



DIVISION OF
CORPORATION FINANCE

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

February 17, 2011

Larry G. Gerdes
Chief Executive Officer
Transcend Services, Inc.
One Glenlake Parkway, Suite 1325
Atlanta, Georgia 30328

Re: Transcend Services, Inc.
Form 10-Q for the Fiscal Quarter Ended September 30, 2010
Definitive Proxy Statement filed on Schedule 14A
Filed November 9, 2010 and April 12, 2010
File No. 0-18217

Dear Mr. Larry G. Gerdes:

We have completed our review of your filings and do not have any further comments at this time.

Sincerely,

/s/ William H. Thompson

William Thompson
Accounting Branch Chief