

DWP BOARD OF ADMINISTRATION
Retirement Board

Ex-Officio/Appointed Members



Janisse Quiñones
Chief Executive Officer
& Chief Engineer



Wilma J. Pinder
Commissioner



John Equina
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**



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, 2025, 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 \$19.5 billion, up from \$17.8 billion in the prior year. This \$1.7 billion increase is primarily attributable to strong investment performance, reflecting good capital market conditions. The funded ratio of the Retirement Fund (fiduciary net position as a percentage of total pension liability) increased to 103.57% from 98.81%.

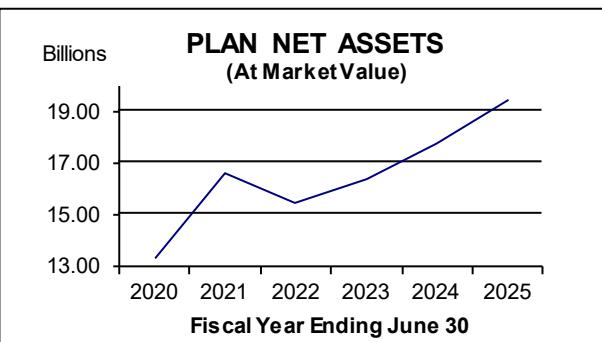
The Retirement Fund reported a net pension asset of \$672.4 million at fiscal year-end, compared to a net pension liability of \$214.3 million in the prior year. The Department's contribution to the Retirement Fund for Fiscal Year 2025-2026 will decrease to 16.00% of payroll, down from 27.97% in accordance with the annual Actuarial Valuation as of July 1, 2025, 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
Retirement Plan Manager



RETIREMENT PLAN OFFICE STAFF

Linda P. Le
Retirement Plan Manager

William Feng
Assistant Retirement Plan Manager

Riza Mulawin
Assistant Retirement Plan Manager

Mary Frances Sandoval
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, 2025

ACTUARY
The Segal Company

TRANSACTION COST ANALYSIS PROVIDER
Zeno AN Solutions

AUDITOR
Simpson & Simpson, CPAs

COMMISSION RECAPTURE
Russell Investments Implementation Services, LLC

CUSTODIAN BANK
Northern Trust

IN-KIND DISTRIBUTION
Hamilton Lane Advisors, LLC

INVESTMENT CONSULTANT
StepStone Group Real Estate, L.P.
StepStone Group, L.P.
RVK, Inc.

PORTFOLIO TRANSITION PROVIDERS
BlackRock Institutional Trust Company, N.A.
Northern Trust Investments, Inc.
Russell Implementation Services, Inc.
Citigroup Global Markets, Inc.

PROXY SERVICE PROVIDER
Glass, Lewis & Co., LLC

INVESTMENT MANAGERS

ACORE Capital
Adams Street Partners
Affinius Capital (USA) Real Estate Company
AllianceBernstein

J.P. Morgan
Jamestown
Jennison Associates, LLC
Landmark Partners, Inc.
LaSalle Investment Management
Leonard Green & Partners, L.P.
Lexington Partners, Inc.
Locust Point Capital, Inc.
Lone Star Funds
Longpoint Realty

Allspring Global Investments
Almanac Realty Investors
Apollo Global Management, LLC

Los Angeles Capital Management & Equity Research, Inc.
Marathon Asset Management
Mesa West Capital

Ares Management, LLC
Aristotle Pacific Capital
Audax Group
Bain Capital, L.P.
Beach Point Capital Management LP

Mesha West Capital
MFS Institutional Advisors, Inc.
Molpus Woodlands Group
Monarch Private Capital
Neuberger Berman

BlackRock
Blackstone Inc.
Blue Owl Capital, Inc.
Boston Partners
Bristol Group, Inc.

Ninety One
Oaktree Capital Partners
PGIM Real Estate
Platinum Equity Advisors, LLC
Prologis, Inc.

