUNSEL LLC
 PORTFOLIO APPRAISAL
MILBANK FOUNDATION FOR REHABILITATION
ny0231
 December 31, 2007

Quantity	Symbol	Security	Purchase Date	Unit Cost	Market Price	Cost	Market Value	Unrealized Gain/Loss	% of Total	Annual Income
4,000	chrw	C H ROBINSON WORLDWIDE INC	10-24-01	13.72	54.12	54,900	216,480	161,580	1.4	2,080
1,000	chrw	C H ROBINSON WORLDWIDE INC	12-03-01	13.82	54.12	13,825	54,120	40,295	0.3	520
2,000	chrw	C H ROBINSON WORLDWIDE INC	12-20-06	41.09	54.12	82,179	108,240	26,061	0.7	1,040
18,000	chrw	C H ROBINSON WORLDWIDE INC		16.37		294,665	974,160	679,495	6.2	9,360
1,600	cme	CME GROUP INC	11-14-03	67.67	686.00	108,268	1,097,600	989,332	7.0	5,504
6,000	dci	DONALDSON INC	02-17-04	25.49	46.38	152,928	278,280	125,352	1.8	2,400
2,000	dci	DONALDSON INC	04-01-04	26.92	46.38	53,849	92,760	38,911	0.6	800
2,000	dci	DONALDSON INC	04-05-04	27.60	46.38	55,196	92,760	37,564	0.6	800
2,000	dci	DONALDSON INC	12-01-04	30.04	46.38	60,077	92,760	32,683	0.6	800
2,000	dci	DONALDSON INC	03-02-06	33.22	46.38	66,445	92,760	26,315	0.6	800
2,000	dci	DONALDSON INC	11-28-06	34.62	46.38	69,248	92,760	23,512	0.6	800
16,000	dci	DONALDSON INC		28.61		457,743	742,080	284,337	4.7	6,400
6,000	eca	ENCANA	01-03-07	45.52	67.96	273,107	407,760	134,653	2.6	4,800
4,000	eca	ENCANA	01-24-07	47.18	67.96	188,720	271,840	83,120	1.7	3,200
2,000	eca	ENCANA	08-30-07	58.43	67.96	116,860	135,920	19,060	0.9	1,600
12,000	eca	ENCANA		48.22		578,687	815,520	236,833	5.2	9,600
12,000	esrx	EXPRESS SCRIPTS INC	06-13-00	6.48	73.00	77,715	876,000	798,285	5.6	0
4,000	esrx	EXPRESS SCRIPTS INC	10-26-06	33.45	73.00	133,794	292,000	158,206	1.9	0
16,000	esrx	EXPRESS SCRIPTS INC		13.22		211,509	1,168,000	956,491	7.4	0
3,000	xom	EXXON MOBIL CORP	05-20-05	54.68	93.69	164,051	281,070	117,019	1.8	4,200
3,000	xom	EXXON MOBIL CORP	06-16-06	59.10	93.69	177,294	281,070	103,776	1.8	4,200
6,000	xom	EXXON MOBIL CORP		56.89		341,345	562,140	220,795	3.6	8,400
4,000	dna	GENENTECH	11-02-07	74.21	67.07	296,847	268,280	-28,567	1.7	0

