



To the Board of Directors  
Riverside Community College District Foundation

We have audited the financial statements of Riverside Community College District Foundation (the Foundation) for the year ended June 30, 2007, and have issued our report thereon dated October 22, 2007. Professional standards require that we provide you with the following information related to our audit.

***Our Responsibility under Auditing Standards Generally Accepted in the United States of America***

As stated in our engagement letter, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your responsibilities.

***Planned Scope and Timing of the Audit***

We performed the audit according to our planned scope and timing as noted in our engagement letter. There were no significant changes to the scope of our audit during the engagement.

***Significant Audit Findings***

***Qualitative Aspects of Accounting Practices***

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Riverside Community College District Foundation are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2007. We noted no transactions entered into by the Foundation during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

***Significant Accounting Estimates***

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The financial statements of the Foundation reflect the cost of capital assets net of accumulated depreciation. Depreciation is the recognition of the use of your capital assets over time. Conditions may exist that result in assets having a longer or shorter useful life than is reflected within these statements. The Foundation also holds significant investments that are subject to unrealized gains and losses due to the timing of the year end financial statements. The Foundation will sell investments during the year and the actual gain or loss realized on the sale may be different than the estimated unrealized gain or loss included within these financial statements.

### *Difficulties Encountered in Performing the Audit*

We are pleased to report we encountered no significant difficulties in dealing with management in performing and completing our audit.

### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. We have proposed, and management has accepted, two reclassification entries: one to recognize the In-Kind donated assets and related expenses, and one to properly show the investment maturity on Bonds held greater than three months. These reclassifications are considered routine in nature and do not indicate a material misstatement of the financial statements. Additionally, we proposed, and management accepted, one adjusting entry to recognize revenue that was received prior to the corresponding expense being incurred. This entry was also considered routine in nature and not an indication of a material misstatement of the financial statements.

### *Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated October 22, 2007. These representations provide assurance that all material transactions and disclosures have been provided to us during the course of our audit.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Foundation's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Foundation's auditors. However, these discussions occurred in the normal course of our professional relationship, and our responses were not a condition to our retention. We have provided a management letter that identifies areas of improvements in the accounting and disclosures of the Foundation. This letter, along with management's responses, is included for your review.

This information is intended solely for the use of the Board of Directors and management of Riverside Community College District Foundation and is not intended to be and should not be used by anyone other than these specified parties.

*Vaurinek, Irine Day & Co. LLP*

Rancho Cucamonga, California  
October 22, 2007