Brookfield Asset Management Inc.
Cabot Properties
Capita Dynamics
Capita Group
Cerberus

Providence Strategic Growth Capital Partners, LLC
Rialto
Searchlight Capital Partners, LLC
Silver Lake Partners
Sixth Street Advisers, LLC
Stellex Capital Management
TPG

Clayton, Dubilier & Rice, Inc.
Clearlake Capital Group
Crestview Partners
DRA Advisors, LLC

Torchlight Investors, LLC
Trivest Partners
T. Rowe Price Associates
Victory Park Capital
Vista Equity Partners

Emerald Advisors, Inc.
EnCap Investments
EOT AB
FIAM, LLC
Fisher Lynch Capital
FPA Multifamily, LLC

Wellington Management
Westbrook Partners

FTV Management Company
Genstar Capital Partners
Hancock Timber Resource Group
Harrison Street
Harvest Partners

Invesco Ltd.

**STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION**

Retirement Fund	2025	2024
Net Position– Beginning of Year	\$17,812,697,101	16,424,801,111
Members' Contribution	181,754,501	162,160,081
Department Contribution Towards Benefits (Net of Reversions)	426,135,547	425,303,910
Administration Expenses	7,172,620	6,664,463
Total Contributions	\$615,062,668	594,128,454
Total Investment Income ¹	2,045,078,765	1,702,310,165
(Less Securities Lending Expenses)	(35,643,232)	(31,534,095)
(Less Investment Expenses)	(106,734,309)	(76,801,959)
Net Investment Income	\$1,902,701,224	1,593,974,111
Other Income	770,305	155,619
Total Additions	\$2,518,534,197	2,188,258,184
Retirement Benefits Paid	824,098,940	783,895,839
Refund of Members' Contribution	14,226,939	10,821,672
Administrative Expenses	6,131,340	5,644,683
Total Deductions	\$844,457,219	800,362,194
Net Increase in Plan Net Position	\$1,674,076,978	1,387,895,990
Net Position - End of Year	\$19,486,774,079	17,812,697,101
Disability Fund		
Members' Contribution	\$581,927	557,756
Department Contribution	21,296,712	18,583,785
Total Contributions	\$21,878,639	19,141,541
Benefits Provided		
Contingent Disability	\$836,494	669,122
Temporary Disability	15,821,967	15,769,242
Extended Temporary Disability	629,463	809,299
Permanent Total Disability	1,745,760	1,871,135
Supplemental Disability	1,372,890	1,168,591
Total Benefits Paid	\$20,406,574	20,287,389
Death Benefit Fund		
Members' Contribution	\$401,420	387,090
Department Contribution	19,635,914	18,629,896
Total Contributions	\$20,037,334	19,016,986
Benefits Paid		
Death Benefit	\$8,479,691	7,522,255
Family Allowances	1,046,845	1,437,225
Total Benefits Paid	\$9,526,536	8,959,480
Retiree Health Benefits Fund		
Department Contributions	\$129,447,730	115,661,042
Net Investment/Other Income ²	350,564,516	296,949,871
Total Additions	\$480,012,246	412,610,913
Retiree Health Benefits Paid (Insurance Premiums)	\$128,243,470	114,570,059

¹ Includes Fair Market Value Net Appreciation of \$1,595,169,744 for 2025 and Net Appreciation of \$1,311,693,860 for 2024.

² Includes Fair Market Value Net Appreciation of \$292,529,350 for 2025 and Net Appreciation of \$242,896,039 for 2024.

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

**SUMMARY ANNUAL REPORT
JUNE 30, 2025**

ANNUAL ACTIVITY

<u>Active Membership</u>	<u>2025</u>	<u>2024</u>
Number of Contributing Members	11,955	11,485
Tier 1	4,512	4,809
Tier 2	7,443	6,676
Number of New Members	885	934
Average Age	46.0	46.1
Average Years of Service	12.2	12.5

Disability Related

Number of Temporary Disability Claims	1,031	1,009
Number Paid Worker's Compensation Supplement	194	196
Number on PTD	42	48

Retirees

Number of Retirees	8,027	7,958
Tier 1	7,973	7,916
Tier 2	54	42
Number of Beneficiaries	1,908	1,919
Tier 1	1,904	1,917
Tier 2	4	2
Number Who Retired During the Fiscal Year	340	411
Average Monthly Benefit	\$7,749	7,414
Average Age	73.2	73.0

Death Benefit Related

Number of Deaths		
Active members	22	20
Retirees	271	272
Number Receiving Monthly Survivorship	250	256
Number of Family Allowances	55	57
Number of Children on Family Death Benefit Roll	71	69

