
Notice of Material Event

**City of Harrisburg
(Dauphin County, Pennsylvania)**

**\$24,891,772.10
General Obligation Refunding Bonds, Series D of 1997
("Series 1997D Bonds")**

and

**\$26,632,302.75
General Obligation Refunding Notes, Series F of 1997
("Series 1997F Notes")**

Notice is hereby given by the City of Harrisburg (the "City") through the Receiver for the City of Harrisburg (the "Receiver") of the following:

1. The City will not be making its March 15, 2012 debt service payment on the City's Series 1997D Bonds and Series 1997F Notes (collectively, the "Series 1997 Obligations"). The outstanding Series 1997 Obligations are capital appreciation obligations.
2. The amount payable with respect to the Series 1997D Bonds on March 15, 2012 is \$2,735,000 for the March 15, 2012 maturity (CUSIP Number 414738QJ6).
3. The amount payable with respect to the Series 1997F Notes on March 15, 2012 is \$2,530,000 for the March 15, 2012 maturity (CUSIP Number 414738SF2).
4. The payment of the principal of and interest on and accreted value of the Series 1997 Obligations is insured by municipal bond insurance policies issued by Ambac Assurance Corporation ("Ambac"). The City anticipates that The Bank of New York Mellon Trust Company, N.A., Pittsburgh, Pennsylvania, as **paying agent (the "Paying Agent")**, will call upon the Ambac policies to make the March 15, 2012 debt service payments.

Under its "Continuing Disclosure Certificate" the City is required to notify you of (i) principal and interest payment delinquencies, and (ii) unscheduled draws on credit enhancements reflecting financial difficulties. Any questions concerning this communication can be directed to the City through the Receiver, as follows:

David Unkovic, Receiver for the City of Harrisburg
Office of the Receiver for the City of Harrisburg
401 Finance Building
613 North Street
Harrisburg, PA 17120
Phone: 717-231-5558
Fax: 717-783-5455

No representation is made as to the correctness or accuracy of the CUSIP numbers either as printed on the Series 1997 Obligations or as contained in this notice.

Date: March 9, 2012