

Notice of Critical Status For

International Brotherhood of Electrical Workers Eastern States Pension Plan

This is to inform you that on March 31, 2026 the plan actuary certified to the U.S. Department of the Treasury, and also to the plan sponsor, that the plan is in critical status for the plan year beginning January 1, 2026. Federal law requires that you receive this notice.

Critical Status

The plan is considered to be in critical status, in accordance with Section 305(b)(2) of ERISA, since it was awarded Special Financial Assistance, which requires the Plan to be in critical status until the last day of the Plan year ending in 2051.

Rehabilitation Plan

Federal law requires pension plans in critical status to adopt a rehabilitation plan aimed at restoring the financial health of the plan. This is the eighteenth year the plan has been in critical status. The law permits pension plans to reduce, or even eliminate, benefits called "adjustable benefits" as part of a rehabilitation plan. On April 30, 2010 you were notified that the plan reduced or eliminated adjustable benefits. On April 30, 2009, you were notified that as of April 30, 2009 the plan is not permitted to pay lump sum benefits (or any other payment in excess of the monthly amount paid under a single life annuity) while it is in critical status. If the trustees of the plan determine that further benefit reductions are necessary, you will receive a separate notice in the future identifying and explaining the effect of those reductions. Any reduction of adjustable benefits (other than a repeal of a recent benefit increase, as described below) will not reduce the level of a participant's basic benefit payable at normal retirement. In addition, the reductions may only apply to participants and beneficiaries whose benefit commencement date is on or after April 30, 2009.

Adjustable Benefits

The plan offers the following adjustable benefits [with a checked box before the item] which have been reduced or eliminated as part of the rehabilitation plan the pension plan has adopted.

- Post-retirement death benefits;
- Thirty-six-month payment guarantees;
- Disability benefits (if not yet in pay status);
- Early retirement benefit or retirement-type subsidy;
- Benefit payment options other than a qualified joint-and survivor annuity (QJSA);
- Recent benefit increases (i.e., occurring in past 5 years);
- Pop-up benefits for certain Joint & Survivor benefits

Employer Surcharge

The law requires that all contributing employers pay to the plan a surcharge to help correct the plan's financial situation. The amount of the surcharge is equal to a percentage of the amount an employer is otherwise required to contribute to the plan under the applicable collective bargaining agreement. With some exceptions, a 5% surcharge is applicable in the initial critical year and a 10% surcharge is applicable for each succeeding plan year thereafter in which the plan is in critical status until an employer adopts a collective bargaining agreement that is consistent with the terms of the Plan's rehabilitation plan.

Where to Get More Information

For more information about this Notice, you may contact Mia Mogielski at (724) 933-0459 or at Beacon Administrators & Consultants, Inc., 6500 Brooktree Road, Suite 205, Wexford, PA 15090. You have a right to receive a copy of the rehabilitation plan from the plan.