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Via Priority Mail Delivery Confirmation  
November 9, 2011

William J. Wilkins, Chief Counsel  
Office of Chief Counsel  
Internal Revenue Service  
Room 3026  
1111 Constitution Ave., N.W.  
Washington, DC 20224

Mr. Clifford J. Gannett, Director  
IRS Office of Tax Exempt Bonds  
Internal Revenue Service  
SE:T:GE:TEB:CPM  
TEB Room 128  
1122 Town & Country Commons  
Chesterfield, MO 63017-8293

Re: Request for Investigation of The Harrisburg Authority, Pa Tax Exempt Bond Issues

Ladies and Gentlemen:

I have reviewed such materials as I have been able to receive with respect to bonds issued since 2000 on behalf of the Harrisburg Resource Recovery Facility and have questioned some of the participants.

I am enclosing a closing memorandum with respect to the D,E& F Series of bonds together with an interest group's calculation of fees paid to participants of various note and bond issues going back to 1996.

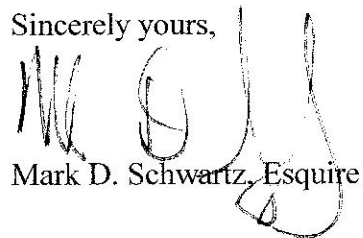
Specifically I question whether there was adequate due diligence in deciding that the bonds would be revenue bonds that were judged to be self supporting from money generated by the facility. Then there is the matter of whether or not there was proper disclosure with respect not only to this, but also whether there was adequate disclosure in general regarding what was being done with respect to the facility and the qualifications of those involved with the retrofit itself. Of course this pertains to whether the reasonable expectations test was met regarding the exemption from taxation of the bonds issued. In addition, there needs to be an investigation into the swaps that were conducted.

Messrs. Wilkins and Gannett  
(Continued-2)

As you may be aware, these bonds and a City guaranty are what has brought the City of Harrisburg to bankruptcy. I have had previous success with the IRS in initiating an inquiry years ago with respect to bonds issued in Spokane Washington. As I have read that you are initiating inquiries of conduit bonds, this matter should be at the top of your list.

Should you have any questions about this, please contact me.

Sincerely yours,

A handwritten signature in black ink, appearing to read 'M. D. Schwartz', is written over the typed name. The signature is fluid and cursive.

Mark D. Schwartz, Esquire

Cc: Ms. Mary P. Hansen, SEC Phila Regional Office