

HOLYOKE COMMUNITY COLLEGE

(an Agency of the Commonwealth of Massachusetts)

**INDEPENDENT AUDITORS' REPORTS AS REQUIRED
BY THE UNIFORM GUIDANCE AND *GOVERNMENT
AUDITING STANDARDS* AND RELATED
INFORMATION**

JUNE 30, 2021

HOLYOKE COMMUNITY COLLEGE
(an Agency of the Commonwealth of Massachusetts)

**Independent Auditors' Reports as Required by the Uniform Guidance and
Government Auditing Standards and Related Information**

June 30, 2021

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees of
Holyoke Community College
Holyoke, Massachusetts

Report on Compliance for Each Major Federal Program

We have audited Holyoke Community College's (an agency of the Commonwealth of Massachusetts) (the "College") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2021. The College's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal Program

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.


A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the College as of and for the year ended June 30, 2021. We issued our report thereon dated November 9, 2021, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



**Certified Public Accountants
Braintree, Massachusetts**

April 25, 2022

(except for the Schedule of Expenditures of Federal Awards, for which the date is November 9, 2021)



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Trustees of
Holyoke Community College
Holyoke, Massachusetts

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Holyoke Community College (the "College"), which comprise the statements of net position as of June 30, 2021 and the related statements of revenues and expenses, and changes in net position, and cash flows for the years then ended, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated November 9, 2021.

Internal Control Over Financial Reporting

In planning and performing our audits of the financial statements, we considered the College's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audits we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**Certified Public Accountants
Braintree, Massachusetts**

November 9, 2021

**SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS**

Holyoke Community College
(an Agency of the Commonwealth of Massachusetts)

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

	Assistance Listing Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Passed Through to Subrecipients
STUDENT FINANCIAL ASSISTANCE CLUSTER					
U.S. Department of Education:					
Direct Awards:					
Federal Supplemental Educational Opportunity Grant	84.007	N/A	N/A	\$ 152,400	\$ -
Federal Work-Study Program	84.033	N/A	N/A	25,990	-
Federal Pell Grant Program	84.063	N/A	N/A	5,991,607	-
Federal Direct Student Loans	84.268	N/A	N/A	<u>3,391,699</u>	<u>-</u>
Total Student Financial Assistance Cluster				<u>9,561,696</u>	<u>-</u>
RESEARCH AND DEVELOPMENT CLUSTER					
National Science Foundation					
Direct Awards:					
Computer and Information Science and Engineering	47.070	N/A	N/A	6,627	-
Education and Human Resources	47.076	N/A	N/A	<u>124,130</u>	<u>-</u>
Total Research and Development Cluster				<u>130,757</u>	<u>-</u>
TRIO CLUSTER					
U.S. Department of Education:					
Direct Awards:					
TRIO - Student Support Services	84.042	N/A	N/A	<u>410,058</u>	<u>-</u>
Total TRIO Cluster				<u>410,058</u>	<u>-</u>
WIA/WIOA CLUSTER					
U.S. Department of Labor:					
Pass-through Awards:					
Medical Assistant Apprentice	17.268	MassHire	N/A	9,570	-
WIA Dislocated Worker Formula Grants	17.278	MassHire	N/A	<u>39,400</u>	<u>-</u>
Total WIA/WIOA Cluster				<u>48,970</u>	<u>-</u>
NON-CLUSTER					
U.S. Department of Education					
Direct Awards:					
Higher Education Institutional Aid	84.031A	N/A	N/A	165,776	-
COVID-19 Higher Education Emergency Relief Fund (HEERF) Student Aid Portion*	84.425E	N/A	N/A	2,729,183	-
COVID-19 Higher Education Emergency Relief Fund (HEERF) Institutional Portion*	84.425F	N/A	N/A	4,184,792	-
COVID-19 - Higher Education Emergency Relief Fund - Minority Serving Institutions Program*	84.425L	N/A	N/A	<u>1,500</u>	<u>-</u>
Total Program				7,081,251	-

Holyoke Community College
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Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2021

