

DWP BOARD OF ADMINISTRATION
Retirement Board

Ex-Officio/Appointed Members



Janisse Quiñones
Chief Executive Officer
& Chief Engineer



Wilma J. Pinder
Commissioner



Linda T. Ikegami
Chief Accounting
Employee



Elizabeth Johnson
Appointed
Retired Member

Elected Members



Adolfo Felix
President



Marco Jimenez
Vice-President



India Parks
Member

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



SUMMARY
ANNUAL
REPORT

JUNE 30, 2024

Retirement Plan Office
111 N Hope St.—Room 357
Los Angeles, CA 90012

Phone: (213) 367-1712
(800) 367-7164

E-Mail: RETIRE@LADWP.COM
Website: RETIREMENT.LADWP.COM

To All DWP Retirement Plan Members:

The Summary Annual Report as of June 30, 2024, is submitted in conformity with Section III C (4) of the Retirement Plan provisions. A complete financial report, audited by Simpson & Simpson, CPAs, is available on the Retirement Plan Office website (<https://retirement.ladwp.com/>).

The total fiduciary net position of the Retirement Fund increased to \$17.8 billion, up from \$16.4 billion in the prior year. This \$1.4 billion increase is primarily attributable to strong investment performance, reflecting favorable capital market conditions. The funded ratio of the Retirement Fund (fiduciary net position as a percentage of total pension liability) increased to 98.81% from 96.58%.

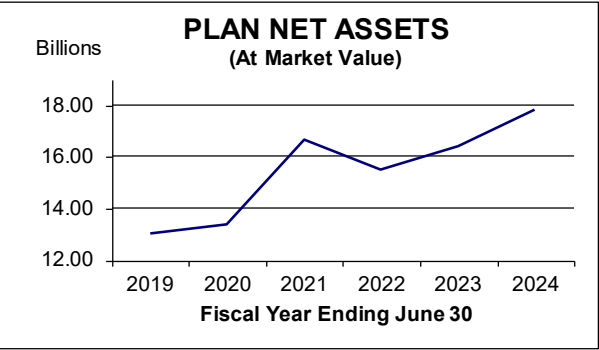
The Retirement Fund’s net pension liability decreased to \$214.3 million at fiscal year-end, compared to \$582.1 million in the prior year. The Department’s contribution to the Retirement Fund for Fiscal Year 2024-2025 will decrease to 27.97% of payroll, down from 31.40% in accordance with the annual Actuarial Valuation as of July 1, 2024, prepared by Segal Consulting. This report is also available on the Retirement Plan Office website.

Pension plan assets are professionally managed and invested in well-diversified asset classes to manage risk while seeking to achieve long-term investment goals.

The Retirement Board and Staff remain committed to their mission of delivering responsive and efficient service through responsible administration of the Plan and prudent management of its assets.

Adolfo Felix
President
Retirement Board

Linda P. Le
Chief Executive of the
Retirement System



RETIREMENT PLAN OFFICE STAFF

Linda P. Le
Chief Executive of the Retirement System

William Feng
Assistant Retirement Plan Manager

Riza Mulawin
Assistant Retirement Plan Manager

Andrew Virzi III
Assistant Retirement Plan Manager

Jeremy Wolfson
Chief Investment Officer

Tri Luu
Chief Accountant

LEGAL COUNSEL
City Attorney’s Office

Joshua M. Geller

SERVICE PROVIDERS
As of June 30, 2024

ACTUARY The Segal Company	PROXY SERVICE PROVIDER Glass, Lewis & Co., LLC
AUDITOR Simpson & Simpson, CPAs	TRANSACTION COST ANALYSIS PROVIDER Zeno AN Solutions
CUSTODIAN BANK Northern Trust	COMMISSION RECAPTURE Russell Investments Implementations Services, LLC
INVESTMENT CONSULTANTS StepStone Group Real Estate, L.P. StepStone Group, L.P. RVK, Inc.	IN-KIND DISTRIBUTION Hamilton Lane Advisors, LLC
COUNSEL Ice Miller, LLP Nossaman, LLP Kutak Rock, LLP	PORTFOLIO TRANSITION PROVIDERS Blackrock Institutional Trust Co., N.A. Northern Trust Investments, Inc. Russell Implementation Services, Inc. Citigroup Global Market, Inc.

