



A Few Facts About The...

UNIFORM PRUDENT INVESTOR ACT

PURPOSE:

This act removes much of the common law restriction upon the investment authority of trustees of trusts and like fiduciaries. It allows such fiduciaries to utilize modern portfolio theory to guide investment decisions. A fiduciary's performance is measured on the performance of the whole portfolio, not upon the performance of each investment singly. The act allows the fiduciary to delegate investment decisions to qualified and supervised agents. It requires sophisticated risk-return analysis to guide investment decisions.

ORIGIN:

Completed by the Uniform Law Commissioners in 1994.

APPROVED BY:

American Bar Association
American Bankers Association

STATE ADOPTIONS:

Alabama	Maryland **	Pennsylvania
Alaska	Michigan	Rhode Island
Arizona	Minnesota	South Carolina
Arkansas	Missouri	South Dakota
California	Montana	Tennessee
Colorado	Nebraska	Texas
Connecticut	Nevada	Utah
District of Columbia	New Hampshire	U.S. Virgin Islands
Hawaii	New Jersey	Vermont
Idaho	New Mexico	Virginia
Illinois	North Carolina	Washington
Indiana	North Dakota	West Virginia
Iowa	Ohio	Wisconsin
Kansas	Oklahoma	Wyoming
Maine	Oregon	
Massachusetts		

** *Substantially Similar*

2006 INTRODUCTIONS:

Mississippi

For any further information regarding the Uniform Prudent Investor Act, please contact
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