## IN THE COMMONWEALTH COURT OF PENNSYLVANIA

C. ALAN WALKER, in his capacity as : Secretary for the Department of Community : And Economic Development, :

Petitioner

v.

Docket No. 569 MD 2011

CITY OF HARRISBURG,

Respondent

RESPONSE OF THE CITY OF HARRISBURG TO THE "OBJECTIONS TO PLAN OF RECOVERY" OF DANIEL C. MILLER

AND NOW, comes the City of Harrisburg and its Mayor, Linda D. Thompson, by and through their attorneys, Post & Schell, P.C., who files this Response to the "Objections To Plan of Recovery" filed by Daniel C. Miller, and in support thereof states:

- 1. On or about September 20, 2013, Daniel C. Miller filed "Objections to Plan of Recovery" (hereinafter "Miller Objections")<sup>1</sup> to the "Harrisburg Strong Plan" filed by William B. Lynch, Receiver for the City of Harrisburg on or about August 26, 2013..
- 2. Though Daniel C. Miller does not provide any address or telephone information for him on the signature line of the Miller Objections, an exhibit and the Certificate of Service attached thereto indicate that Mr. Miller is filing the Miller Objections as Controller of the City of Harrisburg: "10 N. 2<sup>nd</sup> Street, Suite 403, Harrisburg, PA 17101, 717-234-2250" as set forth on the Certificate of Service being the office and phone number of the Controller of the City of Harrisburg.

<sup>&</sup>lt;sup>1</sup> The details as to the filing and docketing of the Miller Objections are set forth in the Receiver's Response thereto.

- 3. The City of Harrisburg is the sole respondent in this proceeding.
- 4. As Controller of the City of Harrisburg, Mr. Miller lacks standing to file the Miller Objections because the Optional Third Class City Charter law vests authority solely in the Mayor to initiate or respond to legal actions on behalf of the City of Harrisburg. 53 P.S. §§ 41411, 41412; In re City of Harrisburg, 465 B.R. 764-765 (M.D. Pa. Banktcy. 2011), appeal denied; City of Erie v. D.E.P., 844 A.2d 586, 591 (Pa. Commw. 2004)
- 5. As Controller of the City of Harrisburg, Mr. Miller is neither an indispensable party nor a party meeting the criteria of an intervenor pursuant to Pa.R.C.P. 2327. Further, Mr. Miller has neither appropriately or timely sought intervention nor requested any opportunity to participate in accordance with the applicable rules or this Court's Case Management Order of September 4, 2012.
- 6. As Controller of the City of Harrisburg, Mr. Miller may, pursuant to 53 P.S. § 11701.709(b) (Supp. 2013), only seek "to enjoin any action of the receiver that is contrary to [53 P.S. § 11701.710 11701.712 (Supp. 2013)]", and the Miller Objections do not meet this procedural requirement.
- 7. Pursuant to 53 P.S. § 11701.703(a) (Supp. 2013), Mr. Miller, as Controller of the City of Harrisburg, is neither part of the governing body nor the chief executive officer of the City of Harrisburg and thus, Mr. Miller is not required to be served with any recovery plan or modification thereto, thereby further demonstrating his lack of standing in the proceedings.
- 8. The Miller Objections were filed one day after the hearing before this Court on September 19, 2013, on the "Harrisburg Strong Plan" and are therefore, untimely.
- 9. The Miller Objections were filed twenty-five (25) days after the filing on August 26, 2013, of the "Harrisburg Strong Plan", and are untimely pursuant to:

- a. This Court's Case Management Order entered September 4, 2012; and/or
- b. Pa.R.A.P. 123(b); and/or
- c. Pa.R.C.P. 1026(a),

all of which required any responses to the relief requested in the "Harrisburg Strong Plan" to be filed within twenty (20) days of August 26, 2013, at the latest, or within fourteen (14) days thereof at the earliest.

- 10. Mr. Miller has furnished no adequate explanation as to the late filing of the Miller Objections, except to say he believed objections could be filed within a different time period, and thus, no excusable neglect is present justifying an extension of time periods applicable hereto. See, In re City of Harrisburg, 462 B.R. 510, 513-514 (M.D.Pa. Bankcty. 2011) (party's belief that filing period was different than the period mandated by rules does not constitute excusable neglect so as to extend filing period); City of Harrisburg v. AFSCME Dist. Council 90, 2012 U.S. Dist. Lexis 12237, 2012 WL 315403 (M.D.Pa. 2012).
- 11. Substantial prejudice shall result to the parties, particularly the City of Harrisburg, through delays in consummating the "Harrisburg Strong Plan" should the untimely filed Miller Objections be entertained by this Court.
- 12. In accordance with this Court's Order of October 4, 2013, the City of Harrisburg reserves its right to address the merits of the Miller Objections in the event this Court denies the relief requested herein.

<sup>&</sup>lt;sup>2</sup> The relief requested therein being the approval by this Court of a "modification" pursuant to 53 § 11701.703(e) (Supp. 2013).

