



Classic Values, Innovative Advice

Allentown Single Employer Pension Plans

2026 Pension Projections

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February 17, 2026



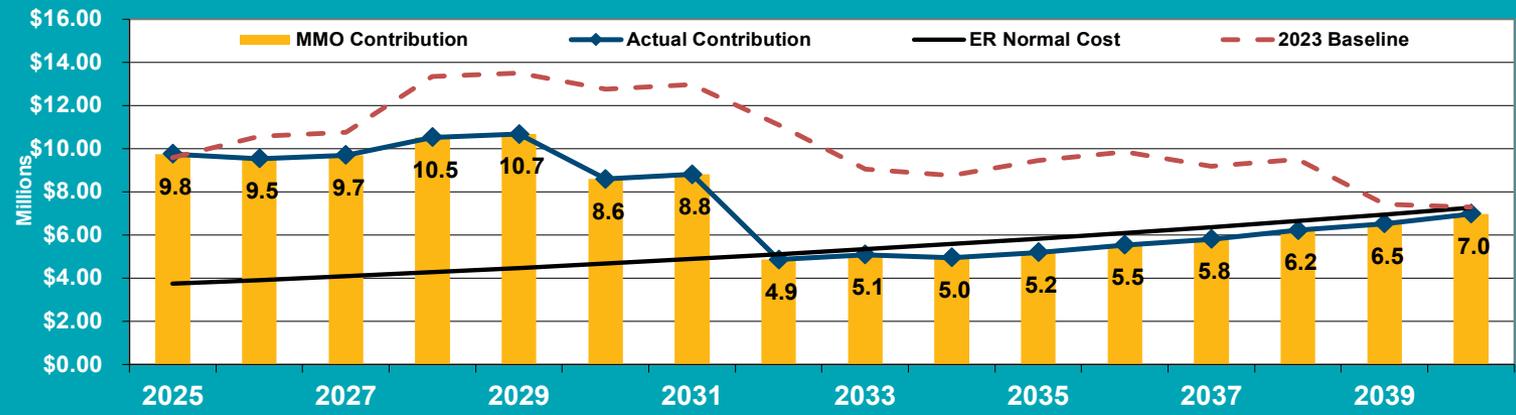
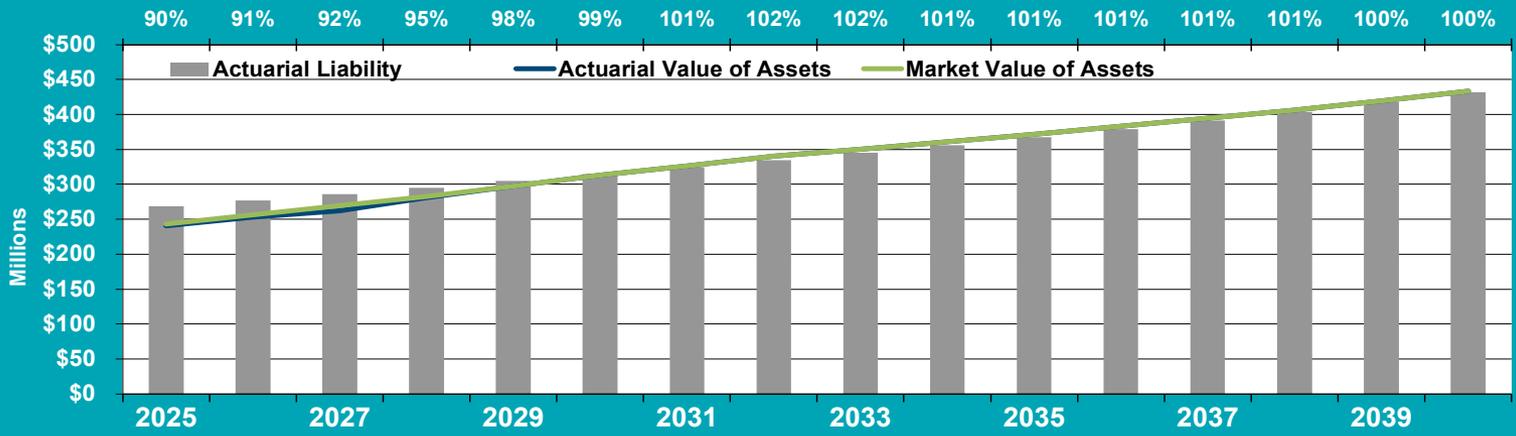


