



IOWA PUBLIC AGENCY INVESTMENT TRUST

DIVERSIFIED PORTFOLIO COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDING JUNE 30, 2019

Shares of the Fund are NOT INSURED BY THE FDIC. Investment products involve investment risk, including the possible loss of principal. Past performance is not predictive of future results, and the composition of the Fund's portfolio is subject to change.

This annual report is not authorized for distribution unless accompanied or preceded by a current Information Statement also known as a prospectus. An investor should consider the Fund's investment objectives, risks, and charges and expenses carefully before investing or sending money. This and other important information about the investment company can be found in the Fund's Information Statement. To obtain more information, please call 800-872-4024 or visit the website IPAIT.org. Please read the Information Statement carefully before investing.



Iowa Public Agency Investment Trust Diversified Portfolio Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2019

www.IPAIT.org

Prepared by the Iowa Public Agency Investment Trust Board of Trustees

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August 28, 2019

Dear Fellow IPAIT Participants:

The Iowa Public Agency Investment Trust ("IPAIT") is pleased to submit the Diversified Portfolio Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2019.

IPAIT is a common law trust established under Iowa law pursuant to Chapter 28E, Iowa Code (1987), as amended, which authorizes Iowa public agencies to jointly invest monies pursuant to a joint investment agreement following the requirements of Iowa Code 12B.10. IPAIT was established by the adoption of a Joint Powers Agreement and Declaration of Trust as of October 1, 1987, and commenced operations on November 13, 1987. The Joint Powers Agreement and Declaration of Trust was amended September 1, 1988, May 1, 1993, September 1, 2005, and again on September 1, 2017. The objective of the portfolio is to maintain a high degree of liquidity and safety of principal through investment in short-term securities as permitted for Iowa public agencies under Iowa Iaw.

IPAIT enables eligible Iowa public agencies to effectively invest their available operating and reserve funds in a competitive rate environment that focuses on safety of principal and liquidity. The Diversified Portfolio follows money market mutual fund investment parameters per GASB 79 and has maintained a \$1 per unit net asset value since inception.

IPAIT is a 'AAAm' rated Fund and obtains an annual rating from S&P Global Ratings ("S&P"). According to S&P, a fund rated 'AAAm' demonstrates extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit risk. 'AAAm' is the highest principal stability fund rating assigned by S&P. This is accomplished through conservative investment practices and strict internal controls. The portfolio is monitored on a weekly basis by S&P.

ABOUT THE REPORT

While IPAIT's financial statements and the related financial data contained in this report have been prepared in conformity with U.S. generally accepted accounting principles and have been audited by IPAIT's Independent Auditor, KPMG LLP, the ultimate accuracy and validity of this information is the responsibility of IPAIT's Board of Trustees. To carry out this responsibility, the Board of Trustees maintains financial policies, procedures, accounting systems and internal controls which the Board believes provide reasonable, but not absolute, assurance that accurate financial records are maintained and investment assets are safeguarded.

In addition, the three ex-officio non-voting Trustees meet with the Program's service providers and legal counsel to review all aspects of IPAIT performance each month. The Board of Trustees meets quarterly to similarly review Program performance and compliance. In addition, the IPAIT Board of Trustees regularly subjects IPAIT to a comprehensive review of all services and costs of operation.

In the Board's opinion, IPAIT's internal controls are adequate to ensure that the financial information in this report presents fairly the IPAIT Diversified Portfolio operations and financial condition.

INVESTMENT SAFEGUARDS

The Diversified Portfolio continues to be focused on the investment objectives as stated in the IPAIT Investment Policy. These goals, in order of priority are: safety of invested principal, maintenance of liquidity, and maximum yield. Within these objectives, the Fund strives to provide participants with the best available rate of return for legally authorized investments. All security settlements within the Fund are settled on a delivery-versus-payment (DVP) basis. DVP settlements greatly reduce the possibility of inappropriate transmission of funds or securities.

RELIABILITY OF INVESTMENT SECTION

All commentary and displays in the Investment Section were prepared by IPAIT's service provider, Miles Capital, the program's Investment Adviser and Administrative Services provider. Miles Capital has provided services to the IPAIT program since the program's inception in 1987. All services provided by IPAIT to participants are subject to rigorous and regular verification.



