PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA

FINANCIAL STATEMENTS

WITH INDEPENDENT AUDITOR'S REPORT

JANUARY 31, 2026

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Independent Auditor's Report

Synod Council
Pacifica Synod of the Evangelical
Lutheran Church in America

Opinion

We have audited the accompanying financial statements of Pacifica Synod of the Evangelical Lutheran Church (a nonprofit organization), which comprise the statement of financial position as of January 31,2026, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pacifica Synod of the Evangelical Lutheran Church as of January 31, 2026, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Pacifica Synod of the Evangelical Lutheran Church 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

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 Pacifica Synod of the Evangelical Lutheran Church'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 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 the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

Independent Auditor's Report (Continued)

In performing an audit in accordance with generally accepted 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 Pacifica Synod of the Evangelical Lutheran Church'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 Pacifica Synod of the Evangelical Lutheran Church'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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Net Assets, Schedule of Net Assets Without Donor Restrictions – Designated Funds, the Schedule of Net Assets With Donor Restrictions – Temporarily Restricted Funds, and the Schedule of Expenses by Funding Source on pages 14 - 17 are 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.

Harvey & Parmelee LLP

April 27, 2026
Brea, CA

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
STATEMENT OF FINANCIAL POSITION
January 31, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents			
Checking	$ 153,585	$ -	$ 153,585
MIF Demand Accounts	939,713		939,713
Thrivent Money Market Accounts	343,305		343,305
Total Cash and Cash Equivalents	1,436,603	-	1,436,603
Short Term Investments			
MIF Term Accounts	-		-
ELCA Endowment Fund Pooled Trust	749,355	68,356	817,711
Thrivent Bonds	271,620		271,620
Thrivent Mutual Funds	7,199,826		7,199,826
Total Short Term Investments	8,220,801	68,356	8,289,157
Receivables & Prepaids			
Synod Property Receivable	67,500		67,500
Contributions Receivable	30,645		30,645
Prepaid Expenses	-		-
Total Receivables & Prepaids	98,145	-	98,145
Total Current Assets	9,755,549	68,356	9,823,905
Long Term Investments			
MIF Term Accounts			
General	1,867,919		1,867,919
Total Long Term Investments	1,867,919	-	1,867,919
Fixed Assets			
CFML Land and Building	3,167,169		3,167,169
Furniture, Equipment and Other	449,334		449,334
Auto	32,222		32,222
	3,648,725	-	3,648,725
Accumulated Depreciation	(1,330,605)		(1,330,605)
Total Fixed Assets, Net	2,318,120	-	2,318,120
Other Assets			
Permanently Restricted Investments			
ELCA Endowment Fund Pooled Trust			
Matthew 25 Fund		100,000	100,000
Warner Trust		155,573	155,573
Lease Assets	4,302		4,302
Due from (to) Other Funds	(2,701,614)	2,701,614	-
Total Other Assets	(2,697,312)	2,957,187	259,875
TOTAL ASSETS	$ 11,244,276	$ 3,025,543	$ 14,269,819
LIABILITIES			
Current Liabilities			
Accrued Expenses and Payables	$ 89,791	$ -	$ 89,791
Due to ELCA	56,681	-	56,681
Due to Region	30,000	-	30,000
Due Others from Disbanded Congregations	-	-	-
Short Term Lease Liability	3,300	-	3,300
Total Curent Liabilities	179,772	-	179,772
Long Term Lease Liability	-	-	-
TOTAL LIABILITIES	179,772	-	179,772
NET ASSETS	11,064,504	3,025,543	14,090,047
TOTAL LIABILITIES AND NET ASSETS	$ 11,244,276	$ 3,025,543	$ 14,269,819

See accompanying notes.