CHEIRON

\$ Million

| | | | | | |
|---------------|--------|-----------------|----|--------------------------------|------|
| Plan Type | Police | Amort. Period | 11 | Baseline Year | 2023 |
| Interest Rate | 7.30% | 10-Year Rolling | No | <- "Yes" only for O&E and Fire | |

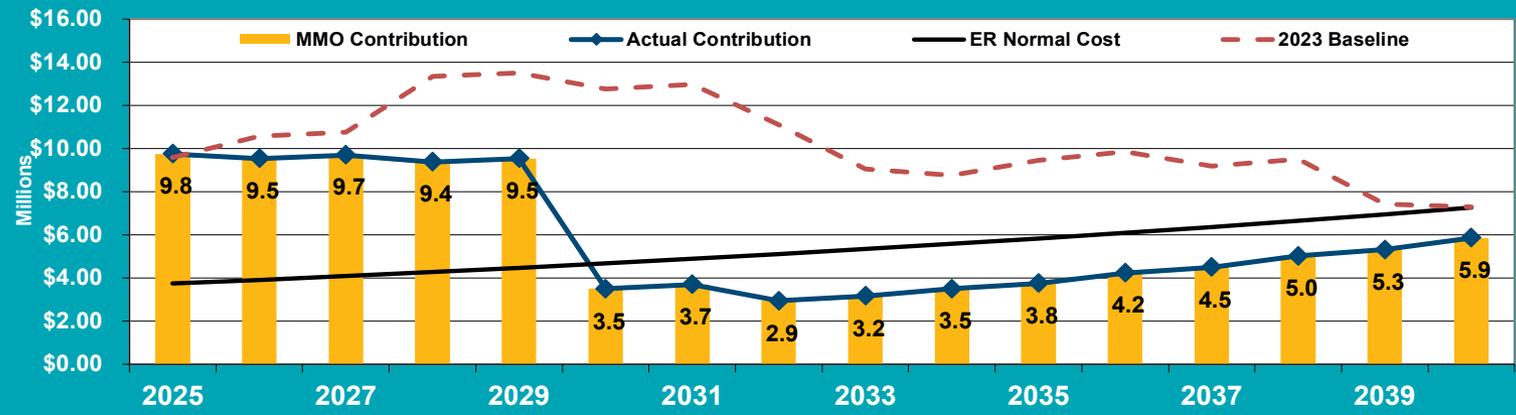
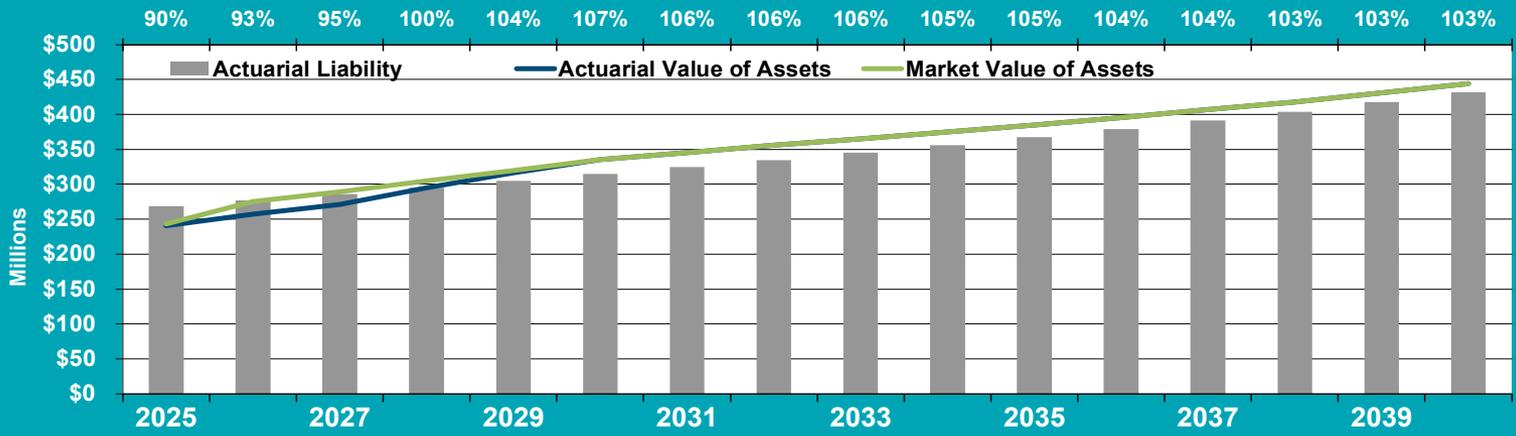
| | Inv Ret | Add'l Cont |
|------|---------|------------|
| 2025 | 7.30% | \$0.0 |
| 2026 | 7.30% | \$0.0 |
| 2027 | 7.30% | \$0.0 |
| 2028 | 7.30% | \$0.0 |
| 2029 | 7.30% | \$0.0 |
| 2030 | 7.30% | \$0.0 |
| 2031 | 7.30% | \$0.0 |
| 2032 | 7.30% | \$0.0 |
| 2033 | 7.30% | \$0.0 |
| 2034 | 7.30% | \$0.0 |
| 2035 | 7.30% | \$0.0 |
| 2036 | 7.30% | \$0.0 |
| 2037 | 7.30% | \$0.0 |
| 2038 | 7.30% | \$0.0 |
| 2039 | 7.30% | \$0.0 |
| 2040 | 7.30% | \$0.0 |
| 2041 | 7.30% | \$0.0 |
| 2042 | 7.30% | \$0.0 |
| 2043 | 7.30% | \$0.0 |
| 2044 | 7.30% | \$0.0 |
| Avg | 7.30% | arithmetic |
| | 7.30% | compound |