CAPITAL COUNSEL LLC
 PORTFOLIO APPRAISAL
MILBANK FOUNDATION FOR REHABILITATION
 ny0231
 December 31, 2007

Quantity	Symbol	Security	Purchase Date	Unit Cost	Market Price	Cost	Market Value	Unrealized Gain/Loss	% of Total	Annual Income
2,000	dna	GENENTECH	12-05-07	73.51	67.07	147,013	134,140	-12,873	0.9	0
2,000	dna	GENENTECH	12-13-07	69.75	67.07	139,500	134,140	-5,360	0.9	0
8,000	dna	GENENTECH		72.92		583,359	536,560	-46,799	3.4	0
13,000	intc	INTEL CORP	05-22-07	22.95	26.66	298,371	346,580	48,209	2.2	5,850
7,000	intc	INTEL CORP	08-30-07	25.31	26.66	177,155	186,620	9,465	1.2	3,150
20,000	intc	INTEL CORP		23.78		475,526	533,200	57,674	3.4	9,000
10,000	intu	INTUIT	03-07-06	24.42	31.61	244,249	316,100	71,851	2.0	0
5,000	intu	INTUIT	05-18-06	26.26	31.61	131,289	158,050	26,761	1.0	0
5,000	intu	INTUIT	12-13-06	30.96	31.61	154,794	158,050	3,256	1.0	0
2,000	intu	INTUIT	01-08-07	29.09	31.61	58,178	63,220	5,042	0.4	0
2,000	intu	INTUIT	03-14-07	27.89	31.61	55,787	63,220	7,433	0.4	0
24,000	intu	INTUIT		26.85		644,297	758,640	114,343	4.8	0
2,500	jnj	JOHNSON & JOHNSON	10-16-03	50.65	66.70	126,635	166,750	40,115	1.1	4,150
1,500	jnj	JOHNSON & JOHNSON	07-08-05	63.72	66.70	95,580	100,050	4,470	0.6	2,490
2,000	jnj	JOHNSON & JOHNSON	12-13-05	60.21	66.70	120,427	133,400	12,973	0.8	3,320
2,000	jnj	JOHNSON & JOHNSON	01-30-06	58.35	66.70	116,694	133,400	16,706	0.8	3,320
2,000	jnj	JOHNSON & JOHNSON	02-06-06	57.03	66.70	114,068	133,400	19,332	0.8	3,320
10,000	jnj	JOHNSON & JOHNSON		57.34		573,404	667,000	93,596	4.2	16,600
12,000	nsr	NEUSTAR INC CLASS A	09-22-06	27.58	28.68	330,995	344,160	13,165	2.2	0
2,000	nsr	NEUSTAR INC CLASS A	05-15-07	27.93	28.68	55,868	57,360	1,492	0.4	0
6,000	nsr	NEUSTAR INC CLASS A	12-11-07	29.93	28.68	179,600	172,080	-7,520	1.1	0
20,000	nsr	NEUSTAR INC CLASS A		28.32		566,463	573,600	7,137	3.6	0
3,000	pdco	PATTERSON COMPANIES INC	04-17-03	26.46	33.95	79,388	101,850	22,462	0.6	0
2,500	pep	PEPSICO INC	08-01-01	43.71	75.90	109,275	189,750	80,475	1.2	3,750
2,000	pep	PEPSICO INC	01-31-03	39.40	75.90	78,796	151,800	73,004	1.0	3,000
2,500	pep	PEPSICO INC	02-14-06	57.51	75.90	143,774	189,750	45,976	1.2	3,750

CAPITAL COUNSEL LLC
 PORTFOLIO APPRAISAL
MILBANK FOUNDATION FOR REHABILITATION
ny0231
 December 31, 2007

Quantity	Symbol	Security	Purchase Date	Unit Cost	Market Price	Cost	Market Value	Unrealized Gain/Loss	% of Total	Annual Income
1,000	pep	PEPSICO INC	10-13-06	62.33	75 90	62,335	75,900	13,565	0.5	1,500
8,000	pep	PEPSICO INC		49.27		394,179	607,200	213,021	3.9	12,000
1,000	stt	STATE STREET CORP	06-13-00	51.69	81 20	51,686	81,200	29,514	0.5	920
1,000	stt	STATE STREET CORP	06-20-00	51 06	81 20	51,058	81,200	30,142	0.5	920
1,000	stt	STATE STREET CORP	06-22-00	50 78	81 20	50,780	81,200	30,420	0.5	920
1,000	stt	STATE STREET CORP	01-22-01	51 25	81 20	51,255	81,200	29,945	0.5	920
1,000	stt	STATE STREET CORP	03-12-01	48 26	81 20	48,260	81,200	32,940	0.5	920
2,000	stt	STATE STREET CORP	03-14-01	44 56	81 20	89,124	162,400	73,276	1.0	1,840
2,000	stt	STATE STREET CORP	06-16-06	59 03	81.20	118,069	162,400	44,331	1.0	1,840
1,000	stt	STATE STREET CORP	03-02-07	66 01	81 20	66,006	81,200	15,194	0.5	920
2,000	stt	STATE STREET CORP	03-14-07	62 26	81.20	124,522	162,400	37,878	1.0	1,840
12,000	stt	STATE STREET CORP		54.23		650,760	974,400	323,640	6.2	11,040
4,000	syk	STRYKER CORP	10-20-05	42 14	74 72	168,573	298,880	130,307	1.9	1,320
1,500	syk	STRYKER CORP	11-01-05	41.83	74 72	62,747	112,080	49,333	0.7	495
1,500	syk	STRYKER CORP	02-01-06	48 73	74 72	73,088	112,080	38,992	0.7	495
1,000	syk	STRYKER CORP	03-27-06	44 97	74 72	44,969	74,720	29,751	0.5	330
2,000	syk	STRYKER CORP	03-29-06	45 04	74 72	90,080	149,440	59,360	0.9	660
2,000	syk	STRYKER CORP	11-14-06	51 09	74.72	102,170	149,440	47,270	0.9	660
12,000	syk	STRYKER CORP		45.14		541,628	896,640	355,012	5.7	3,960
4,000	var	VARIAN MEDICAL SYSTEMS INC	09-20-01	14 53	52 16	58,122	208,640	150,517	1.3	0
1,500	wag	WALGREEN COMPANY	01-28-03	29 74	38.08	44,604	57,120	12,516	0.4	570
1,000	wag	WALGREEN COMPANY	04-01-03	29.49	38.08	29,488	38,080	8,592	0.2	380
1,500	wag	WALGREEN COMPANY	06-23-03	30.06	38 08	45,083	57,120	12,037	0.4	570
4,000	wag	WALGREEN COMPANY		29.79		119,175	152,320	33,144	1.0	1,520
2,000	wu	WESTERN UNION	07-13-00	11 33	24 28	22,666	48,560	25,894	0.3	0
4,000	wu	WESTERN UNION	09-08-00	9 03	24.28	36,120	97,120	61,000	0.6	0
12,000	wu	WESTERN UNION	01-19-07	21.50	24.28	258,041	291,360	33,319	1.8	0