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
STATEMENT OF ACTIVITIES
Year Ended January 31, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Support:			
Mission Support	$ 1,224,952	$ 148,426	$ 1,373,378
ELCA Grants	-	215,859	215,859
Shared Ministry Income	13,475	1,002,927	1,016,402
Revenue:			
Proceeds from Disbanded Church Assets, net of expenses	-	-	-
Interest	106,169	11,620	117,789
Dividend Income	282,846	78,081	360,927
Realized Gains (Losses) on Investments	102,151	17,854	120,005
Unrealized (Losses) on Investments	493,774	99,636	593,410
Conference and Other Registration Fees	50,504	94,025	144,529
Facilities Use	-	-	-
Comp/Benefits Reimb - SotV, LM	9,178	-	9,178
Other Income	834	-	834
Gain (Loss) on Fixed Asset Disposal	(1,248)		(1,248)
Net Assets Released from Restrictions	1,016,892	(1,016,892)	-
Board Contribution to Restricted Deficient Funds	(6,156)	6,156	-
Total Support and Revenue	3,293,371	657,692	3,951,063
EXPENSES			
Operating Expenses			
Program Services	2,965,693		2,965,693
Management & General	490,568		490,568
Total Expenses	3,456,261	-	3,456,261
INCREASE (DECREASE) IN NET ASSETS	(162,890)	657,692	494,802
NET ASSETS, beginning of year	11,227,394	2,367,851	13,595,245
NET ASSETS, end of year	$ 11,064,504	$ 3,025,543	$ 14,090,047

See accompanying notes.

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended January 31, 2026

	Program Services	Management & General	Total
General Administration			
Contract Services	$ 46,195	$ 107,790	$ 153,985
Depreciation	26,199	26,200	52,399
Equipment Lease	1,979	4,615	6,594
Hospitality	924	231	1,155
Insurance	1,724	15,513	17,237
Legal and Professional Services	-	26,497	26,497
Occupancy and Utilities	21,523	21,523	43,046
Office Expense	3,642	3,643	7,285
Professional Expense	756	756	1,512
Shipping and Postage	979	980	1,959
Supplies and Materials	583	583	1,166
Thrivent Account Investment Fees	-	23,703	23,703
	104,504	232,034	336,538
Personnel			
Salaries	788,702	211,781	1,000,483
Leased Employees	-	-	-
Continuing Education	542	146	688
Payroll Taxes	15,301	4,108	19,409
Pension, Medical and Disability	155,183	41,670	196,853
Worker's Compensation	3,085	829	3,914
	962,813	258,534	1,221,347
Leadership, Support and Program			
Ministry Teams	14,109	-	14,109
Region II Support	1,250	-	1,250
Synodical Leadership	2,970	-	2,970
Travel	49,415	-	49,415
	67,744	-	67,744
Other Program Expenses			
Financial Support to ELCA	613,441	-	613,441
Support to Institutions	97,382	-	97,382
Assembly Expenses	38,270	-	38,270
Conferences and Workshops	127,478	-	127,478
DEM Expenses	7,273	-	7,273
Grants	366,415	-	366,415
Shared Ministry Expenses	577,943	-	577,943
Other Congregation Expenses	2,430	-	2,430
	1,830,632	-	1,830,632
Total Expenses	$ 2,965,693	$ 490,568	$ 3,456,261

See accompanying notes.

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
STATEMENT OF CASH FLOWS
Year Ended January 31, 2026

CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase (Decrease) in Net Assets		$ 494,802
Adjustments to reconcile (Decrease) in Net Assets to Net Cash		
Provided (Used) by operating activities:		
Depreciation	52,399	
Unrealized Gain on Investments	(593,410)	
Realized Gain on Investments	(120,005)	
Loss on Fixed Asset Disposal	1,248	
(Increase) Decrease in Contributions Receivables	(9,154)	
(Increase) Decrease in Synod Property Receivable	(67,500)	
(Increase) Decrease in Lease Asset	13,818	
Increase (Decrease) in Accrued Expenses and Payables	(15,981)	
Increase (Decrease) in Due to ELCA, Region & Others	(18,180)	
Increase (Decrease) in Short Term Lease Liability	(7,935)	
Increase (Decrease) in Long Term Lease Liability	(3,300)	
Total Adjustments		(768,000)
Net Cash (Used) by Operating Activities		(273,198)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investment in Fixed Assets	(29,722)	
Purchase of Investments	(1,450,376)	
Interest Income Invested in Mission Term Accounts	(104,276)	
Dividends Reinvested	(341,286)	
Withdrawal from MIF Term Account	922,999	
Withdrawal from ELCA Endowment Fund	94,610	
Withdrawal from Thrivent Mutual Fund Accounts	1,280,304	
Net Cash Provided by Investing Activities		372,253
DECREASE IN CASH		99,055
CASH AND CASH EQUIVALENTS - Beginning of year		1,337,548
CASH AND CASH EQUIVALENTS - End of year		$ 1,436,603
COMPOSITION OF CASH AND CASH EQUIVALENTS - ENDING		
Without Restriction		1,436,603
With Restriction		-
Total Cash and Cash Equivalents - Ending		$ 1,436,603

See accompanying notes.

NOTE A – NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Pacifica Synod of the Evangelical Lutheran Church in America (Synod) was incorporated as a not-for-profit organization in July 1986. The Synod is affiliated with the Evangelical Lutheran Church in America (ELCA) and is responsible for the oversight and the life and mission of the ELCA in the counties of Imperial, Orange, Riverside, San Bernardino, and San Diego in the state of California, and in the state of Hawaii. The Synod is supported primarily through contributions received from member congregations.

Significant Accounting Policies

Basis of Accounting

The financial statements of the Synod have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in ASU 2016-14. Accordingly, net assets, revenue, expenses, gains and losses are classified based on donor-imposed restrictions. Net assets of the Synod and changes therein are classified and reported as:

Without Donor Restrictions – Those resources not subject to donor-imposed restrictions. Resources not subject to donor-imposed restrictions include those net assets that the Synod has set aside for a particular purpose.

With Donor Restrictions – Those resources subject to donor-imposed restrictions that will be satisfied by action of the Synod or by the passage of time, and permanently restricted net assets that are subject to donor-imposed restrictions which never lapse.

Cash and Cash Equivalents

Cash consists of checking and savings deposits with banks.

Property and Equipment

Acquisitions of property and equipment in excess of $1,000 are capitalized. Property and equipment are carried at cost or, if donated, at the approximately fair value at the date of donation.

The Synod depreciates assets using the straight-line method over the useful lives of the assets of 5, 7 and 39 years.

NOTE A – NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Significant Accounting Policies (Continued)

Investments and Credit Risks

Investments consist of funds invested with Mission Investment Fund (a Financial Ministry of the ELCA), the ELCA Endowment Fund Pooled Trust, and Thrivent Financial Mutual Funds. Investments in the Mission Investment Fund include Demand with Check Writing Accounts and Mission Term Accounts. The Demand with Check Writing Accounts is similar in character to savings accounts and the Mission Term Accounts are certificates of deposits. All Mission Investment Funds are stated at cost and are not protected by FDIC.

Investments in the ELCA Endowment Fund are stated at fair value based on amounts reported to the Synod by the management of the Fund. Realized and unrealized gains and losses are reflected in the statement of activities. Investments in the ELCA Endowment Fund are not protected by SIPC (Security Investor Protection Corporation).

Investments in Thrivent Financial Mutual Funds are stated at fair value based upon quoted prices of the mutual funds in an active market. Realized and unrealized gains and losses are reflected in the statement of activities. Investments in the Thrivent Financial Mutual Funds are not protected by SIPC (Security Investor Protection Corporation).