| CHEIRON | | |
|------------|------------|------------|
| \$ Million | | |
| Inv Ret | Add'l Cont | |
| 2025 | 15.20% | \$0.0 |
| 2026 | 7.30% | \$0.0 |
| 2027 | 7.30% | \$0.0 |
| 2028 | 7.30% | \$0.0 |
| 2029 | 7.30% | \$0.0 |
| 2030 | 7.30% | \$0.0 |
| 2031 | 7.30% | \$0.0 |
| 2032 | 7.30% | \$0.0 |
| 2033 | 7.30% | \$0.0 |
| 2034 | 7.30% | \$0.0 |
| 2035 | 7.30% | \$0.0 |
| 2036 | 7.30% | \$0.0 |
| 2037 | 7.30% | \$0.0 |
| 2038 | 7.30% | \$0.0 |
| 2039 | 7.30% | \$0.0 |
| 2040 | 7.30% | \$0.0 |
| 2041 | 7.30% | \$0.0 |
| 2042 | 7.30% | \$0.0 |
| 2043 | 7.30% | \$0.0 |
| 2044 | 7.30% | \$0.0 |
| Avg | 7.70% | arithmetic |
| | 7.57% | compound |

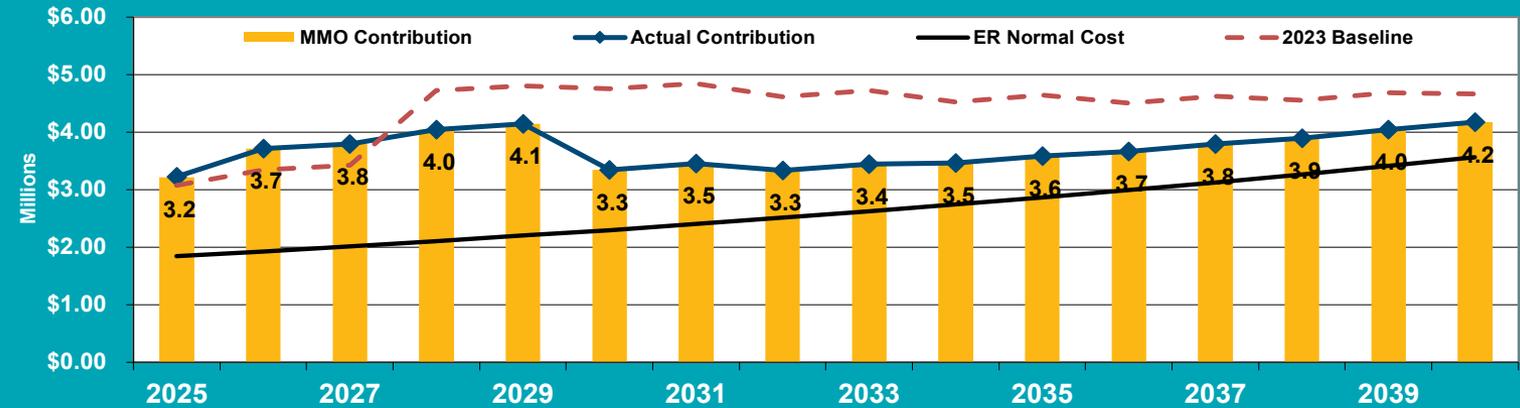
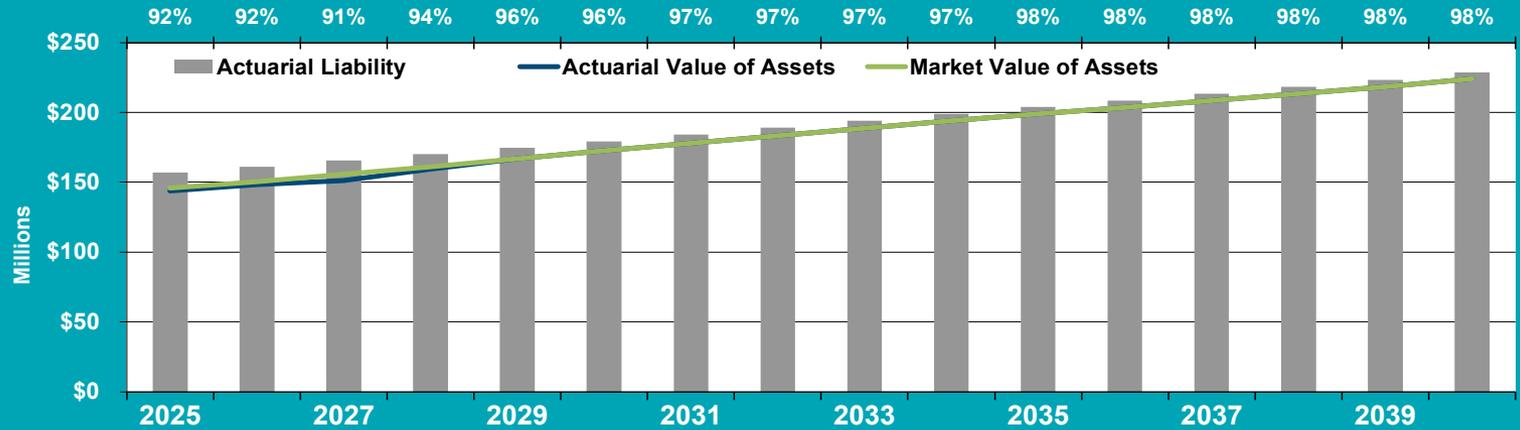
| | | | | | |
|---------------|--------|-----------------|----|--------------------------------|------|
| Plan Type | Police | Amort. Period | 11 | Baseline Year | 2023 |
| Interest Rate | 7.30% | 10-Year Rolling | No | <- "Yes" only for O&E and Fire | |



\$ Million

| | | | | | |
|---------------|-------|-----------------|-----|--------------------------------|------|
| Plan Type | Fire | Amort. Period | 13 | Baseline Year | 2023 |
| Interest Rate | 7.30% | 10-Year Rolling | Yes | <- "Yes" only for O&E and Fire | |