INVESTMENT MANAGERS

ACORE Capital Adams Street Partners Affinius Capital (formerly USAA Real Estate Company) AllianceBernstein Allspring Global Investments Almanac Realty Investors Angelo Gordon & Co. Apollo Global Management, LLC Ares Management, LLC Aristotle Pacific Capital Atalaya Capital Management Audax Group BlackRock Blackstone Inc. Boston Partners Bristol Group, Inc. Brookfield Asset Management Inc. Cabot Properties Capital Dynamics Capital Group Carberus Clayton, Dubilier & Rice, Inc. Clearlake Capital Group Crestview Partners Dimensional Fund Advisors DRA Advisors, LLC Earnest Partners, LLC Emerald Advisors, Inc. EnCap Investments EQT Equity EQT Exeter FIAM, LLC Fisher Lynch Capital FPA Multifamily, LLC Genstar Capital Partners Green Equity Investors Hancock Timber Resource Group Harrison Street	Harvest Partners Industry Ventures, LLC Invesco Real Estate Invesco National Trust Company J.P. Morgan Jamestown Jennison Associates, LLC Landmark Partners, Inc. LaSalle Investment Management Lexington Partners, Inc. Lone Star Funds Longpoint Realty Los Angeles Capital Management & Equity Research, Inc. Marathon Asset Management Mesa West Capital MFS Institutional Advisors, Inc. Molpus Woodlands Group Monarch Private Capital Neuberger Berman Oak HC/FT Partners PCIM Real Estate Platinum Equity Advisors, LLC Prologis, Inc. Providence Strategic Growth Capital Partners, LLC Rialto Searchlight Capital Partners, LLC Silver Lake Partners Sixth Street TAO Partners Stellax Capital Management TPG Torchlight Investors, LLC Trivest Partners T. Rowe Price Associates Victory Park Capital Vista Equity Partners Wellington Management Westbrook Partners
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STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION

Retirement Fund	2024	2023
Net Position– Beginning of Year	\$16,424,801,111	15,513,924,394
Members’ Contribution	162,160,081	144,715,315
Department Contribution Towards		
Benefits (Net of Reversions)	425,303,910	361,585,859
Administration Expenses	6,664,463	6,893,095
Total Contributions	\$594,128,454	513,194,269
Total Investment Income ¹	1,702,310,165	1,251,906,894
(Less Securities Lending Expenses)	(31,534,095)	(28,603,412)
(Less Investment Expenses)	(76,801,959)	(70,402,377)
Net Investment Income	\$1,593,974,111	1,152,901,105
Other Income	155,619	241,691
Total Additions	\$2,188,258,184	1,666,337,065
Retirement Benefits Paid	783,895,839	740,641,591
Refund of Members’ Contribution	10,821,672	8,819,054
Administrative Expenses	5,644,683	5,999,703
Total Deductions	\$800,362,194	755,460,348
Net Increase in Plan Net Position	\$1,387,895,990	910,876,717
Net Position - End of Year	\$17,812,697,101	16,424,801,111

Disability Fund		
Members’ Contribution	\$557,756	538,949
Department Contribution	18,583,785	16,452,431
Total Contributions	\$19,141,541	16,991,380

Benefits Provided		
Contingent Disability	\$669,122	823,843
Temporary Disability	15,769,242	14,896,259
Extended Temporary Disability	809,299	511,407
Permanent Total Disability	1,871,135	1,929,599
Supplemental Disability	1,168,591	1,005,096
Total Benefits Paid	\$20,287,389	19,166,204

Death Benefit Fund		
Members’ Contribution	\$387,090	378,022
Department Contribution	18,629,896	16,497,224
Total Contributions	\$19,016,986	16,875,246

Benefits Paid		
Death Benefit	\$7,522,255	8,142,167
Family Allowances	1,437,225	581,671
Total Benefits Paid	\$8,959,480	8,723,838

Retiree Health Benefits Fund		
Department Contributions	\$115,661,042	114,618,126
Net Investment/Other Income ²	296,949,871	209,846,044
Total Additions	\$412,610,913	324,464,170

Retiree Health Benefits Paid (Insurance Premiums)	\$114,570,059	113,571,109
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¹ Includes Fair Market Value Net Appreciation of \$1,311,693,860 for 2024 and Net Appreciation of \$872,376,208 for 2023.
² Includes Fair Market Value Net Appreciation of \$242,896,039 for 2024 and Net Appreciation of \$160,321,413 for 2023.