Miles Capital and IPAIT have designed internal controls and procedures to ensure that material information is made known to the principal executive officers, David Miles (Chief Executive Officer), Gwen Gosselink (Chief Compliance Officer), and Amy Mitchell (Chief Financial Officer), respectively during the reporting period for the semi-annual and annual report to shareholders. These individuals are required to report any deficiencies and any actual or alleged fraud to the Fund Auditor and to the Executive Committee immediately upon discovery.

STATEMENTS OF CHANGES IN NET POSITION

For the fiscal year ending June 30, 2019 (FY 19) and the fiscal year ending June 30, 2018 (FY 18) total interest earned, total operating expenses, and net investment income were as follows:

	<u>Interest Earned</u>	<u>Expenses</u>	Net Investment Income
FY 19	\$9,623,230	\$1,377,193	\$8,246,037
FY 18	\$5,312,787	\$1,338,364	\$3,974,423

The increase in year-over-year interest earned and net investment income is primarily attributed to higher portfolio yields in FY 19. The higher fund balances contributed to the slight increase in year-over-year expenses.

IPAIT operates pursuant to Service Provider agreements for all aspects of operation. Every agreement specifies the fees to be charged for each component of IPAIT services based on average daily net position. Average net positions were \$406,056,830 in FY 19 up from \$377,865,880 in the previous fiscal year. More financial analysis and detailed information is included in the Management Discussion & Analysis section of this report.

OUR ECONOMY

The Federal Reserve ("Fed") raised rates four times during 2018. They initially indicated they would raise interest rates twice in 2019, but then put the increases on "pause" due to mixed economic signals. In June they shifted position again and indicated they would do whatever it took to support the continued economic expansion. They stated there are uncertainties in the U.S. economic outlook, including some "cross currents" between trade developments and growth and are now indicating a more accommodative posture. At their most recent meeting on July 31, 2019, the Fed cut the Fed Funds Rate by 0.25 percent and indicated they will continue to monitor these and other factors when considering whether to lower rates later this year. The economy overall continues to show strength – consumer spending remains strong and unemployment remains low at around 3.7 percent. There is more detail on the economic environment relative to the IPAIT portfolio in the Investment Commentary from our registered investment adviser found later in this report.

SUMMARY

On behalf of the Board of Trustees, sponsoring associations and service providers, we thank you for your continued support of IPAIT. We encourage you to contact us with comments and suggestions regarding any improvements to the operation of IPAIT. Your involvement in IPAIT is essential in its ability to provide a competitive investment alternative, and ongoing program opportunities for association members.

As we begin Fiscal Year 2019-2020, IPAIT will continue to be guided by its objectives of safety of principal, liquidity, and competitive return. In addition, IPAIT will be an excellent resource as a user-friendly investment alternative and also an educational resource. The IPAIT.org website provides monthly updates as well as access to the secure IPASonline system. We collectively pledge to continue working together to provide a viable investment option for every participant.

Respectfully,

Craig Anderson Chair, Board of Trustees Amy Mitchell IPAIT Chief Financial Officer

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Alan Kemp Executive Director, Iowa League of Cities IPAIT Secretary to the Board



William Peterson Executive Director, Iowa State Association of Counties IPAIT Treasurer to the Board



Troy DeJoode Executive Director, Iowa Association of Municipal Utilities IPAIT Assistant Secretary to the Board



Brent Hinson City Administrator City of Washington



Michelle Weidner Chief Financial Officer City of Waterloo



Tim Stiles Finance Director City of West Des Moines



Craig Anderson Board of Supervisors Plymouth County



Randy Jacobsma County Treasurer Sioux County



Steven Pick General Manager Spencer Municipal Utilities



Greg Fritz Chief Executive Officer NIMECA



Jerry Gowey Director, Finance and Administrative Services Muscatine Power and Water



Jarret Heil County Treasurer Marshall County

The trustees and officers are not compensated for Board service. Expenses incurred in attending meetings are paid by the Trust.





