CITY OF CAMBRIDGE

INTEROFFICE CORRESPONDENCE

To	Robert W. Healy, City Manager	**Date**	1-9-1991
From	Joseph E. Connarton, JEC Chairman, Retirement Board	**Reference**	
Subject	Response to City Council Order #26, dated 9/24/90		

As you know, the members of the retirement board have been working towards the conversion of the pension portfolio from so-called "in house" management utilizing investment brokers/advisers to professional money managers. These individuals, through a comprehensive process of target based asset allocation and investment policy objectives, will provide a greater overall rate of return for the retirement system which is a primary responsibility of the board, as well as establishing a more stringent oversight process for this diversified investment policy.

While drafting this policy the board included language which instructs each manager to restrict its' investments in companies involved with the manufacturing and/or sale of tobacco products. The Board has already received assurance from its' managers they are complying with this instruction.

4

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EXECUTIVE DEPARTMENT
ROBERT W. HEALY
City Manager

RICHARD C. ROSSI
Deputy City Manager

January 14, 1991

To The Honorable, The City Council:

In reference to Awaiting Report Item No. 24, regarding an analysis of all city investments and pension funds in the tobacco industry, please find attached a response from Joseph E. Connarton, Chairman, Retirement Board.

Very truly yours,

Robert W. Healy
City Manager

RWH/mev
attachment

Agenda # 4 S-140

Awaiting Report Item Number 24 regarding
an analysis of all city investments
and pension funds in the tobacco industry.

In City Council,

January 14, 1991