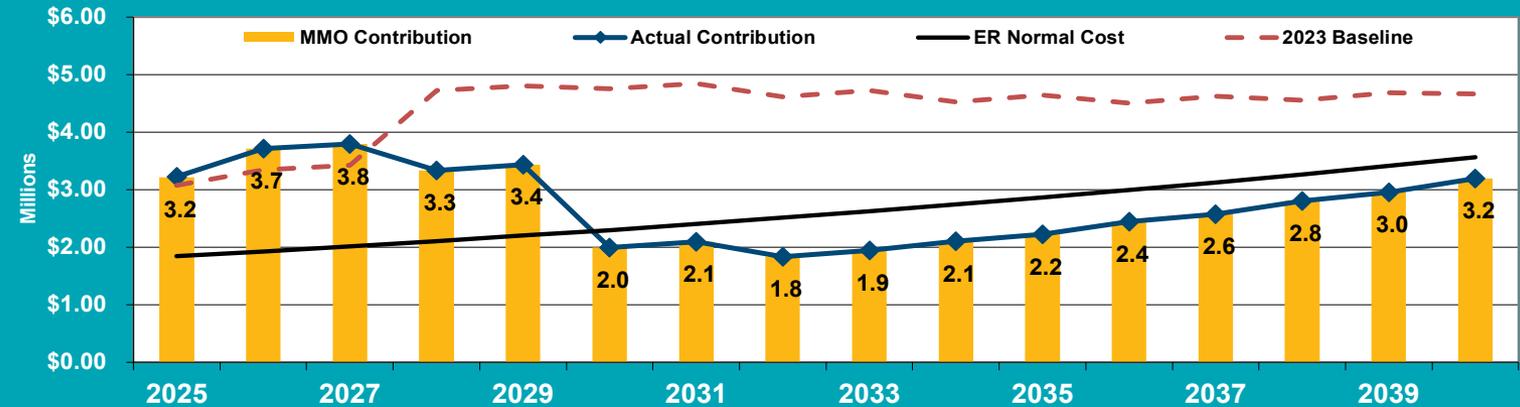
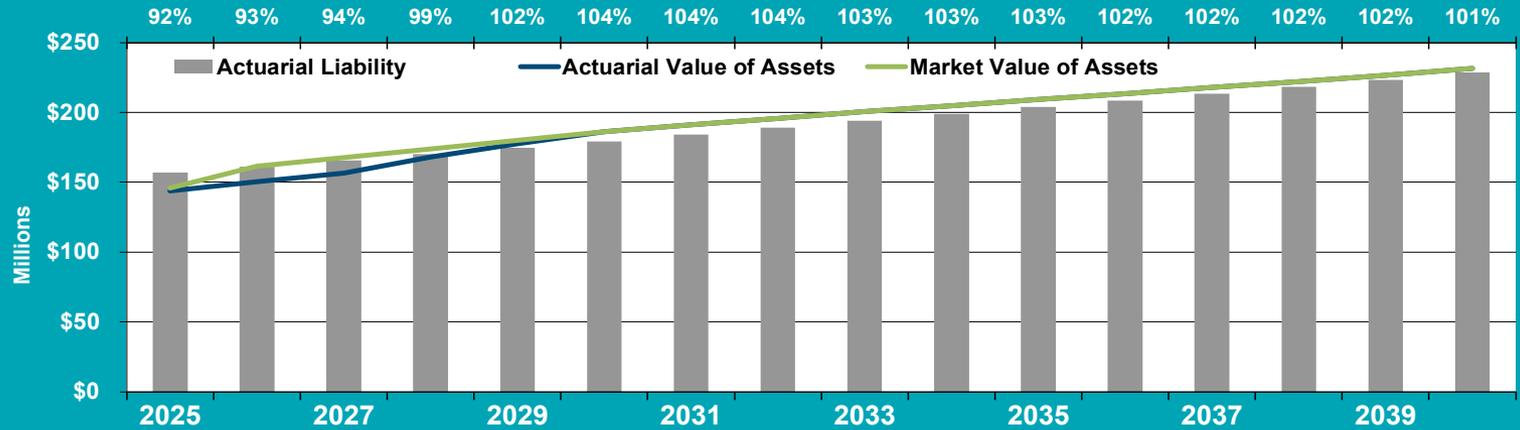
| | Inv Ret | Add'l Cont |
|------|---------|------------|
| 2025 | 7.30% | \$0.0 |
| 2026 | 7.30% | \$0.0 |
| 2027 | 7.30% | \$0.0 |
| 2028 | 7.30% | \$0.0 |
| 2029 | 7.30% | \$0.0 |
| 2030 | 7.30% | \$0.0 |
| 2031 | 7.30% | \$0.0 |
| 2032 | 7.30% | \$0.0 |
| 2033 | 7.30% | \$0.0 |
| 2034 | 7.30% | \$0.0 |
| 2035 | 7.30% | \$0.0 |
| 2036 | 7.30% | \$0.0 |
| 2037 | 7.30% | \$0.0 |
| 2038 | 7.30% | \$0.0 |
| 2039 | 7.30% | \$0.0 |
| 2040 | 7.30% | \$0.0 |
| 2041 | 7.30% | \$0.0 |
| 2042 | 7.30% | \$0.0 |
| 2043 | 7.30% | \$0.0 |
| 2044 | 7.30% | \$0.0 |
| Avg | 7.30% | arithmetic |
| | 7.30% | compound |

