AURORA, INC.

EVANSVILLE, INDIANA

FINANCIAL STATEMENTS

December 31, 2025 and 2024

AURORA, INC.

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KEMPER
CPA GROUP LLP
Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Aurora, Inc.
1001 Mary Street
Evansville, Indiana 47710

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Aurora, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Aurora, Inc. as of December 31, 2025 and 2024 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Aurora, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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To the Board of Directors
Aurora, Inc.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Aurora's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Aurora's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Aurora's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

To the Board of Directors
Aurora, Inc.

Supplementary Information

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, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* is presented for purposes of additional analysis and is not a required part of the financial statements. 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 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 10, 2026, on our consideration of Aurora, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Aurora, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Aurora, Inc.'s internal control over financial reporting and compliance.

Kemper CPA Group, LLP

August 10, 2026

Certified Public Accountants and Consultants
Evansville, Indiana

AURORA, INC.

STATEMENTS OF FINANCIAL POSITION

December 31, 2025 and 2024

ASSETS

	2025	2024
Current Assets		
Cash and cash equivalents	$ 727,056	$ 783,062
Grants receivable	198,144	218,632
Total Current Assets	925,200	1,001,694
Property and equipment	1,162,235	1,162,235
Office equipment	51,685	48,194
Vehicles	141,611	141,611
Storage building - Mary Street	56,044	56,044
Construction in progress	15,300	15,300
	1,426,875	1,423,384
Less accumulated depreciation	(255,971)	(202,967)
Net Property and Equipment	1,170,904	1,220,417
Beneficial interest in trust	281,301	247,518
Beneficial interest in assets held by Community Foundation	11,216	10,307
	$ 2,388,621	$ 2,479,936

LIABILITIES AND NET ASSETS

	2025	2024
Current Liabilities		
Accounts payable	$ 27,788	$ 94,975
Accrued expenses	56,840	58,453
Refundable Advance	0	42,962
Total Current Liabilities	84,628	196,390
Total Liabilities	84,628	196,390
Net Assets		
Without Donor Restriction		
Undesignated	1,916,001	1,936,028
Designated by board	100,000	100,000
	2,016,001	2,036,028
With Donor Restriction	287,992	247,518
	2,303,993	2,283,546
	$ 2,388,621	$ 2,479,936

See accompanying notes.

AURORA, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2025

	Without Donor Restriction	With Donor Restriction	2025
Revenues, Support and Gains			
Government grants	$ 1,621,061	$ 0	$1,621,061
Non-federal financial assistance grants	560,623	0	560,623
Contributions	164,861	0	164,861
Contributions - United Way	1,210	0	1,210
Interest income	13,220	0	13,220
Miscellaneous income	5	0	5
Change in value of beneficial interest in trust and assets held by others	909	46,162	47,071
Committed funds	127,776	0	127,776
In-kind contributions	115,385	0	115,385
Gross special events revenue	169,451	0	169,451
Less cost of direct benefit to donors	(75,648)	0	(75,648)
	93,803	0	93,803
Net Assets Transferred Between Classes	(42,198)	42,198	0
Net Assets Released from Restrictions	47,886	(47,886)	0
Total Revenues, Support and Gains	2,704,541	40,474	2,745,015
Expenses			
Program services	1,969,002	0	1,969,002
Management and general	663,309	0	663,309
Fundraising	92,257	0	92,257
Total Program Expenses	2,724,568	0	2,724,568
INCREASE (DECREASE) IN NET ASSETS	(20,027)	40,474	20,447
Net Assets at Beginning of Year	2,036,028	247,518	2,283,546
NET ASSETS AT END OF YEAR	$ 2,016,001	$ 287,992	$2,303,993

See accompanying notes.

AURORA, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2024

	Without Donor Restriction	With Donor Restriction	2024
Revenues, Support and Gains			
Government grants	$ 1,615,704	$ 0	$ 1,615,704
Non-federal financial assistance grants	665,137	0	665,137
Contributions	155,038	234,864	389,902
Contributions - United Way	20,105	0	20,105
Interest income	13,472	0	13,472
Change in value of beneficial interest in trust and assets held by others	517	12,654	13,171
Miscellaneous income	20,032	0	20,032
Committed funds	54,258	0	54,258
In-kind contributions	831,063	0	831,063
Gross special events revenue	194,989	0	194,989
Less cost of direct benefit to donors	(46,056)	0	(46,056)
	148,933	0	148,933
Net Assets Released from Restrictions	0	0	0
Total Revenues, Support and Gains	3,524,259	247,518	3,771,777
Expenses			
Program services	2,441,939	0	2,441,939
Management and general	150,347	0	150,347
Fundraising	140,221	0	140,221
Total Program Expenses	2,732,507	0	2,732,507
INCREASE (DECREASE) IN NET ASSETS	791,752	247,518	1,039,270
Net Assets at Beginning of Year	1,244,276	0	1,244,276
NET ASSETS AT END OF YEAR	$ 2,036,028	$ 247,518	$ 2,283,546

See accompanying notes.