Name	Address	Age	Position held with IPAIT	Term of Office	Length of Time Served	Principal Occupation During Past Five Years	Number of Portfolios Overseen by Trustee	Outside Directorships Past 5 Years
Craig Anderson	215 4th Avenue SE LeMars, IA 51031	65	Trustee Chair	Term Ending 2021	Since 2013	Plymouth County Board of Supervisors Self-employed Farmer	1	None
Greg Fritz	1011 12th Ave. North Humboldt, IA 52353	47	Trustee Vice Chair	Term Ending 2020	Since 2013	Chief Executive Officer, NIMECA	1	None
Michelle Weidner	715 Mulberry Street Waterlo, IA 50703	57	Trustee Second Vice Chair	Term Ending 2020	Since 2013	Chief Financial Officer, City of Waterloo	1	None
Brent Hinson	215 E Washington St Washington, IA 52353	41	Trustee	Term Ending 2019	Since 2010	City Administrator City of Washington	1	None
Randy Jacobsma	104 1st Street SE Orange City, IA 51041	54	Trustee	Term Ending 2019	Since 2015	Sioux County Treasurer	1	None
Jerry Gowey	3205 Cedar Street Muscatine, IA 52761	58	Trustee	Term Ending 2021	Since 2018	Director, Finance & Administrative Services Muscatine Power & Water	1	None
Steven Pick	520 2nd Ave E Suite 1 Spencer, IA 51301	45	Trustee	Term Ending 2019	Since 2014	General Manager, Spencer Municipal Utilities	1	None
Tim Stiles	4200 Mills Civic Pkwy West Des Moines, IA 50265	51	Trustee	Term Ending 2021	Since 2015	Finance Director, City of West Des Moines	1	None
Jarret Heil	1 E Main Street Marshalltown, IA 50158	41	Trustee	Term Ending 2020	Since 2019	Marshall County Treasurer	1	None
Alan Kemp Ex Officio Non-Voting Trustee	500 SW 7th St Suite 101 Des Moines, IA 50309	58	IPAIT Secretary		Since 2007	Iowa League of Cities Executive Director		
William Peterson Ex Officio Non-Voting Trustee	5500 Westown Pkwy Ste 190 West Des Moines, IA 50266	69	IPAIT Treasurer		Since 1994	lowa State Association of Counties Executive Director		
Troy DeJoode Ex Officio Non-Voting Trustee	1735 NE 70th Ave Ankeny, IA 50021	48	IPAIT Assistant Secretary		Since 2014	lowa Association of Municipal Utilities Executive Director		

The trustees and officers are not compensated for Board service. Expenses incurred in attending meetings are paid by the Trust.



Sponsoring Associations



IOWA ASSOCIATION OF MUNICIPAL UTILITIES

Iowa Association of Municipal Utilities 1735 NE 70th Avenue Ankeny, IA 50021-9353 Troy DeJoode, Executive Director tdejoode@iamu.org 515-289-1999



Iowa State Association of Counties 5500 Westown Parkway, Suite 190 West Des Moines, IA 50266-8202 William Peterson, Executive Director bpeterson@iowacounties.org 515-244-7181



lowa League of Cities 500 SW 7th Street, Suite 101 Des Moines, IA 50309 Alan Kemp, Executive Director alankemp@iowaleague.org 515-244-7282

Investment Adviser | Administrator

Miles Capital

Miles Capital Century II Building 1415 28th Street, Suite 200 West Des Moines, IA 50266-1461

Amy Mitchell 515-224-2720 amitchell@miles-capital.com

Walt Stubbings 515-224-2719 wstubbings@miles-capital.com

Anita Tracy 515-224-2725 atracy@miles-capital.com

Gwen Gosselink 515-224-2716 ggosselink@miles-capital.com

Marketer



PMA Financial Network, Inc. 2335 City Gate Lane, 7th Fl Naperville, IL 60563 Paul L. Kruse 515-554-1555 pkruse@pmanetwork.com

Custodian



U.S. Bank Institutional Trust & Custody 800 Nicollet Mall Minneapolis, MN 55402 Debra Spencer 612-303-7943 debra.spencer1@usbank.com

