

March 27, 2008

VIA U.S. MAIL AND FAX (212)751-3550

Robert L. Levy
Chief Financial Officer
Liberty Tax Credit Plus III L.P.
625 Madison Avenue
New York, New York 10022

**Re: Liberty Tax Credit Plus III L.P.
Form 10-K for Fiscal Year Ended
March 31, 2007
Filed June 29, 2007
Form 10-Q for Quarterly Period Ended
September 30, 2007
Filed November 13, 2007
File No. 000-24656**

Dear Mr. Levy:

We have completed our review of your Form 10-K and related filings and do not, at this time, have any further comments.

Sincerely,

Kevin Woody
Accounting Branch Chief