CAPITAL COUNSEL LLC
 PORTFOLIO APPRAISAL
MILBANK FOUNDATION FOR REHABILITATION

ny0231
 December 31, 2007

Quantity	Symbol	Security	Purchase Date	Unit Cost	Market Price	Cost	Market Value	Unrealized Gain/Loss	% of Total	Annual Income
4,000	wu	WESTERN UNION	03-14-07	21 17	24 28	84,681	97,120	12,439	0 6	0
4,000	wu	WESTERN UNION	10-16-07	19 49	24 28	77,980	97,120	19,140	0 6	0
4,000	wu	WESTERN UNION	10-17-07	19 47	24 28	77,870	97,120	19,250	0 6	0
30,000	wu	WESTERN UNION		18.58		557,358	728,400	171,042	4.6	0
COMMON STOCK Total						8,098,911	13,224,070	5,125,159	83 9	111,944
TOTAL PORTFOLIO						10,645,146	15,770,304	5,125,159	100.0	233,145
GRAND TOTAL						10,645,146	15,770,304	5,125,159	100.0	233,145

STMT #11

**MILBANK FOUNDATION FOR REHABILITATION
2007 Grant Awards**

**(Grants Paid from January 1 through December 31, 2007,
Including Payments for Grants Approved in Prior Years) _**

1.	Ethan Allen Institute B	\$ 20,000 C
2.	American Association of People with Disabilities B	50,000
3.	American College of the Building Arts B	31,800 C
4.	American Pain Foundation B	75,000 C
5.	Big Brothers Big Sisters of New York City E	5,000 C
6.	Bluegrass Institute for Public Policy Solutions B	20,000
7.	Boy Scouts of America Greater New York Councils B	25,000 C
8.	Committee to Reduce Infection Deaths E	50,000 C
9.	Consumers for Health Care Choices B	25,000 C
10.	Courage Center B	25,000 C
11.	Disability Funders Network B	17,500 C
12.	Disability Rights Education and Defense Fund E	50,000 C
13.	Enrichment Audio Resource Services E	20,000 C
14.	Freedom Foundation of Minnesota B	20,000 C
15.	Galen Institute E	25,000 C
16.	ICD-International Center for the Disabled E	607,041 C
17.	John Locke Foundation E	30,000 C
18.	James Madison Institute E	30,000 C
19.	Maryland Public Policy Institute E	20,000 C