AURORA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2025

		Supporting Services		
	Program Services	Management and General	Fundraising	Total 2025
Client expenses	$ 14,366	$ 476	$ 0	$ 14,842
Committed/Designation funds	1,196	251	0	1,447
Depreciation	39,753	7,951	5,300	53,004
In-kind donations	114,314	0	0	114,314
Inspections	8,675	0	0	8,675
Insurance	15,494	20,200	0	35,694
Membership fees	0	347	0	347
Miscellaneous	3,736	13,581	0	17,317
Office expenses	3,374	9,270	0	12,644
Professional fees	0	25,259	0	25,259
Rental assistance payments	812,949	0	0	812,949
Repairs and maintenance	26,181	23,120	0	49,301
Security/utility deposits	155,987	0	0	155,987
Fiscal agent	5,000	0	0	5,000
Telephone	7,834	2,795	0	10,629
Travel/training	6,650	4,881	0	11,531
Utilities	9,072	17,607	0	26,679
Vision 1505 program management	361,393	289	0	361,682
Wages, taxes and fringe benefits	383,028	537,283	86,957	1,007,268
	$ 1,969,002	$ 663,309	$ 92,257	$ 2,724,568

See accompanying notes.

AURORA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2024

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Total 2024
Client expenses	$ 8,655	$ 0	$ 0	$ 8,655
Committed/Designation funds	8,952	0	0	8,952
Depreciation	32,540	6,508	4,339	43,387
Fees and charges	0	1,006	19,841	20,847
In-kind donations	147,911	0	0	147,911
Inspections	8,655	0	0	8,655
Insurance	16,207	3,241	2,161	21,609
Membership fees	0	457	0	457
Miscellaneous	80	2,583	0	2,663
Office expenses	0	16,044	6,721	22,765
Professional fees	5,394	21,206	0	26,600
Public relations	0	2,854	0	2,854
Rental assistance payments	727,386	0	0	727,386
Repairs and maintenance	36,926	0	0	36,926
Security/utility deposits	135,159	0	0	135,159
Fiscal agent	0	5,000	0	5,000
Telephone	8,372	1,674	1,116	11,162
Travel/training	5,047	10,699	7,828	23,574
Utilities	7,171	5,462	0	12,633
Vision 1505 program management	356,116	0	0	356,116
Wages, taxes and fringe benefits	937,368	73,613	98,215	1,109,196
	$ 2,441,939	$ 150,347	$ 140,221	$ 2,732,507

See accompanying notes.

AURORA, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	$ 20,447	$ 1,039,270
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Depreciation	53,004	43,386
Donated beneficial interest	0	(234,864)
Dontaed property	0	(680,000)
(Increase)/decrease in:		
Grants receivable	20,488	1,713
Beneficial interest in assets held by Baird Trust Company	(46,162)	(12,654)
Beneficial interest in assets held by Community Foundation	(909)	(517)
Increase/(decrease) in:		
Accounts payable	(67,187)	83,186
Accrued expenses	(1,613)	24,425
Refundable advance	(42,962)	(136,494)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(64,894)	127,451
CASH FLOWS FROM INVESTING ACTIVITIES		
Distributions from beneficial interest in trust	12,379	0
Purchases of property and equipment	(3,491)	(86,066)
Gain on disposal of assets	0	20,032
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	8,888	(66,034)
NET INCREASE (DECREASE) IN CASH	(56,006)	61,417
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	783,062	721,645
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 727,056	$ 783,062

See accompanying notes.

Note 1 – Summary of Significant Accounting Policies

Nature of Activities

Aurora, Inc. (Organization) was formed to prevent and end homelessness in Evansville, Indiana. The Organization operates programs with the primary purpose of linking homeless individuals to existing services and increasing public awareness through education. The Organization's direct service teams provide cash management, outreach, engagement, referral services and direct housing placement to the homeless in Vanderburgh County, Indiana and 9 other counties in Southwestern Indiana.