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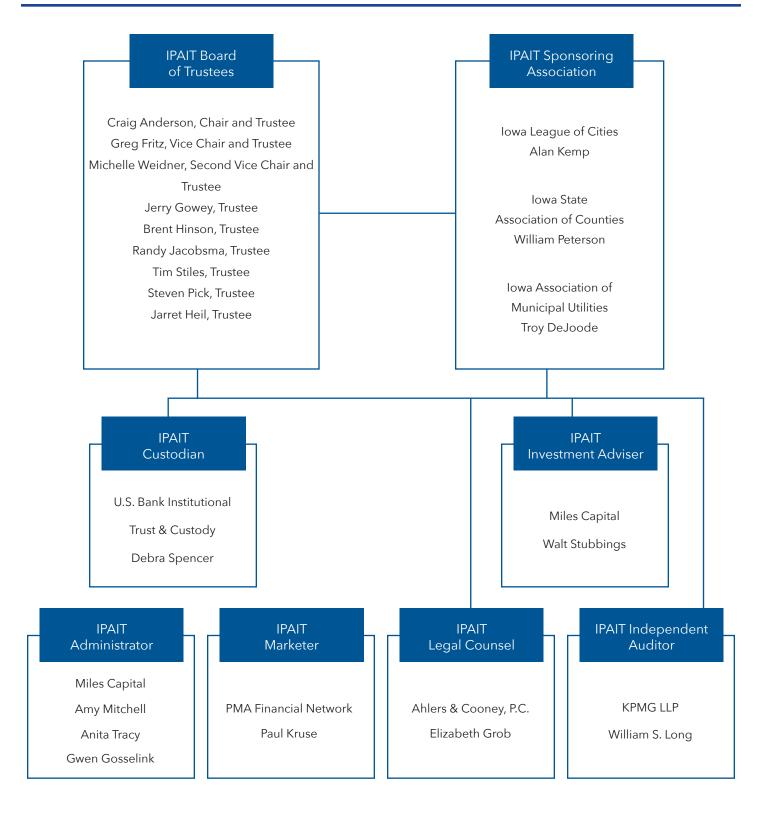
AHLERS & COONEY, P.C. 100 Court Avenue, Suite 600 Des Moines, IA 50309 Elizabeth Grob 515-246-0305 egrob@ahlerslaw.com

Independent Auditor



2500 Ruan Center 666 Grand Avenue Des Moines, IA 50309 William S. Long 612-305-5009 wslong@kpmg.com







KPMG LLP 2500 Ruan Center 666 Grand Avenue Des Moines, IA 50309

Independent Auditors' Report

The Board of Trustees and Participants Iowa Public Agency Investment Trust:

Report on the Financial Statements

We have audited the accompanying financial statements of lowa Public Agency Investment Trust (the Fund), which comprise the statement of net position, and the schedule of investments, as of June 30, 2019, the statements of changes in net position for each of the years in the two-year period then ended, the financial highlights for each of the years in the five-year period then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements and financial highlights in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements and financial highlights that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and financial highlights. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements and financial highlights, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of Iowa Public Agency Investment Trust as of June 30, 2019, the results of its operations for each of the years in the two-year period then ended, and the financial highlights for each of the years in the five-year period then ended in accordance with U.S. generally accepted accounting principles.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require that the management's discussion and analysis on pages 13–15 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Fund's basic financial statements. The Introductory Section, Investment Section and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Introductory Section, Investment Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 28, 2019 on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Fund's internal control over financial reporting and compliance.



Des Moines, Iowa August 28, 2019



MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the lowa Public Agency Investment Trust (IPAIT) Diversified Portfolio's Comprehensive Annual Financial Report presents Management's Discussion and Analysis of the financial position and results of operations for the fiscal years ended June 30, 2019 (FY 19) and 2018 (FY 18). This information is being presented to provide additional information regarding the activities of IPAIT's Diversified Portfolio, pursuant to the requirements of Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, Statement No. 37, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus, and Statement No. 38, Certain Financial Statement Note Disclosures (Statements Nos. 34, 37, and 38). This discussion and analysis should be read in conjunction with the Independent Auditor's Report, KPMG LLP, the Financial Statements, and the accompanying notes.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Management's Discussion and Analysis provides an introduction to and overview of the basic financial statements of IPAIT's Diversified Portfolio. The following components comprise the financial statements: 1) Statement of Net Position, 2) Statements of Changes in Net Position, and 3) Notes to Financial Statements.

- The Statement of Net Position shows the financial position (assets and liabilities) of the portfolio as of the date of the current fiscal year end.
- The Statements of Changes in Net Position display the results of operations (income and expenses), additions (net investment income, unit sales, and reinvestments) and deductions (dividends and unit redemptions) of the portfolio for the two most recent fiscal years.
- The Notes to Financial Statements describe significant accounting policies and disclose summary security transaction amounts and fund expenses of the portfolio.