WHEREFORE, the City of Harrisburg requests this Court to deny or overrule the Objections To Plan of Recovery filed by Daniel C. Miller with prejudice.

Respectfully submitted,

POST/& SCHELL, P.C.

Kenneth W. Lee, Esquire

PA I.D. No. 50016

17 North Second Street, 12th Floor

Harrisburg, PA 17101

Telephone: (717) 612-6035 Facsimile: (717-731-1985

Email: klee@postschell.com

Counsel for the City of Harrisburg and its

Mayor, Linda D. Thompson

Dated: 10/4/13

## **CERTIFICATE OF SERVICE**

I, Kenneth W. Lee, Esquire, an attorney at the law firm of Post & Schell, P.C., does hereby certify that on the date set forth below, I did cause to be served a true and correct copy of the foregoing document which service satisfies the requirements of Pa.R.A.P. 121 and Pa.R.A.P. 2187(a) upon the following individual(s) via email, facsimile and/or U.S. Mail, First Class, postage prepaid, as follows:

Neil Anthony Grover, Esquire
Attorney at Law
2201 N 2nd St
Harrisburg, PA 17110
groverlaw@ix.netcom.com
neilgroveresq@gmail.com
(Attorney for the Harrisburg City Council)

Daniel C. Miller 10 N. Second Street, Suite 403 Harrisburg, PA 17101 Facsimile: (717)-255-3073 Dan@HarrisburgCityController.com

Jeffrey G. Weil, Esquire Neal D. Colton, Esquire Brian A. Kint, Esquire Stephen A. Miller, Esquire Eric L. Scherling, Esquire Cozen O'Connor 1900 Market St Philadelphia, PA 19103 Facsimile: (215)-665-2013 jweil@cozen.com ncolton@cozen.com bkint@cozen.com samiller@cozen.com escherling@cozen.com (Attorneys for C. Alan Walker, DCED Secretary)

Joseph Krolikowski, Esquire Mark Kaufman, Esquire B. Summer Chandler, Esquire Gregory S. Brow, Esquire Thurbert Baker, Esquire McKenna Long & Aldridge, LLP 303 Peachtree Street, N.E., Suite 5300 Atlanta, GA 30308 jkrolikowski@mckennalong.com mkaufman@mckennalong.com schandler@mckennalong.com gbrow@mckennalong.com tbaker@mckennalong.com (Attorneys for William B. Lynch, in his capacity as Receiver for the City of Harrisburg

Scott T. Wyland, Esquire E. Lee Stinnett, II, Esquire Salzmann Hughes PC 105 N. Front Street, Suite 205 Harrisburg, PA 17101 swyland@salzmannhughes.com lstinnett@salzmannhughes.com (Attorneys for certain Suburban Municipalities)	Markian Roman Slobodian, Esquire Law Offices of Markian R. Slobodian 801 N 2nd St Harrisburg, PA 17102—3213 Law.ms@usa.net (Attorneys for Ambac Assurance Corporation)
Nevin J. Mindlin 2550 N. 3rd Street Harrisburg, PA 17110 nmindlin@netzero.net (Debt Watch Harrisburg)	Lee E. Morrison, Esquire 420 Lamp Post Lane Camp Hill, PA 17011 Lemorrison1@comcast.net (Attorney for Harrisburg City Council)
Howard B. Klein, Esquire Law Office of Howard Bruce Klein, P.C. 1700 Market Street, Suite 3025 Philadelphia, PA 19103 klein@hbklein.com (Attorneys for David Unkovic)	Mark Joachim, Esquire Arent Fox LLP 1050 Connecticut Ave., NW Washington, DC 20036 Joachim.Mark@arentfox.com (Attorneys for Ambac Assurance Corporation)
Daniel L. Sullivan, Esquire Saidis Sullivan & Rogers 26 W High St Carlisle, PA 17013 dsullivan@ssr-attorneys.com (Attorneys for County of Dauphin)	Geoffrey R. Johnson Sprague & Sprague 1110 Wellington Road Jenkintown, PA 19046 (Attorneys for Mark D. Schwartz)
Ronald L. Finck, Esquire Charles B. Zwally, Esquire Mette, Evans & Woodside 3401 N Front PO Box 5950 Harrisburg, PA 17110 rlfinck@mette.com njchristensen@mette.com (Attorneys for County of Dauphin)	Paul M. Hummer, Esquire Matthew M. Haar, Esquire James S. Gkonos, Esquire Saul Ewing LLP Centre Square West 1500 Market Street, 38th Floor Philadelphia, PA 19102-2186 phummer@saul.com mhaar@saul.com jgkonos@saul.com (Attorneys for Assured Guaranty Municipal Corp.)

POST & SCHELL, P.C.

Date: 10/4/13

Kenneth W. Lee, Esquire Pennsylvania Bar No. 50016 17 North 2<sup>nd</sup> Street, 12<sup>th</sup> Floor Harrisburg, PA 17101