As of January 31, 2026, the Synod's uninsured balance in cash and investments was as follows:

Checking	$ 153,585
Thrivent Money Market	343,305
Mission Investment Fund Demand with Check Writing Accounts	939,713
Mission Investment Fund Term Accounts	1,867,919
Checking, Money Market and Certificates of Deposit	3,304,522
ELCA Endowment Pooled Trust	1,073,284
Thrivent Bonds	271,620
Thrivent Mutual Funds	7,199,826
Total	$ 11,849,252

Disclosures about Fair Value of Assets and Liabilities

Fair Value Standards (ASC 820-10) establishes a hierarchal disclosure framework which prioritizes and ranks the level of market price observability used in measuring fair value. This hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three levels:

Level 1 - Quoted market prices are available in active markets for identical assets or liabilities as of the reporting date.

Level 2 - Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. A significant adjustment to a Level 2 input could result in the Level 2 measurement becoming a Level 3 measurement.

Level 3 - Pricing inputs are unobservable and shall be used to measure fair value to the extent that observable inputs are not available. The inputs into the determination of fair value are based upon the best information available and require significant management judgment or estimation.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

NOTE A – NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Significant Accounting Policies (Continued)

Contributed Services

The Synod receives services contributed by individuals involved in the Synod's missions. The services provided generally involve the contribution of time to various Synod committees. No amounts for contributed services have been reflected in the financial statements since the services do not meet accounting standards for recognition. The criteria require that contributed services create or enhance financial assets, require specialized skills which would be purchased if not donated and have an objective basis for measurement.

Leases

Leases are evaluated and classified as capital or operating in accordance with generally accepted accounting principles and recorded in accordance with ASC 842.

Effective February 1, 2022, the Synod adopted FASB ASC 842, Leases. The Synod determines if an arrangement contains a lease at inception based on whether it has the right to control the asset during the contract period and other facts and circumstances. The Synod elected the package of practical expedients permitted under the transition guidance within the new standard, which among other things, allowed it to carry forward the historical lease classification and use the risk free rate as a private organization.

Income Taxes

The Synod is included in a group ruling issued by IRS to the ELCA and therefore is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

Functional Expenses

Amounts presented in the statement of functional expenses for the year ended January 31, 2026 are allocated to program and supporting services using estimates based on measures of the benefits provided. Accordingly, certain costs have been allocated amount the programs and supporting services benefited based on management's estimate.

Use of Estimates

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

NOTE B – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Synod's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

Financial assets at January 31, 2026	
Checking, Money Market and Certificates of Deposit	$ 3,304,522
ELCA Endowment Pooled Trust	1,073,284
Thrivent Bonds	271,620
Thrivent Mutual Funds	7,199,826
Total	11,849,252
Less those financial assets unavailable for general expenditures within one year, due to:	
Donor-imposed to maintain as an endowment	(255,573)
Donor-imposed for specified purposes Temporarily Restricted Funds	(2,769,970)
Financial assets available to meet cash needs for general expenditure within one year	$ 8,823,709

NOTE C – INVESTMENTS

The following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis and recognized in the accompanying statement of financial position, as well as the general classification of such instruments pursuant to the valuation hierarchy.

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. Level 1 investments can include investments in mutual funds. If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows (Level 2). Where Level 1 and Level 2 inputs are not available, investments are classified within Level 3 hierarchy. Because market activity for the ELCA Endowment Fund investment is not active, the Synod's investment in the Fund is classified as Level 3. Investments in MIF Term Certificates are also classified as Level 3.

		Fair Value Measurements Using		
	Fair Value	Level 1	Level 2	Level 3
MIF Term Certificates	$ 1,867,919	$ -	$ -	$ 1,867,919
ELCA Endowment Fund	1,073,284	-	-	1,073,284
Thrivent Bond Fund	271,620	271,620		
Thrivent Financial Mutual Funds	7,199,826	7,199,826	-	-
	$ 10,412,649	$ 7,471,446	$ -	$ 2,941,203

Assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3):

	MIF Term	ELCA End Fund
January 31, 2025	$ 2,686,642	$ 1,016,821
Interest reinvested	104,276	
Dividends reinvested		35,758
Realized gains		16,092
Unrealized gains		99,223
Net cash withdrawn	(922,999)	(94,610)
Invested		
January 31, 2026	$ 1,867,919	$ 1,073,284

NOTE D – NET ASSETS WITH DONOR RESTRICTIONS - PERMANENTLY RESTRICTED FUNDS

In 1990 and 1994, Pacifica Synod received a bequest of $155,573 from the estate of Charles and Mabel Warner. In accordance with the provisions of the bequest, Synod Council placed the corpus of the trust in a Mission Certificate Account, and income from the trust is used to fund grants to specific programs and ministries of the Synod, and institutions and agencies affiliated with the ELCA.