CONDENSED FINANCIAL INFORMATION AND FINANCIAL ANALYSIS

Year-over-year changes in most financial statement amounts reported in IPAIT's Diversified Portfolio are most significantly impacted by the level of average net position (which fluctuates based on the overall levels of pool participant/unitholder invested balances). The pool is the portfolio. Additionally, changes in the short-term interest rate environment (which follows the general trend established by monetary policy set by the Federal Reserve) contribute to year-over-year variances in the amount of investment income earned by the portfolio. Over the twelve months ended June 30, 2019, the Federal Reserve's Federal Open Market Committee increased the Fed Funds rate by 0.25 percent two times. The Fed Funds rate increases were on September 26, 2018 to 2.25 percent and December 18, 2018 to 2.50 percent.



MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)

Condensed financial information and variance explanations for FY 19, as compared to FY 18, follow.

Net Position	June 30, 2019	Percent Change	June 30, 2018
Total Investments	\$ 442,402,523	20%	\$ 368,044,114
Excess of other assets over total liabilities	(7,775,066)	-29762%	26,212
Net position held in trust for pool participants	434,627,457	18%	368,070,326
Average Net Position	\$ 406,056,830	7%	\$ 377,865,880

Total investments increased 20 percent, comparing June 30, 2019 and June 30, 2018 amounts due to higher participant investments in the Diversified Portfolio at the end of FY 19. During FY 19, participant investments were significantly higher in March through June compared to the same period in FY 18 resulting in a 7 percent increase in average net position in FY 19. The decrease in other assets over liabilities during FY 19 was due to an increase in the dividends payable to participants and a payable for an investment purchase that had not settled at June 30, 2019.

Change in Net Position for the years ended	June 30, 2019	Percent Change	June 30, 2018
Investment Income	\$ 9,623,230	81%	\$ 5,312,787
Total Expenses	(1,377,193)	3%	(1,338,364)
Dividends to unitholders from net investment income	(8,246,037)	107%	(3,974,423)
Net increase (decrease) in assets derived from unit transactions	66,557,131	1125%	(6,496,412)
Net position held in trust for pool participants at the beginning of the period	368,070,326	-2%	374,566,738
Net position held in trust for pool participants at the end of the period	\$ 434,627,457	18%	\$ 368,070,326

During the 12-month periods in FY 19 and FY 18, the Fed Funds target rate increased from 2.00 to 2.50 percent along with a 7 percent increase in the average net position resulting in increases in investment income of 81 percent and dividends to unitholders of 107 percent. The Fed Funds target rate is an economic indicator for short-term investments which significantly impacts the investment income earned by the Diversified Portfolio. Total expenses are derived based on the net position of the Diversified Portfolio. These expenses increased 3 percent during FY 19 compared to FY 18 due to the increase in the average net position.



MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) (unaudited)

Condensed financial information and variance explanations for FY 18, as compared to FY 17, follow.

Net Position	June 30, 2018	Percent Change	June 30, 2017
Total Investments	\$ 368,044,114	-2%	\$ 374,276,378
Excess of other assets over total liabilities	26,212	-91%	290,360
Net position held in trust for pool participants	368,070,326	-2%	374,566,738
Average net position	\$ 377,865,880	20%	\$ 315,551,694

Total investments and net position decreased 2 percent, comparing June 30, 2018 and June 30, 2017 amounts due to lower participant investments in the Diversified Portfolio at the end of FY 18. During FY 18, participant investments were significantly higher in January through March compared to the same period in FY 17 resulting in a 20 percent increase in average net position in FY 18. The decrease in other assets over liabilities during FY 18 was due to an increase in the dividends payable to participants at June 30, 2018.

Change in Net Position for the years ended	June 30, 2018	Percent Change	June 30, 2017
Investment Income	\$ 5,312,787	158%	\$ 2,059,919
Total Expenses	(1,338,364)	16%	(1,151,653)
Dividends to unitholders from net investment income	(3,974,423)	338%	(908,266)
Net increase (decrease) in assets derived from unit transactions	(6,496,412)	-106%	119,087,120
Net position held in trust for pool participants at the beginning of the period	374,566,738	47% -	255,479,618
Net position held in trust for pool participants at the end of the period	\$ 368,070,326	-2%	\$ 374,566,738

During the 12-month periods in FY 18 and FY 17, the Fed Funds target rate increased from 1.25 to 2.00 percent along with a 20 percent increase in the average net position resulting in increases in investment income of 158 percent and dividends to unitholders of 338 percent. The Fed Funds target rate is an economic indicator for short-term investments which significantly impacts the investment income earned by the Diversified Portfolio. Total expenses are derived based on the net position of the Diversified Portfolio. These expenses increased 16 percent during FY 18 compared to FY 17 due to the increase in the average net position.