Basis of Accounting

The Organization prepares the financial statements in accordance with accounting principles generally accepted in the United States of America.

Cash

The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The Organization maintains deposit accounts at local financial institutions. Deposits are insured up to $250,000 by the FDIC. The amounts on deposit at December 31, 2025 and 2024 exceeded federally insured limits by approximately $71,000 and $278,000 respectively.

Grants Receivable

Grants receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has made reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. Interest is not charged on outstanding receivables. At December 31, 2025 and 2024, there were no amounts that were believed to be uncollectible.

Property and Equipment

The Organization records property and equipment additions over $1,000 at cost, or if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets ranging from 3 to 30 years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statements of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

Note 1 – Summary of Significant Accounting Policies (Continued)

Property and Equipment (Continued)

The Organization reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended December 31, 2025 and 2024.

Beneficial Interest in Trust

The Organization has been named as an irrevocable beneficiary of a charitable trust held and administered by an independent trustee. The trust was created independently by a donor and is administered by an outside agent designated by the donor. Therefore, the Organization has neither possession nor control over the assets of the trust. At the date we receive notice of a beneficial interest, a contribution with donor restrictions was recorded in the statements of activities, and a beneficial interest in charitable trusts held by others is recorded in the statements of financial position at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the expected distributions to be received under the agreement. Thereafter, beneficial interests in the trusts are reported at fair value in the statements of financial position, with changes in fair value recognized in the statements of activities.

Upon receipt of trust distributions or expenditures, or both, in satisfaction of the donor-restricted purpose, if any, net assets with donor-imposed time or purpose restrictions are released to net assets without donor restrictions.

Beneficial Interest in Assets Held by Community Foundation

The Organization has established an endowment fund that is perpetual in nature (fund). The Organization granted variance power to the Community Foundation (CF), which allows the CF to modify any condition or restriction on its distributions for any specified charitable purpose or to any specified organization if, in the sole judgment of the CF's Board of Directors, such restriction or condition becomes unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community. The fund is held and invested by the CF for the Organization's benefit and is reported at fair value in the statements of financial position, with changes in fair value recognized in the statements of activities.

Note 1 – Summary of Significant Accounting Policies (Continued)

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenue and Revenue Recognition

A portion of our revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when we have incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. No amounts have been received in advance under our federal and state contracts and grants.

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received.

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. We recognize special events revenue equal to the fair value of direct benefits to donors when the special event takes place. We recognize the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

Note 1 – Summary of Significant Accounting Policies (Concluded)

In-Kind Contributions

The Organization frequently receives in-kind donations for their various programs. The donations are recorded at fair value. During the years ended December 31, 2025 and 2024, the values of those contributions were $115,385 and $831,063, respectively.

Income Tax Status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). The Organization files income tax returns in the U.S. federal jurisdiction and the state of Indiana.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Management's Review of Subsequent Events

Management has evaluated events and transactions that occurred after the balance sheet date up to August 10, 2026, the date the financial statements were issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	2025	2024
Cash and cash equivalents	$ 727,056	$ 783,062
Grants receivable	198,144	218,632
	$ 925,200	$ 1,001,694

Note 3 – Fair Value Measurements

Assets recorded at fair value in the statement of position are categorized based upon the level of judgement associated with the inputs used to measure their fair value. Level inputs are defined as follows:

Note 3 – Fair Value Measurements (Concluded)

Level 1 – Unadjusted quoted prices in active markets for identical assets and liabilities.

Level 2 – Observable inputs other than those included in level 1, such as quoted market prices for similar assets to liabilities in active markets, quoted market prices for identical assets or liabilities in inactive markets, and inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Significant unobservable inputs reflecting management's own assumptions about the inputs used in determining the fair value.

Fair values of assets measured on a recurring basis at December 31, 2025 and 2024 are as follows:

December 31, 2025	**Fair Value**	**Quoted Prices in Active Markets for Identical Assets/Liabilities (Level 1)**	**Significant Other Observable Inputs (Level 2)**	**Significant Unobservable Inputs (Level 3)**
Assets held at				
Baird Trust Company	$ 281,301	$ 0	$ 281,301	$ 0
Community Foundation	11,216	0	11,216	0
	$ 292,517	$ 0	$ 292,517	$ 0
December 31, 2024				
Assets held at				
Baird Trust Company	$ 247,518	$ 0	$ 247,518	$ 0
Community Foundation	10,307	0	10,307	0
	$ 257,825	$ 0	$ 257,825	$ 0

Note 4 – Line of Credit

The Organization has a $100,000 revolving line of credit that has a maturity of November 18, 2028. Interest is payable monthly and carries a variable interest rate equal to the bank's prime rate. The credit line is secured by real estate. There was no outstanding balance on this line of credit as of December 31, 2025 and 2024.