100,000 C
 -10,000 C
 = 47,041 C

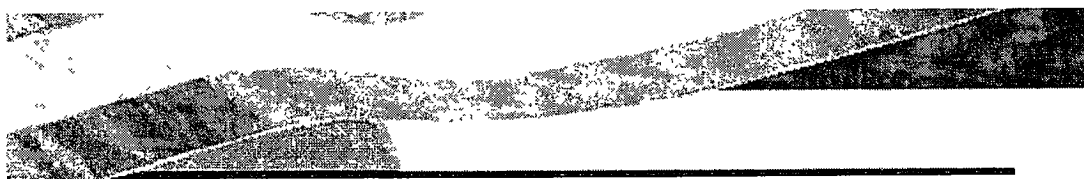
STMT #12

20.	Memorial Sloan-Kettering Cancer Center B	50,000 C
21.	Mount Sinai School of Medicine Center to Advance Palliative Care B	50,000 C
22.	Myelin Repair Foundation B	50,000 C
23.	National Foundation for Facial Reconstruction	200,000 C
24.	New York University School of Medicine Rusk Institute of Rehabilitation Medicine B	15,000 C
25.	Pacific Research Institute B	25,000 C
26.	Partners for Youth with Disabilities B	50,000 C
27.	Philanthropy Roundtable B	50,000
28.	Show-Me Institute B	20,000 C
29.	Texas Public Policy Foundation B	30,000 C
30.	United Spinal Association B	25,000 C

Total Grants Paid During 2007 \$ 1,711,341

Matching Gifts Program 60,050

Grand Total \$ 1,771,391



MILBANK FOUNDATION FOR REHABILITATION

[Introduction and History](#) | [Grant Awards](#) | [Grant Guidelines](#)
[Forms 990-PF](#) | [Directors and Officers](#) | [Site Map](#)

Grant Guidelines

Milbank Foundation for Rehabilitation was created in 1995 to pursue Jeremiah Milbank's vision of integrating people with disabilities into all aspects of American life.

The Foundation's current priorities include:

- consumer-oriented projects that enable people with disabilities to lead fulfilling, independent lives
- innovative policy research and education on market-based approaches to health care and rehabilitation
- improving and expanding quality health services, especially palliative care
- education and training of health and rehabilitation professionals

To be eligible for funding by the Foundation, an organization must be located in the United States and tax-exempt under the U.S. Internal Revenue Code. The Foundation cannot provide grants to individuals. As a general rule, the Foundation does not provide annual funding.

Procedures

Milbank Foundation for Rehabilitation accepts unsolicited inquiries and proposals only by regular mail. Unless requested, please do not send by fax, email, or overnight mail.

The Foundation's Board of Directors meets biannually, usually in May and October. There are no formal proposal deadlines. Inquiries and proposals are processed on an ongoing basis.

The Foundation does not have a formal grant application. If you believe your organization fits the Foundation's priority interests, mail a brief letter or proposal in business letter format that explains the organization's mission and the project for which you seek funding. The Foundation's staff

STMT #13

will respond to your correspondence by mail within four weeks. Due to time constraints, the staff cannot respond to inquiries about declined proposals.

Please direct all funding inquiries and proposals to:

Carl Helstrom, Executive Director
Milbank Foundation for Rehabilitation
654 Madison Avenue, Suite 1605
New York, NY 10065

Applicants may be contacted for additional information, such as annual reports, organization and project budgets, audited financial statements, donor and member lists, and tax-exemption letters. Please do not send CDs, DVDs, computer disks, or audio- or videotapes, unless requested.

Exclusions

Proposals for the following are rarely approved:

- annual appeals, dinner events, and direct mail solicitations
- arts, music, or theater
- building funds, capital campaigns, or renovations
- equipment, including computers and biomedical devices
- endowments or general operating funds
- government or quasi-government entities, including public schools
- individual financial assistance or scholarships
- international projects
- multi-year grants
- political causes, candidates, campaigns, or direct lobbying
- organizations lacking tax-exempt status

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STMT # 13

- 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 THE MILBANK FOUNDATION FOR REHABILITATION INC.	Employer identification number 11-5125050	
	Number, street, and room or suite no. If a P O box, see instructions 654 MADISON AVENUE	For IRS use only	
	City, town or post office, state, and ZIP code For a foreign address, see instructions NEW YORK, NY 10021		

- Check type of return to be filed** (File a separate application for each return):
- 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 **The Foundation**
Telephone No **(212) 687-7735** 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 **November 15, 2008**

5 For calendar year **2007**, or other tax year beginning _____, and ending _____

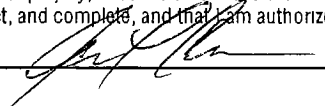
6 If this tax year is for less than 12 months, check reason Initial return Final return Change in accounting period

7 State in detail why you need the extension
The audit of the organization upon which the return is based is not yet complete. The organization is still gathering information.

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	\$	20,000.
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	\$	27,861.
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	\$	0.

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, and that I am authorized to prepare this form

Signature  Title **CRA** Date **8/15/08**