In December 2015, Pacifica Synod received a gift of $100,000. Pursuant to the terms of the gift, the funds have been placed in a permanently restricted fund called “Matthew 25 Fund”. The gift has been invested in the ELCA Endowment Pooled Fund. The income of the fund is to be used to maintain congregational outreach and unity in the spirit of Matthew 25:35-40.

NOTE E – NET ASSETS WITH DONOR RESTRICTIONS - TEMPORARILY RESTRICTED ASSETS

CATHRYN W. WRIGHT BEQUEST

In 2002 the Synod received a bequest from Cathryn W. Wright in the amount of $590,000. Additional contributions which are also restricted for lay ministries have been added to this fund over the years. Consistent with Mrs. Wright’s direction that the bequest be used for caring lay ministries, the Synod Council has committed the funds to Lay Ministry Training. The following summarizes the activity in the fund during the year:

Fund Balance, January 31, 2025	$ 775,938
Investment Income	92,424
Grants	(8,825)
Fund Balance, January 31, 2026	$ 859,537

NOTE F – BORROWINGS BETWEEN OPERATING FUND, DESIGNATED FUNDS, AND TEMPORARILY RESTRICTED FUNDS

At January 31, 2026, the Unrestricted, Designated, Temporarily Restricted and Permanently Restricted Net Assets have inter-fund receivables and payables, as presented on the Statement of Financial Position. The receivables and payables are primarily attributable to transfers and re-allocations of funds during the year, not fully re-allocated in the related investments.

NOTE G – RETIREMENT PLAN

The Synod participates in a defined contribution retirement plan with Portico Benefit Services, formerly the Board of Pensions of the ELCA. The plan covers substantially all employees, and contributions are immediately fully vested and funded. The Synod’s total contribution to the plan was $97,344 for the year ended January 31, 2026.

NOTE H – COMMITMENTS AND CONTINGENCIES

In July 2021, the Synod entered into a 63 month lease for a Kyocera TASKalfa 4053 ci Copier. The lease calls for monthly payments of $372.65. Cash outflows were $4,472 and, in accordance with ASC 842, lease expense was $4,355 for the year ended January 31, 2026. The discount rate related to the Synod's lease liabilities as of January 31, 2023 was 1.63%. The copier right-of-use asset is valued at $4,302 as of January 31, 2026. The following is a schedule by years of future payments required under the lease together with their present value as of January 31, 3026:

Year Ending	Amount
January 31, 2027	3,354
Less: Interest	54
Present Value of Lease Liability	$3,300
Less Current Liability	3 300
Long Term Lease Liability	$ 0

NOTE I – CALVARY SETTLEMENT

On February 29, 2024, Pacifica Synod received $826,403 for a legal settlement with Calvary Lutheran Church of Santa Ana. The rest of the funds from the legal settlement were received on May 23, 2024 in the amount of $407,051. As requested per the settlement, a fund has been set up that is dedicated solely for the purposes of supporting, enhancing, or beginning ministries in the City of Santa Ana, Anaheim, and the greater Orange County area. As of January 31, 2025, the Synod had not completed depositing all the money into an investment account set up solely for the Calvary Settlement funds as per the agreement with Calvary. At that time, only $626,403 (Settlement funds net of agreement specified contributions and legal fees) were in compliance with the agreement. To meet the specifications of the agreement with Calvary, the Synod placed the remaining funds of $360,958 into the investment account set up for Calvary, in March 2025. As of January 31, 2026, all specifications of the agreement have been met.

