

To All DWP Retirement Plan Members:

This Summary Statement is submitted to you in conformity with Section III C (4) of the Retirement Plan Document. Your Retirement Plan continues well funded. Our actuaries reported the Plan's financial health remains strong under the auspices of your Board of Trustees. A complete financial report, audited by Simpson & Simpson CPAs, is available upon request. Please note our phone number and E-Mail address on the front panel.



Duamel Vellon
Retirement Plan Manager

RETIREMENT PLAN OFFICE STAFF

As of Date of Publication

Duamel Vellon
Retirement Plan Manager

Sangeeta Bhatia
Assistant Retirement Plan Manager

Rodelio Abarro
Investment Officer

Lisa Poon
Investments—Short Term

Carmelina Sandoval
Disability & Death Benefits

Conney Williams
Retirement

Michelle Woo
Membership

Silvia Tesseneer
Recording Secretary

Kendrick Mah
Administrative Assistant

Victor Wong
Administrative Assistant

CONSULTING SERVICES

As Of June 30, 2001

ACTUARY INVESTMENT CONSULTANT
The Segal Company Capital Resource Advisors

AUDITOR CUSTODIAL BANK
Simpson & Simpson Bank of New York

INVESTMENT MANAGERS
The Boston Company
Highmark Capital
Trust Company of the West

DWP BOARD OF ADMINISTRATION

Retirement Board

As of Date of Publication

Ex-Officio/Appointed Members



David Wiggs
General Manager



Mary Leslie
Commissioner



Ronald O. Vasquez
Chief Financial Officer



William Williams
Appointed
Retired Member

Elected Members



Javier Romero
President



Daniel C. Mirisola
Vice-President



Lilly Calvache

**WATER and POWER EMPLOYEES'
RETIREMENT, DISABILITY and
DEATH BENEFIT INSURANCE
PLAN**



**SUMMARY
ANNUAL
REPORT**

JUNE 30, 2001

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Los Angeles, CA 90012

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STATEMENT OF CHANGES IN PLAN NET ASSETS

(Assets At Market Value)

Retirement Fund

	<u>2001</u>	<u>2000</u>
Net Assets- Beginning of Year	\$ 5,887,764,096	5,931,679,778
Member's Contributions	27,688,883	26,128,536
Installment Payment From Early Retired Employees	124,181	187,320
Department Contributions Towards Benefits (Net of Reversions)	25,763,218	24,426,465
Administration	2,282,401	2,374,325
Total Contributions	\$ <u>55,858,683</u>	<u>53,116,646</u>
Investment Income* (Less Investment Expenses)	494,609,763 <u>(878,632)</u>	24,837,721 <u>(884,773)</u>
Total Income & Appreciation	\$ <u>493,731,131</u>	<u>23,952,948</u>
Total Additions	\$ 549,589,814	77,069,594
Retirement Allowances Paid	275,870,558	271,559,094
Refund of Members' Contributions	2,874,071	3,844,513
Administrative Expenses	<u>1,403,769</u>	<u>1,489,552</u>
Total Deductions	\$ <u>280,148,398</u>	<u>276,893,159</u>
Other Additions	—	155,907,883
Net Increase (Decrease)	<u>269,441,416</u>	<u>(43,915,682)</u>
Net Assets - End of Year	\$ <u>6,157,205,512</u>	<u>5,887,764,096</u>

Disability Fund

	<u>2001</u>	<u>2000</u>
Member's Contributions	\$ 354,298	340,373
Department Contributions	<u>2,120,878</u>	<u>3,295,315</u>
Total Contributions	\$ <u>2,475,176</u>	<u>3,365,688</u>
Benefits Paid		
Temporary Disability	\$ 4,211,036	2,427,385
Permanent Total Disability	1,037,601	1,023,333
Supplemental Disability	<u>523,189</u>	<u>1,831,154</u>
Total Benefits Paid	\$ <u>5,771,826</u>	<u>5,281,872</u>

