
FEDERAL DEPOSIT INSURANCE CORPORATION

Washington, D.C. 20429

FORM 8-K

CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported): October 24, 2006

Summit State Bank

(Exact name of registrant as specified in its charter)

<u>California</u> (State or other jurisdiction of incorporation)	<u>32203</u> (FDIC Insurance Certificate No.)	<u>94-2878925</u> (IRS Employer Identification Number)
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500 Bicentennial Way <u>Santa Rosa, California</u> (Address of principal executive offices)	<u>95403</u> (Zip Code)
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(707) 568-6000
(Registrant's telephone number, including area code)

N/A
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 4.01. Changes in Registrant's Certifying Accountant

The Audit Committee of the Board of Directors of Summit State Bank (the "Company") conducted a selection process related to its external independent auditor. The Audit Committee selected Crowe Chizek and Company LLP ("CC") to serve as the Company's independent registered public accounting firm beginning with the third quarter Form 10-Q review and audit of the financial statements for the year ended December 31, 2006, and dismissed Perry-Smith LLP ("PS") as its independent registered public accounting firm. CC was selected from among a number of firms invited to submit proposals. The Company's Audit Committee participated in and approved the decision to change its independent registered public accounting firm.

The audit reports of PS on the Company's financial statements for the fiscal years ended December 31, 2004 and 2005 contained no adverse opinion or disclaimer of opinion and were not qualified or modified as to uncertainty, audit scope, or accounting principles.

During the two most recent fiscal years ended December 31, 2004 and 2005 and through October 23, 2006, there have been no disagreements with PS on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which disagreements, if not resolved to the satisfaction of PS, would have caused PS to make reference thereto in their reports on the financial statements for such years.

During the two most recent fiscal years ended December 31, 2004 and 2005 and through October 23, 2006, there have been no reportable events (as defined in Item 304(a)(1)(v) of Regulation S-K).

The Company has requested that PS furnish it with a letter addressed to the FDIC stating whether or not it agrees with the above statements. A copy of such letter, dated October 24, 2006, is filed as Exhibit 16.1 to this Form 8-K.

During the Company's two most recent fiscal years ended December 31, 2005, and through October 23, 2006, the Company did not consult with CC regarding either (1) the application of accounting principles to a specified transaction, either completed or proposed; or the type of audit opinion that might be rendered on the Company's consolidated financial statements, and neither a written report was provided to the Company or oral advice was provided that CC concluded was an important factor considered by the Company in reaching a decision as to the accounting, auditing or financial reporting issue; or (2) any matter that was either the subject of a disagreement or reportable event as defined in Item 304(a)(1)(iv) and (v) of Regulation S-K.

The Company provided a copy of the foregoing disclosure to CC and provided CC with an opportunity to furnish a letter addressed to the FDIC containing any new information, clarification of the Company's expression of its views, or the respects in which it does not agree with the statements made by the Company. CC has advised the Company that it has reviewed the disclosures in this 8-K and has no basis on which to submit such a letter addressed to the FDIC in response to Item 304 of Regulation S-K.

Item 9.01. Financial Statements and Exhibits

(d) Exhibits:

16.1 Letter dated October 24, 2006 from Perry-Smith LLP.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, hereunto duly authorized.

Dated: October 24, 2006

SUMMIT STATE BANK

By: /s/ Dennis E. Kelley
Dennis Kelley
*Senior Vice President
and Chief Financial Officer
(Duly Authorized Officer)*

Exhibit Index

<u>Exhibit Number</u>	<u>Description</u>
16.1	Letter date October 24, 2006 from Perry-Smith LLP

PERRY-SMITH^{LLP}
ACCOUNTANTS

400 Capitol Mall, Suite 1200
Sacramento, CA 95814
www.perry-smith.com
916.441.1000

October 24, 2006

Federal Deposit Insurance Corporation
Washington D.C. 20549

Ladies and Gentlemen:

We have read Summit State Bank's statements included under Item 4.01, paragraphs 2, 3 and 4, of its Form 8-K for October 24, 2006, and we agree with such statements concerning our Firm.

Very truly yours,

Perry-Smith LLP