Iowa Public Agency Investment Trust - Diversified Portfolio Statement of Net Position - June 30, 2019

ASSETS	
Investments in securities, at amortized cost	
U.S. Treasury Notes	\$ 59,865,153
U.S. Government Agency Obligations	85,784,470
Deposit Accounts	135,922,037
Repurchase Agreements	160,830,863
Total investments in securities	 442,402,523
Cash	-
Interest receivable	 1,097,051
Total assets	443,499,574
LIABILITIES	
Payable to brokers for investments purchased	8,001,564
Investment advisory fees payable	25,123
Administrative fees payable	31,009
Marketing fees payable	21,355
Custody fees payable	12,578
Sponsorship fees payable	26,694
Dividends payable	753,794
Total liabilities	8,872,117
NET POSITION HELD IN TRUST FOR POOL PARTICIPANTS	\$ 434,627,457
Units of beneficial interest outstanding	434,627,457
Net asset value - offering and redemption price per share	\$ 1.00



Iowa Public Agency Investment Trust - Diversified Portfolio Statements of Changes in Net Position for the Years Ended June 30,

	2019			2018	
ADDITIONS					
Investment Income:					
Interest	\$	9,623,230	\$	5,312,787	
Expenses:					
Investment advisory fees		290,831		275,326	
Administrative fees		357,043		335,899	
Marketing fees		243,634		226,720	
Custody fees		77,483		113,360	
Sponsorship fees		304,543		283,399	
Audit and tax expenses		26,546		27,114	
Insurance expense		21,137		21,288	
Legal fees		30,062		27,606	
Rating fees		21,390		22,692	
Other fees and expenses		4,524		4,960	
Total expenses		1,377,193		1,338,364	
Net increase in net position from operations		8,246,037		3,974,423	
Unitholder transaction additions:					
(at constant net asset value of \$1 per unit)					
Units sold		1,295,266,058		921,202,171	
Units issued in reinvestment of dividends from net investment income		7,973,601		3,666,977	
Total participant transaction additions		1,303,239,659	9 924,869,		
Total additions		1,311,485,696		928,843,571	
DEDUCTIONS					
Dividends to unitholders from:					
Net investment income		(8,246,037)		(3,974,423)	
From unit transactions					
Units redeemed		(1,236,682,528)		(931,365,560)	
Total deductions		(1,244,928,565)		(935,339,983)	
Change in net position		66,557,131		(6,496,412)	
Net position held in trust for pool participants at beginning of period		368,070,326		374,566,738	
Net position held in trust for pool participants at end of period	\$	434,627,457	\$	368,070,326	





Iowa Public Agency Investment Trust - Diversified Portfolio Notes to Financial Statements Years ended June 30, 2019 and 2018

(1) ORGANIZATION

lowa Public Agency Investment Trust (the "Trust") is a common law trust established under lowa law pursuant to Chapter 28E and Sections 331.555 and 384.21, lowa Code (1987), as amended, which authorizes lowa public agencies to jointly invest monies pursuant to a joint investment agreement. IPAIT is an S&P Global Ratings 'AAAm' rated money market fund pursuant to the requirements of lowa Code 12B.10. IPAIT was established by the adoption of a Joint Powers Agreement and Declaration of Trust as of October 1, 1987, and commenced operations on November 13, 1987. The Joint Powers Agreement and Declaration of Trust was amended on August 1, 1988, and May 1, 1993, and September 1, 2005; and further amended as of September 1, 2017. The accompanying financial statements include activities of the Diversified Portfolio. The objective of the Diversified Portfolio is to maintain a high degree of liquidity and safety of principal through investment in short-term securities as permitted for lowa public agencies under lowa law. U.S. Bank Institutional Trust & Custody (US Bank) serves as the Custodian. PMA Financial Network serves as the Marketer. Miles Capital, Inc. (Miles Capital) serves as the Investment Adviser and Administrator.

In 2010, the Board of Trustees approved a resolution ceasing the investment operations of the Direct Government Obligation Portfolio and transferring assets to the Diversified Portfolio. The transfer was facilitated through SEC Rule 17a-7 at fair value. The Direct Government Obligation Portfolio remains available for future investment if IPAIT participants should request it in the future.