NOTE J– REGION ARCHIVES

The Synod Council designated $30,000 due to Region Archives in prior years from the closing of three different congregations. The Bishop Council will need to determine if the process will remain at region or move locally. Once this is determined, a decision will be made as to where the funds are paid.

NOTE K– LILLY GRANT

The Pacifica Synod received $500,000 from Lilly Endowment, Inc. as an agent for Region 2 for "Thriving Leadership Formation". These funds are expected to be expended by Region 2 over a period of multiple years through December 31, 3030.

NOTE L– EVALUATION OF SUBSEQUENT EVENTS

Subsequent events have been evaluated through April 10, 2026, which is the date the financial statements were available to be issued. There are no known significant subsequent events.

SUPPLEMENTARY INFORMATION

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
SUPPLEMENTAL SCHEDULE 1
SCHEDULE OF NET ASSETS
January 31, 2026

		Without Donor Restrictions	With Donor Restrictions
Net Assets Without Donor Restrictions			
Operating Fund Balance (Deficit)		$ (146,525)	
Property Fund			
Center for Mission and Learning			
Land	1,236,905		
Building	1,930,264		
Furniture, Equipment, and Other	411,412		
	3,578,581		
Auto	32,222		
Furniture and Fixtures	3,800		
Office Equipment	34,122		
	3,648,725		
Less Accumulated Depreciation	(1,330,605)		
Total Property Fund		2,318,120	
Designated Funds - See Supplemental Schedule 2		8,892,909	
Total Net Assets Without Restrictions		$ 11,064,504	
Net Assets With Donor Restrictions			
Temporarily Restricted Net Assets - See Supplemental Schedule 3			2,769,970
Permanently Restricted Net Assets - See Note D for additional details			
Matthew 25 Fund	100,000		
Warner Trust Fund	155,573		
			255,573
Net Assets With Restrictions			$ 3,025,543

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
SUPPLEMENTAL SCHEDULE 2
SCHEDULE OF NET ASSETS WITHOUT DONOR RESTRICTIONS
DESIGNATED FUNDS
January 31, 2026

Net assets without donor restrictions which have been designated by Synod Council consist of the following:

Assembly Fund Carryover	$	35,445
Bishop's Transition		100,738
Bishop's Transition - Vestments		2,060
Border Relief Fund		9,405
CLC Legacy - Pacifica Synod		19,370
CLC Legacy - Pending		602,245
Coop Candidacy Comm		4,336
GEM (POP)		166,659
Latine Ministry Fund		158,918
Latino / Hispanic Ministry		401,563
Laurie Line Scholarship		49,418
Matthew 25 (POP)		161,841
New Start - Bethlehem Arabic LC		570,761
Pacifica Mission Fund		4,619,440
Palm Springs Mission Start		2,124
RL Miller (POP)		220,666
Synodical Administration		1,728,711
Synod Assembly Offering		2,491
Warner TR (POP)		36,718
	$	8,892,909

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
SUPPLEMENTAL SCHEDULE 3
SCHEDULE OF NET ASSETS WITH DONOR RESTRICTIONS
TEMPORARILY RESTRICTED FUNDS
January 31, 2026