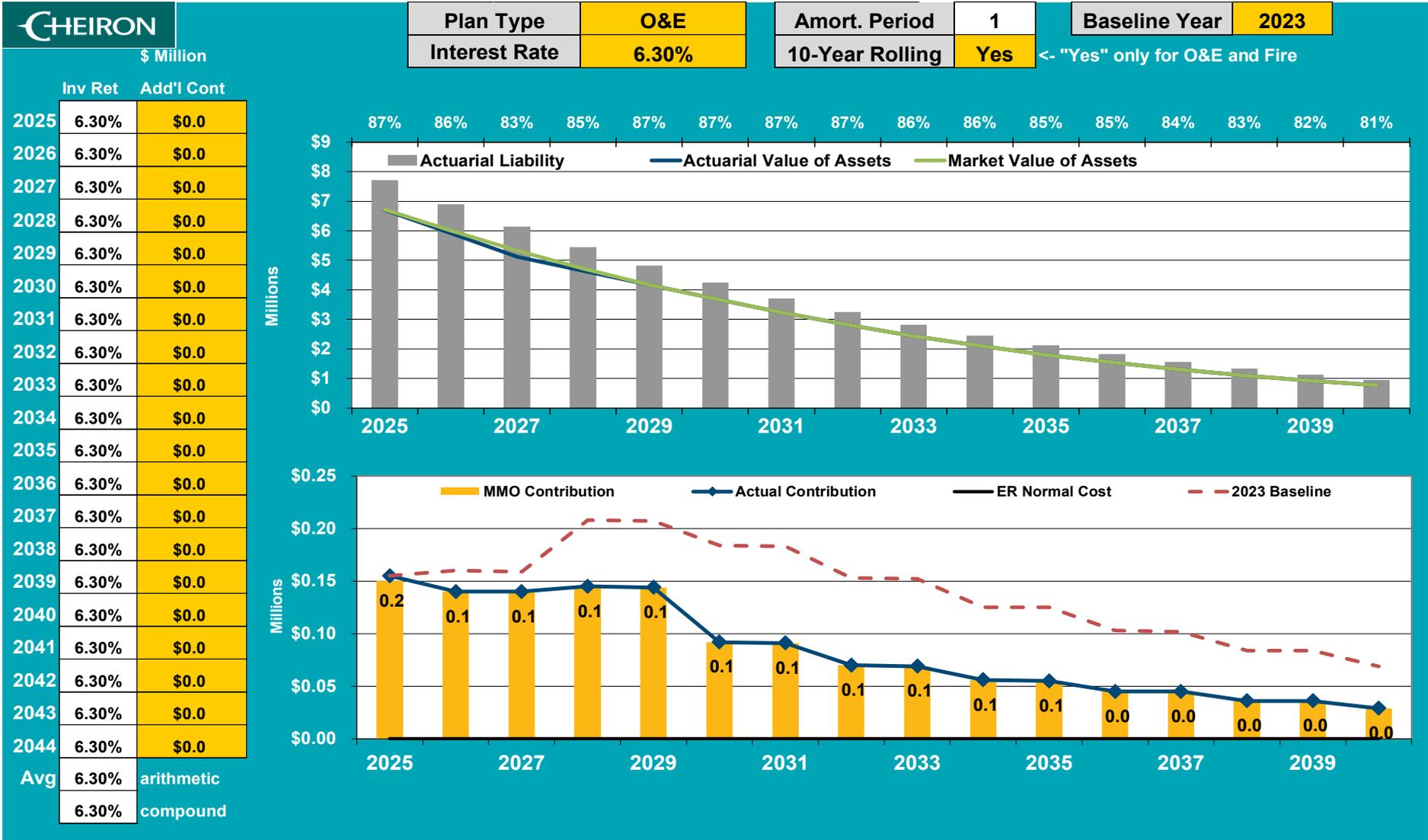


\$ Million

| | | | | | |
|---------------|-------|-----------------|-----|--------------------------------|------|
| Plan Type | Fire | Amort. Period | 13 | Baseline Year | 2023 |
| Interest Rate | 7.30% | 10-Year Rolling | Yes | <- "Yes" only for O&E and Fire | |

| | Inv Ret | Add'l Cont |
|------|---------|------------|
| 2025 | 15.10% | \$0.0 |
| 2026 | 7.30% | \$0.0 |
| 2027 | 7.30% | \$0.0 |
| 2028 | 7.30% | \$0.0 |
| 2029 | 7.30% | \$0.0 |
| 2030 | 7.30% | \$0.0 |
| 2031 | 7.30% | \$0.0 |
| 2032 | 7.30% | \$0.0 |
| 2033 | 7.30% | \$0.0 |
| 2034 | 7.30% | \$0.0 |
| 2035 | 7.30% | \$0.0 |
| 2036 | 7.30% | \$0.0 |
| 2037 | 7.30% | \$0.0 |
| 2038 | 7.30% | \$0.0 |
| 2039 | 7.30% | \$0.0 |
| 2040 | 7.30% | \$0.0 |
| 2041 | 7.30% | \$0.0 |
| 2042 | 7.30% | \$0.0 |
| 2043 | 7.30% | \$0.0 |
| 2044 | 7.30% | \$0.0 |
| Avg | 7.69% | arithmetic |
| | 7.57% | compound |









The purpose of this presentation is to present the preliminary 2026 actuarial projections of the City of Allentown Pension Plans and is for the use of the Pension Board of Trustees. This presentation was prepared exclusively for the City of Allentown, PA for the purpose described herein. Other users of this presentation are not intended users as defined in the Actuarial Standards of Practice, and Cheiron assumes no duty or liability to such other users.

In preparing this presentation, we relied without audit, on information (some oral and some written) supplied by the City. This information includes, but is not limited to, the plan provisions, employee data, and financial information. We performed an informal examination of the obvious characteristics of the data for reasonableness and consistency in accordance with Actuarial Standard of Practice No. 23.

This analysis was based on the current assumptions and methods, financial data through 12/31/2024, as well as the 2025 investment returns provided by Marquette Associates, and the 1/1/2025 membership data as provided by the City of Allentown. Assumptions and methods are outlined in the 2025 Actuarial Valuation Report, unless a specific change is outlined. Actual results can be expected to differ to the extent that final data differs from the current data and that future experience differs from the actuarial assumptions used. Future actuarial valuations may differ significantly from the actuarial valuation presented here due to factors such as the following: plan experience differing from that anticipated by the assumptions; changes in assumptions; and changes in plan provisions or applicable law.

This presentation and its contents were prepared in accordance with generally recognized and accepted actuarial principles and practices and our understanding of the Code of Professional Conduct and applicable Actuarial Standards of Practice set out by the Actuarial Standards Board as well as applicable laws and regulations. Furthermore, as credentialed actuaries, we meet the Qualification Standards of the American Academy of Actuaries to render the opinion contained in this presentation. This presentation does not address any contractual or legal issues. We are not attorneys, and our firm does not provide any legal services or advice.

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