Note 5 – Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes:

	2025	**2024**
Clients who do not meet eligibility requirements	$ 6,691	$ 42,198
Assets held in perpetuity	281,301	205,320
	$ 287,992	$ 247,518

Note 5 – Net Assets With Donor Restrictions (Concluded)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by the donor as follows:

	2025
Satisfaction of purpose restrictions	
Distributions from beneficial interest in trust	$ 12,378
Clients who do not meet eligibility requirements	35,508
	$ 47,886

Note 6 – Functional Allocation of Expense

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, payroll related costs have been allocated among the programs and supporting services using time spent on activities by employees and building related expenses have been allocated by square footage of the building. Other general costs are allocated based on the program to which they relate.

Note 7 – Concentration of Credit Risk

The Organization received 73% and 58% of its support from governmental funding in 2025 and 2024, respectively. In addition, 100% of grants receivable was due from governmental sources at December 31, 2025 and December 31, 2024. The majority of the Organization's public support is contributed by business organizations in Southwestern Indiana.

Note 8 – Related Party Transactions

The Organization pays for home inspections that are performed by the family members of two of the Organization's employees. During the years ended December 31, 2025 and 2024, the cost of those home inspections were $8,675 and $8,655, respectively.

The Organization also pays rental assistance to Homes By Huffman which is owned by the Organization's board vice president. During the years ended December 31, 2025 and 2024, payments to Homes By Huffman totaled $283,017 and $161,776, respectively.

Note 9 – Board Designated Funds

Board designated funds represent net assets without donor restrictions that have been set aside by the Organization's Board of Directors for specific purposes. These designations reflect internal decisions and are not externally restricted. The board retains the authority to redirect the use of these funds as circumstances change.

For the years ended December 31, 2025 and 2024 the board has designated $100,000 for the following purposes:

	2025	2024
Building reserve	$ 25,000	$ 25,000
Operating reserve	75,000	75,000
	$ 100,000	$ 100,000

- - - - - ADDITIONAL INFORMATION - - - - -

AURORA, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2025

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Housing and Urban Development				
Pass-through programs from:				
Indiana Housing and Community Development Authority				
Emergency Solutions Grant, Street Outreach (7/1/2024-6/30/2025)	14.231	ESO-024-001	0	$ 10,000
Emergency Solutions Grant, Street Outreach (7/1/2025-6/30/2026)	14.231	ESO-025-002	0	1,074
Emergency Solutions Grant, RRH (7/1/2024-6/30/2025)	14.231	ESRRHP-021-013	0	62,957
Emergency Solutions Grant, RRH (7/1/2024-6/30/2025)	14.231	ESRRHP-024-004	0	81,831
Emergency Solutions Grant, RRH (7/1/2025-06/30/2026)	14.231	ESRRHP-025-005	0	32,529
City of Evansville				
Coordinated Entry Assessment Team (CEAT)	14.231	20245737	0	16,000
Emergency Solutions Grant	14.231	20245739	0	87,575
Total Emergency Solutions Grant Program				291,966
City of Evansville				
Department of Metropolitan Development-CDBG SO Crisis Interventic	14.218	20245738	0	13,720
Department of Metropolitan Development-Outreach CDBG	14.218	20245736	0	8,297
Department of Metropolitan Development-Outreach CDBG	14.218	20254621	0	5,771
Total Community Development Block Grant				27,788
City of Evansville				
Department of Metropolitan Development-HOME TBRA	14.239	20252809	0	67,530
Indiana Housing and Community Development Authority				
Home Investment Partnerships Program (12/01/2023-06/01/2026)	14.239	TB-023-007	0	48,339
Home Investment Partnerships Program (01/01/2025-06/30/2027)	14.239	TB-024-002	0	187,853
Home Investment Partnerships Program (12/01/2023-06/01/2026)	14.239	HA-023-015	0	84,551
Total Home Investment Partnerships Program				388,273
Indiana Housing and Community Development Authority				
CoC Permanent Supportive Housing (11/1/2024-10/31/2025)	14.267	SC-024-0154	0	201,191
CoC Permanent Supportive Housing (11/1/2025-10/31/2026)	14.267	SC-025-0154	0	17,761
Continuum of Care Coordinated Entry (12/01/2024-11/30/2025)	14.267	COCCE-024-12	0	11,661
Continuum of Care Coordinated Entry (12/01/2025-11/30/2026)	14.267	COCCE-025-12	0	1,026
				231,639
U.S. Department of Housing and Urban Development				
Supportive Housing Program-2011 (2/1/2024-1/31/2025)	14.267	IN0151B5H022309	0	20,355
Supportive Housing Program-2011 (2/1/2025-1/31/2026)	14.267	IN0151B5H022410	0	416,334
Total Supportive Housing Program				436,689
Total U.S. Department of Housing and Urban Development				1,376,355