	Assistance Listing Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Passed Through to Subrecipients
NON-CLUSTER - CONTINUED					
U.S. Department of Education					
Pass-through Awards:					
Adult Education - Basic Grants to States					
ALC Juntos	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	340-377658-2021-1210	\$ 559,850	\$ -
ALC Juntos	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	345-377580-2021-1210	201,733	-
ESOL Civics	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	359-377581-2021-1210	23,822	-
Ludlow ALC Federal	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	359-377581-2021-1210	139,560	-
ESOL Nurse Aid	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	359-377581-2021-1210	76,959	-
STCC Federal ESOL	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	359-509772-2022-1257	120,040	-
STCC Federal EIL	84.002	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	359-509772-2022-1257	<u>5,038</u>	<u>-</u>
Total Program				1,127,002	-
Career and Technical Education - Basic Grants to States					
HCSD Perkins	84.048	Commonwealth of Massachusetts, Department of Elementary and Secondary Education	401-292281-2020-1210	231,523	-
	84.048	Hampden County Sheriff's Department	N/A	<u>5,160</u>	<u>-</u>
Total Program				236,683	-
COVID-19 - Governor's Emergency Education Relief Fund*					
	84.425C	Massachusetts Department of Education	ISARGT7009200GCC21A	<u>438,496</u>	<u>-</u>
Health and Human Services HRSA					
Direct Awards:					
HRSA/BHWET	93.732	N/A	N/A	201,252	-
ASPIN Opioid Impacted Family Support Program	93.732	N/A	N/A	<u>160,306</u>	<u>-</u>
Total Program				361,558	-
Total Non-Cluster				<u>9,244,990</u>	<u>-</u>
Total Expenditures of Federal Awards				<u>\$ 19,396,471</u>	<u>\$ 19,389,844</u>

*Subtotal of Assistance Listing Number 84.425 programs is \$7,353,971
See the accompanying notes to the Schedule of Expenditures of Federal Awards.

HOLYOKE COMMUNITY COLLEGE
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Notes to the Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Note 1 - **Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of Holyoke Community College (the “College”) under programs of the Federal Government for the year ended June 30, 2021. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”). Because the Schedule presents only a selected portion of the operations of the College, it is not intended to, and does not present, the financial position, changes in net position or cash flows of the College.

Note 2 - **Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance.

Note 3 - **Indirect Cost Rate**

The College has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4 - **Federal Student Loan Programs**

Direct Student Loan Program

The College disbursed \$3,391,699 of loans under the Federal Direct Student Loans program, which include Stafford Subsidized and Unsubsidized Loans and Parent Plus Loans. It is not practical to determine the balances of the loans outstanding to students of the College under the program as of June 30, 2021. The College is only responsible for the performance of certain administrative duties and, accordingly, these loans are not included in the College’s financial statements.

HOLYOKE COMMUNITY COLLEGE
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Schedule of Findings and Questioned Costs

Year Ended June 30, 2021

Section I – Summary of Auditors’ Results:

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weaknesses identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes no

Noncompliance material to the financial statements noted? yes no

Federal Awards

Type of auditors’ report issued on compliance for major programs: Unmodified

Internal control over major programs:

- Material weaknesses identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes no

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

HOLYOKE COMMUNITY COLLEGE
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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2021

Identification of Major Programs

Name of Federal Program or Cluster	CFDA Number
Education Stabilization Fund:	
Higher Education Emergency Relief Fund - Student Aid Portion	84.425E
Higher Education Emergency Relief Fund - Institutional Portion	84.425F
Higher Education Emergency Relief Fund - MSI	84.425L
Governor's Emergency Education Relief Fund	84.425C

Dollar threshold used to distinguish between
 type A and type B programs:

\$750,000

Auditee qualified as a low-risk auditee?

 x yes no

HOLYOKE COMMUNITY COLLEGE
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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2021

Section II – Financial Statement Findings:

None

HOLYOKE COMMUNITY COLLEGE
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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2021

Section III – Federal Award Findings and Questioned Costs:

None

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Management's Summary Schedule of Prior Audit Findings

Year Ended June 30, 2021

Section IV - Management's Summary Schedule of Prior Audit Findings:

None