LUND & GUTTRY LLP / CERTIFIED PUBLIC ACCOUNTANTS
39700 BOB HOPE DRIVE • SUITE 309 • P.O. BOX 250 • RANCHO MIRAGE, CA 92270-0250
Telephone (760) 568-2242 • Fax (760) 346-8891
www.lundandguttry.com

February 5, 2012

Ms. Denise Whitaker, Interim Superintendent/President
Palo Verde College
One College Drive
Blythe, CA 92225

Dear Ms. Whitaker:

Our firm Lund & Guttry, CPAs has performed the annual audits of the Palo Verde College since 1994. We have enjoyed the professional relationships working with the District over these years. However, our audit supervisor, Arturo Ceja who has been on the College audits since 2005, has recently resigned from our firm to go work at one of our clients. We are not going to replace him on our audit staff and therefore will not have a qualified management team to properly staff our future College audits.

We therefore must terminate our existing 3 year audit contract dated December 29, 2010 that covered the audits for the years ended June 30, 2011- 2013. (We have also terminated our services for our other College audit services we perform for Desert Community College and Copper Mountain College). I wanted to make sure I gave the College sufficient time to pursue and hire another CPA for the June 30, 2012 audit. I will be happy to cooperate with the new auditor in any way and will provide copies of our audit workpapers as requested.

Please sign the acknowledgment below to satisfy our termination of the remaining services and fees for the June 30, 2012 and 2013 audits and any future services and email back to me for our files.

I wish you and the College the very best in the future!!!

Sincerely,

Gary Dack, CPA

Acknowledge Termination of 12/29/10 Audit Contract:

Lund & Guttry, CPAs Gary Dack, 2/5/12 Date

Palo Verde College Date