AURORA, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

For the Year Ended December 31, 2025

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Number	Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Treasury				
Pass-through programs from:				
City of Evansville				
Non-Profit or Small Business Assistance Grant	21.027	20234063	0	42,962
Indiana Housing and Community Development Authority				
TANF Rapid Rehousing Program Grant (06/01/2024-09/30/2025)	93.558	TANFRRHP-023-003	0	199,411
Indiana Housing and Community Development Authority				
Point-In-Time Count (12/01/2024-04/30/2025)	93.569	2025PITCSBG-12	0	2,333
TOTAL EXPENDITURES OF FEDERAL AWARDS				**$ 1,621,061**

AURORA, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2025

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Organization for the year ended December 31, 2025. Expenditures reported in the Schedule are reported on the same basis of accounting as the financial statements, although the basis for determining when federal awards are expended is presented in accordance with the requirements of the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented on this schedule may differ from amounts presented in or used in the preparation of the financial statements.

Note 2 – Summary of Significant Accounting Policies

Summary of Significant Accounting Policies Expenditures reported on the Schedule are reported on the accrual basis of accounting, which is described in Note 1 to the Organization's financial statements. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3 - Description of Major Federal Program

The Continuum of Care (CoC) Program – This program is designed to (1) promote community-wide commitment to the goal of ending homelessness; (2) provide funding for efforts by nonprofit providers, States, and local governments to quickly re-house homeless individuals and families while minimizing the trauma and dislocation caused to homeless individuals, families, and communities by homelessness; (3) promote access to and effective utilization of mainstream programs by homeless individuals and families; and (4) optimize self-sufficiency among individuals and families experiencing homelessness.

Note 4 - Non-Cash Assistance

None.

Note 5 - Amount of Insurance

None.

Note 6 - Loans or Loan Guarantees Outstanding

None.

Note 7 – Indirect Cost Rate

The Organization has elected to not use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

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INDEPENDENT AUDITOR'S 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 Directors
Aurora, Inc.
1001 Mary Street
Evansville, Indiana 47710

We have audited, in accordance with the 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 Aurora, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 10, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Aurora, Inc.'s (Organization) 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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.

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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 audit 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 determination of financial statement amounts. 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 Organization'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 Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kemper CPA Group, LLP

August 10, 2026

Certified Public Accountants and Consultants
Evansville, Indiana

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors
Aurora, Inc.
1001 Mary Street
Evansville, Indiana 47710

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Aurora, Inc.'s (Organization) compliance with the types of compliance requirements identified as subject to the audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2025. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and responses.

In our opinion, the Organization 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 December 31, 2025.

Basis for Opinion on Each Major Federal Program

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* (Uniform Guidance). Our responsibilities under those standards and Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

To the Board of Directors
Aurora, Inc.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

To the Board of Directors
Aurora, Inc.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Kemper CPA Group, LLP

August 10, 2026

Certified Public Accountants and Consultants
Evansville, Indiana

AURORA, INC.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

December 31, 2025

Finding No.	Condition	Current Status

No prior year findings.

AURORA, INC.

SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended December 31, 2025

SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	No
• Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major program:	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	No
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	No

Identification of major program:

ALN Number	Name of Federal Program
14.267	Continuum of Care Program

Dollar threshold used to distinguish between Type A and Type B programs:	$1,000,000
Auditee qualified as a low risk auditee?	Yes

AURORA, INC.

SCHEDULE OF FINDINGS AND RESPONSES (CONCLUDED)

For the Year Ended December 31, 2025

No current year findings.