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

SUMMARY ANNUAL REPORT
JUNE 30, 2024

ANNUAL ACTIVITY

Active Membership	2024	2023
Number of Contributing Members	11,485	11,039
Tier 1	4,809	5,182
Tier 2	6,676	5,857
Number of New Members	934	694
Average Age	46.1	46.5
Average Years of Service	12.5	13.1

Disability Related		
Number of Temporary Disability Claims	1,009	1,052
Number Paid Worker’s Compensation Supplement	196	234
Number on PTD	48	52

Retirees		
Number of Retirees	7,958	7,819
Tier 1	7,916	7,791
Tier 2	42	28
Number of Beneficiaries	1,919	1,937
Tier 1	1,917	1,936
Tier 2	2	1
Number Who Retired During the Fiscal Year	411	354
Average Monthly Benefit	\$7,414	7,107
Average Age	73.0	72.9

Death Benefit Related		
Number of Deaths		
Active members	20	18
Retirees	272	308
Number Receiving Monthly Survivorship	256	261
Number of Family Allowances	57	59
Number of Children on Family Death Benefit Roll	69	73

ACTUARIAL BALANCE SHEET

Assets	June 30, 2024	June 30, 2023
Total Actuarial Value of Assets	\$17,600,753,628	16,595,320,789
Present Value of Future Contributions by Members	1,709,400,060	1,510,857,277
Present Value of Future Department Contributions for		
a. Normal Cost	2,752,542,511	2,557,900,478
b. Unfunded Actuarial Accrued Liability	426,183,197	411,548,035
Total Current and Future Assets	\$22,488,879,396	21,075,626,579

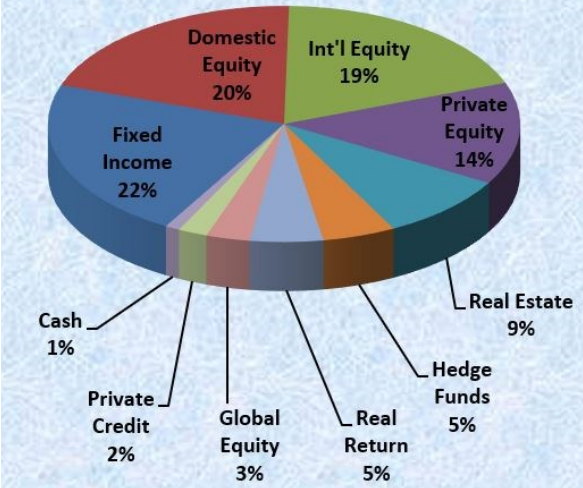
Liabilities		
Present Value of Benefits Retirees & Beneficiaries	\$10,860,647,602	10,099,709,651
Present Value of Benefits Terminated Vested Members	258,226,141	251,202,030
Present Value of Benefits Active Members	11,370,005,653	10,724,714,898
Total Liabilities	\$22,488,879,396	21,075,626,579

RETIREMENT FUND
PORTFOLIO PERFORMANCE
(Fiscal Year Ended June 30, 2024)

Asset Class vs. Benchmarks	1YR (%)	3YR (%)	5YR (%)
Total Retirement Fund	10.01	3.92	8.09
Policy Benchmark	12.62	4.09	7.90
Domestic Equity	24.58	7.78	14.15
Russell 3000	23.13	8.05	14.14
International Equity	12.81	0.48	6.66
MSCI ACWI ex US-IMI ND	11.57	0.19	5.62
Global Equity ¹	15.21	7.68	----
MS AC Wld Idx IMI Nt	18.40	4.70	----
Fixed Income	6.25	-0.41	1.55
Fixed Income Blend	5.58	-1.09	0.92
Private Credit ²	8.88	----	----
Credit Suisse Lev. Loan +2%	14.63	----	----
Real Estate ³	-9.91	2.43	3.21
NCREIF + 50bps	-6.69	4.15	4.27
Real Return	7.16	4.02	6.43
CPI + 1%	4.34	6.23	5.69
Private Equity ³	6.85	13.52	16.51
Russell 3000 + 3%	33.09	13.05	17.73
Hedge Funds (One Month Lag)	9.29	7.54	5.43
T-Bills + 3%	8.60	5.97	5.18
Cash	5.81	3.41	2.41
ML 3 Month T-Bills	5.40	3.03	2.16

¹ Added to portfolio in September 2020 ² Added to portfolio in October 2021 ³ Returns as of 3/31/2024

Retirement Fund Portfolio
Asset Class by Allocation
As of June 30, 2024



RETIREMENT FUND PORTFOLIO
ASSET ALLOCATION¹
(As of June 30, 2024)

Asset Class	Market Value (\$ Million)	Current Allocation (%)	Target Allocation (%)
Fixed Income	3,857	22	23
Domestic Equity	3,588	20	23
International Equity	3,371	19	19
Private Equity	2,444	14	10
Real Estate	1,575	9	10
Hedge Funds	994	5	5
Real Return	859	5	5
Global Equity	499	3	3
Private Credit	336	2	1
Cash	228	1	1
Total Retirement Fund	\$17,751	100	100

¹ Source: The Northern Trust Company