

QUESTIONS FOR INVESTMENT MANAGERS

While trustees must always work in a manner consistent with their fiduciary duties, they may look at a number of issues when choosing or evaluating investment managers. Legal precedents hold that, all else being equal on investment performance, trustees may consider other collateral issues. For example, trustees can inquire about the following:

- ▶ Does a manager support, finance or participate in an organization that promotes the conversion of defined benefit plans to defined contribution plans?
- ▶ Does a manager promote or lobby for the creation of individual accounts in the Social Security system?
- ▶ Does a manager support, finance, or participate in organizations and investments which cause the privatization of public education jobs of public fund participants or otherwise adversely affect the long-term employment interests and opportunities of participants in the plan?
- ▶ Does a manager support public education?