ACTUARIAL BALANCE SHEET

<u>Assets</u>	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Total Actuarial Value of Assets	\$18,912,474,057	17,600,753,628
Present Value of Future Contributions by Members	1,895,222,241	1,709,400,060
Present Value of Future Department Contributions for		
a. Normal Cost	2,912,912,718	2,752,542,511
b. Unfunded/(Overfunded)		
Actuarial Accrued Liability	(98,095,223)	426,183,197
Total Current and Future Assets	\$23,622,513,793	22,488,879,396

Liabilities

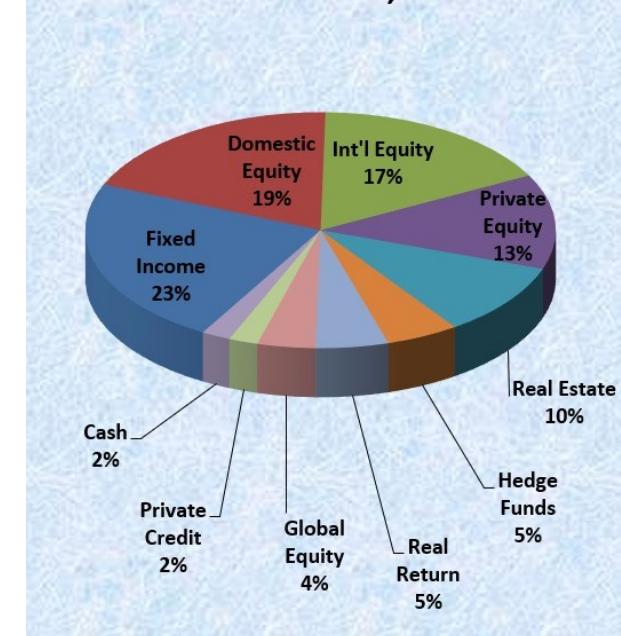
Present Value of Benefits		
Retirees & Beneficiaries	\$11,411,484,531	10,860,647,602
Present Value of Benefits		
Terminated Vested Members	251,876,525	258,226,141
Present Value of Benefits		
Active Members	11,959,152,737	11,370,005,653
Total Liabilities	\$23,622,513,793	22,488,879,396

**RETIREMENT FUND PORTFOLIO PERFORMANCE
(Fiscal Year Ended June 30, 2025)**

<u>Asset Class vs. Benchmarks</u>	<u>1YR (%)</u>	<u>3YR (%)</u>	<u>5YR (%)</u>
Total Retirement Fund Policy Benchmark	10.84	9.50	9.54
10.92	10.45	9.38	
Domestic Equity Russell 3000	14.20	19.18	15.53
15.30	19.08	15.96	
International Equity MSCI ACWI ex US-IMI ND	22.94	16.43	11.25
17.83	13.92	10.20	
Global Equity MS AC Wld Idx IMI Nt	27.17	19.89	----
15.89	16.80	----	
Fixed Income	8.34	5.65	2.20
7.50	4.98	1.40	
Private Credit S&P UBS Lev. Loan +2%	10.72	9.48	----
9.15	9.23	----	
Real Estate NCREIF + 50bps	1.80	-3.11	2.70
3.23	-1.61	3.76	
Real Return CPI + 1%	5.67	3.69	6.85
3.40	4.17	5.71	
Private Equity ³ Russell 3000 + 3%	5.33	4.77	16.56
10.42	11.45	21.68	
Hedge Funds (One Month Lag)	10.09	8.05	8.95
7.89	7.57	5.77	
Cash ML 3 Month T-Bills	4.94	4.97	3.07
4.68	4.56	2.76	

¹ Added to portfolio in September 2020 ² Added to portfolio in October 2021 ³ Returns as of 3/31/2025

Retirement Fund Portfolio Asset Class by Allocation As of June 30, 2025



RETIREMENT FUND PORTFOLIO ASSET ALLOCATION¹ (As of June 30, 2025)

<u>Asset Class</u>	<u>Market Value (\$ Million)</u>	<u>Current Allocation (%)</u>	<u>Target Allocation (%)</u>
Fixed Income	4,401	23	22
Domestic Equity	3,633	19	21
International Equity	3,359	17	17
Private Equity	2,649	13	12
Real Estate	1,835	10	10
Hedge Funds	980	5	5
Real Return	907	5	5
Global Equity	836	4	4
Private Credit	434	2	3
Cash	382	2	1
Total Retirement Fund	\$19,416	100	100

¹ Source: The Northern Trust Company