AMMPARO Ministry Fundraising	$	996
Anti-Racism Training		10,447
Asian Ministry Coordihnator		2,045
Beaumont/CV Exploration		3,831
Bishop's Discretionary Fund		2,725
Bldg Missional Capacity Sustain		7,044
Boundaries Wkshp		1,614
Calvary SA Settlement (OC)		1,088,275
Candidacy Evaluations/Background checks		1,455
Cathryn Wright Trust		859,537
Coaching Ministry		364
Companion Synod Program		6,887
Day of theological Reflection		3,447
ELCA Batak, Redlands		190
ELCA Evangelism/Multiciltural Grants		2,500
ELCA WH Grant-Indigenous Initia		1,416
First Call Theological Education		7,456
Hawaii Wildfire Relief		86,320
HKBP, Claremont		2,680
Indonesian Lutheran, Riverside		4,288
International Companion Program		2,144
Matthew 25 Income		10,041
Mid School Youth Gathering 2024		11,282
New Miss. Dev. End. Fund		66,901
Portico 1% Welln3ess Award		4,875
Professional Leaders' Conf		(2,932)
R.L.Miller Scholarship Fund		3,425
Rev Laurie Line Mem Scholarship		48
SELA Collaborative, Whittier		7,518
Sembrando Border Grant		2,764
Synodical Mission Funding		7,676
Synodical Training		1,464
Tapestry Ministry Retreat		998
The Table, Fullerton		5,073
Theoasis Offering		1,566
Theoasis Scholarships		50
TLF Lilly Region 2 Grant		495,245
Warner Trust Income		58,315
	$	2,769,970

Temporarily restricted funds with negative balances have pending funding which will restore the balances.

PACIFICA SYNOD OF THE EVANGELICAL
LUTHERAN CHURCH IN AMERICA
SUPPLEMENTAL SCHEDULE 4
SCHEDULE OF EXPENSES BY FUNDING SOURCE
Year Ended January 31, 2026

	With Donor Restrictions			Without Donor Restrictions		
	Paid with Temp Restricted Funds	Shared Ministry	Total Released from Restrictions	Paid with Undesignated Funds	Paid with Designated Funds	Total Expenses
General Administration						
Contract Services	$ 150	$ 676	$ 826	$ 150,279	$ 2,880	$ 153,985
Depreciation	-	-	-	52,399	-	52,399
Equipment Lease	-	1,091	1,091	5,503	-	6,594
Hospitality	-	-	-	1,155	-	1,155
Insurance	-	2,400	2,400	14,837	-	17,237
Legal and Professional Services	-	-	-	26,497	-	26,497
Occupancy and Utilities	-	325	325	42,721	-	43,046
Office Expense	80	-	80	6,953	252	7,285
Professional Expense	-	-	-	1,512	-	1,512
Shipping and Postage	-	-	-	1,883	76	1,959
Supplies and Materials	-	-	-	1,166	-	1,166
Thrivent Investment Account fees	-	-	-	23,703	-	23,703
	230	4,492	4,722	328,608	3,208	336,538
Personnel						
Salaries	-	365,594	365,594	634,889	-	1,000,483
Leased Employees	-	-	-	-	-	-
Continuing Education	-	-	-	688	-	688
Payroll Taxes	-	1,203	1,203	18,206	-	19,409
Pension, Medical and Disability	-	62,909	62,909	133,944	-	196,853
Worker's Compensation	-	-	-	3,914	-	3,914
	-	429,706	429,706	791,641	-	1,221,347
Leadership, Support and Program						
Ministry Teams	190	-	190	6,455	7,464	14,109
Region II Support	-	-	-	1,250	-	1,250
Synodical Leadership	-	-	-	2,970	-	2,970
Travel	638	342	980	38,798	9,637	49,415
	828	342	1,170	49,473	17,101	67,744
Other Program Expenses						
Financial Support to ELCA	-	-	-	613,441	-	613,441
Financial Support to Institutions	-	-	-	97,382	-	97,382
Assembly Expenses	-	-	-	-	38,270	38,270
Conferences and Workshops	120,249	-	120,249	-	7,229	127,478
DEM Expenses	1,073	-	1,073	-	6,200	7,273
Grants	62,687	260,532	323,219	3,000	40,196	366,415
Shared Ministry Expenses	7,434	1,030	8,464	-	569,479	577,943
Other Congregation Expenses	-	2,430	2,430	-	-	2,430
ELCA DMU Grant for Staff - DEM			125,859	(125,859)	-	-
	191,443	263,992	581,294	587,964	661,374	1,830,632
Total Expenses	$ 192,501	$ 698,532	$ 1,016,892	$ 1,757,686	$ 681,683	$ 3,456,261