(2) SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed by IPAIT are as follows:

BASIS OF ACCOUNTING

An investment trust fund, which is a type of fiduciary fund, is used to account for the investment pool and accounts of the Trust. The Trust holds the assets in a custodial capacity. Because fiduciary funds are custodial in nature, they do not measure the results of operations or have a measurement focus. Fiduciary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Fiduciary fund equity is reported as net position held in the Trust for pool participants.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the U.S. requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increase (decrease) in net assets resulting from operations during the reporting period. Actual results could differ from those estimates.

INVESTMENTS IN SECURITIES

The Diversified Portfolio measures its investments at amortized cost on the Statement of Net Position pursuant to criteria established in Governmental Accounting Standards Board (GASB) Statement No. 79, *Certain External Investment Pools and Pool Participants*. The criteria in GASB Statement No. 79 specifies that an external investment pool must transact with their participants at a stable net asset value per share and meet requirements for portfolio maturity, portfolio quality, portfolio diversification, portfolio liquidity, and shadow pricing. The Diversified Portfolio meets all of the necessary criteria in GASB Statement No. 79 to measure all of the investments in the Diversified Portfolio at amortized cost, which does approximate fair value. This involves valuing a portfolio security at its original cost on the date of purchase, and thereafter amortizing any premium or discount on the interest method. The net asset value of the Diversified Portfolio is calculated daily. Investment policies are followed to maintain a constant net asset value of \$1.00 per unit for the portfolio.

Security transactions are accounted for on the trade date. Interest income, including the accretion of discount and amortization of premium, is accrued daily as earned. Purchases of portfolio securities for the Diversified Portfolio aggregated \$30,305,779,336 and \$25,281,839,647 for the years ended June 30, 2019 and 2018, respectively. Proceeds



NOTES TO FINANCIAL STATEMENTS (cont.)

from the maturity and sale of securities for the Diversified Portfolio aggregated \$30,231,660,682 and \$25,287,097,690 for the years ended June 30, 2019 and 2018, respectively.

The Diversified Portfolio is authorized by investment policy and statute to invest public funds in obligations of the U.S. government, its agencies and instrumentalities; certificates of deposit and other evidences of deposit at federally insured lowa depository institutions approved and secured pursuant to Chapter 12B of the Code of lowa; federally insured depository institutions through the Insured Cash Sweep (ICS) service regardless of location pursuant to Chapter 12C of the Code of lowa; and repurchase agreements, provided that the underlying collateral consists of obligations of the U.S. government, its agencies and instrumentalities and that the Diversified Portfolio's custodian takes delivery of the collateral either directly or through an authorized custodian.

In connection with transactions in repurchase agreements, it is the Diversified Portfolio's policy that the value of the underlying collateral securities exceeds the principal amount of the repurchase transaction, including accrued interest at all times. If the seller were to default on its repurchase obligation and the value of the collateral declines, realization of the collateral by the Diversified Portfolio may be delayed or limited. At June 30, 2019 and 2018, the securities purchased under repurchase agreements to resell were collateralized by U.S. Government Agency Securities with a fair value of \$164,047,481 and of \$134,436,801, respectively with maturities ranging from 06/01/26 to 06/15/54.

ICS is a network of banks offering demand deposit accounts below the standard FDIC insurance maximum so that principal and interest are eligible for full FDIC insurance. As of June 30, 2019, the portfolio held \$135,922,037 in the ICS program.

INCOME TAX STATUS

The Trust is exempt from both state and federal incomes taxes pursuant to Section 115 of the Internal Revenue Code.

DISTRIBUTIONS TO PARTICIPANTS

Dividends declared and accrued daily from net investment income and net realized gains, if any, are paid in cash or reinvested in the Trust based upon each participants pro rata participation in the pool.

INVESTMENT AND REDEMPTION PROVISIONS

The Diversified Portfolio allows participants to purchase and redeem units on a daily basis, subject to limitations whereby liquidity of the fund may require redemptions to be delayed until applicable investments have matured or are liquidated.

(3) FEES AND EXPENSES

Miles Capital receives 0.190 percent of the average daily net asset value up to \$150 million, 0.160 percent from \$150 to \$250 million, and 0.130 percent exceeding \$250 million for investment adviser and administrative fees. For the years ended June 30, 2019 and 2018, the Diversified Portfolio paid \$647,874 and \$611,225, respectively, to Miles Capital for services provided.

PMA Financial Network receives 0.060 percent of the average daily net asset value of the portfolio for marketing fees. For the years ended June 30, 2019 and 2018, the Diversified Portfolio paid \$243,634 and \$226,720, respectively, to PMA for services provided.