Death Benefit Fund

	<u>2001</u>	<u>2000</u>
Member's Contributions	\$ 260,303	252,310
Department Contributions	<u>4,350,815</u>	<u>5,103,017</u>
Total Contributions	\$ <u>4,611,118</u>	<u>5,355,327</u>
Benefits Paid		
Death Benefit	\$ 6,094,784	6,290,737
Survivors Optional Allowances	—	—
Family Allowances	<u>304,905</u>	<u>300,754</u>
Total Benefits Paid	\$ <u>6,399,689</u>	<u>6,591,491</u>

* These figures take into account the Fair Market Value Net Appreciation of \$259,512,870 for 2001 and Fair Market Value Net Depreciation of \$199,843,028 for 2000.

WATER AND POWER EMPLOYEES' RETIREMENT, DISABILITY, AND DEATH BENEFIT INSURANCE PLAN

**SUMMARY ANNUAL REPORT
JUNE 30, 2001**

ANNUAL ACTIVITY

Active Membership

	<u>2001</u>	<u>2000</u>
Number of Contributing Members	7,265	6,931
Number of Contracts to Purchase Service Credit	1,405	1,329
Number of New Members	657	929
Number of Withdrawals of Funds	66	112
Average Age	45.5	44.8
Average Years of Service	15.4	15.4

Retirees

	<u>2001</u>	<u>2000</u>
Number of Retirees	7,508	7,459
Number of Surviving Spouses & Beneficiaries	1,893	1,896
Number Who Retired During the Fiscal Year	54	96
Average Age at Retirement	55.4	54.94

Disability Related

	<u>2001</u>	<u>2000</u>
Number of Temporary Disability Claims	799	732
Number of Temporary Disability Claims per 1000 Employees	109.9	105.6
Number Paid Worker's Compensation Supplement	162	208
Number on PTD	59	65

Death Benefit Related

	<u>2001</u>	<u>2000</u>
Number of Deaths		
Active members	18	16
Retirees	295	325
Number Receiving Monthly Survivorship	366	372
Number of Family Allowances	87	98
Number of Children on Family Death Benefit Roll	114	96

ACTUARIAL BALANCE SHEET

Assets

	<u>June 30, 2001</u>	<u>June 30, 2000</u>
Total Actuarial Value of Assets	\$5,833,274,582	5,605,856,078
Present Value of Future Member's Contributions	247,305,813	222,025,060
Present Value of Future Department Contributions for a. Entry Age Normal Cost	478,271,822	437,929,359
b. Unfunded Actuarial Accrued Liability	<u>(527,011,846)</u>	<u>(522,896,000)</u>
Total Current and Future Assets	<u>\$6,031,840,371</u>	<u>5,742,914,497</u>

Liabilities

	<u>June 30, 2001</u>	<u>June 30, 2000</u>
Present Value of Benefits Already Granted	\$3,385,192,912	3,374,531,483
Present Value of Benefits to be Granted	<u>2,646,647,459</u>	<u>2,368,383,014</u>
Total Liabilities	<u>\$6,031,840,371</u>	<u>5,742,914,497</u>

RETIREMENT FUND PORTFOLIO INVESTMENTS

(Based on Market Value on June 30, 2001)

Bonds	\$ 1,450,541,564
Common Stock	3,623,361,493
Mortgage-Backed Securities	350,464,000
Short-Term Instruments	1,168,069,912

**RETIREMENT FUND
PORTFOLIO PERFORMANCE
(For the Period Ending June 30, 2001)**

<u>Total Rates of Return</u>	<u>(%) Rate</u>	<u>Percentile Rank*</u>
1 Year	8.35	2
5 Year	11.86	17
10 Year	12.42	8
<u>Equity Rates of Return</u>		
1 Year	7.56	30
5 Year	14.79	47
10 Year	15.38	45
<u>Bond Rates of Return</u>		
1 Year	10.68	56
5 Year	7.83	22
10 Year	8.90	16

* Within the Total Public Funds Universe