Wells Fargo received 0.030 percent of the average daily net asset value of the portfolio for custody fees through December 31, 2018. For the years ended June 30, 2019 and 2018, the Diversified Portfolio paid \$57,650 and \$113,360, respectively, to Wells Fargo for services provided.

Effective January 1, 2019, US Bank started receiving approximately 0.010 percent of the average daily net asset value of the portfolio for custody fees. For the year ended June 30, 2019, the Diversified Portfolio paid \$19,833 to US Bank for services provided.



Under a distribution plan, the public agency associations collectively receive an annual fee of 0.075 percent of the average daily net asset value for sponsorship fees. For the years ended June 30, 2019 and 2018, the Diversified Portfolio paid \$120,462 and \$118,133 to the Iowa League of Cities, \$133,989 and \$116,423 to the Iowa State Association of Counties, and \$50,092 and \$48,843 to the Iowa Association of Municipal Utilities, respectively.

In addition, the Trust is responsible for other operating expenses incurred directly by the Trust. The estimated annual other operating expenses are accrued and have averaged between 0.02 and 0.03 percent of the average daily net asset value, and totaled \$103,659 and \$103,660 for the years ended June 30, 2019 and 2018, respectively.

All fees are computed daily and paid monthly. Fees waived in prior periods cannot be recovered in future periods.

(4) INVESTMENTS

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Trust limits the exposure to credit risk in the Diversified Portfolio by investing only in obligations issued or guaranteed by the U.S. Government and collateralized perfected repurchase agreements. The following table provides information on the credit ratings of the Diversified Portfolio investments as of June 30, 2019 and 2018:

	Credit	Rating	June 30	, 2019
			Carrying	Percent of
Security Type	Moody's	S&P	Value	Investments
U.S. Government agencies	Aaa	AA+	\$ 85,784,470	19.39%
U.S. Treasury notes and bills *	Aaa	AA+	59,865,153	13.53
Repurchase agreements (underlying securities)				
U.S. Government agencies	Aa3	AA-	83,915,432	18.97
U.S. Government agencies	A1	A+	76,915,431	17.39
FDIC insured deposit accounts	Not rated	Not rated	135,922,037	30.72
			\$ 442,402,523	100.00%

	Credit Rating			June 30	, 2018
				Carrying	Percent of
Security Type	Moody's	S&P		Value	Investments
U.S. Government agencies	Aaa	AA+	\$	11,001,531	2.99%
U.S. Treasury notes and bills *	Aaa	AA+		130,929,584	35.57
Repurchase agreements (underlying securities)					
U.S. Government agencies	Aa3	AA-		66,300,785	18.01
U.S. Government agencies	A1	A+		65,500,000	17.80
FDIC insured deposit accounts	Not rated	Not rated		94,312,214	25.63
			\$	368,044,114	100.00%

^{*} U.S. Treasury issues are explicitly guaranteed by the United States government and are not considered to have credit risk.

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Trust will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Repurchase agreements are required to be collateralized by at least 102 percent of their value, and the collateral is held in the name of the Diversified Portfolio. The Diversified Portfolio or its agent does not release cash or securities until the counterparty delivers its side of the transaction.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Management attempts to limit the Diversified Portfolio's exposure to interest rate risk and believes this is addressed by the fact that securities are limited by S&P Global guidelines as well as by investment policy to investments of high quality with durations not to exceed 397 days. Significant changes in market interest rates are not expected to present long-term risks to the Diversified Portfolio.



NOTES TO FINANCIAL STATEMENTS (cont.)

The following table provides information on the weighted average maturities for various asset types of the Diversified Portfolio as of June 30, 2019 and 2018:

	June 30,	2019	June 30, 2	018
	Carrying	WAM	Carrying	WAM
Security Type	Value	(Days)	Value	(Days)
U.S. Government agencies	\$ 85,784,470	45	\$ 11,001,531	6
U.S. Treasury notes and bills	59,865,153	60	130,929,584	20
Repurchase agreements	160,830,863	6	131,800,785	2
FDIC insured deposit accounts	135,922,037	2	94,312,214	4
	\$ 442,402,523	19	\$ 368,044,114	9

Concentration credit risk is the risk of loss attributed to the magnitude of the Trust's investments in a single issuer. Management does not believe the Diversified Portfolio has concentration risk. Securities are limited by investment policy to obligations issued or guaranteed by the U.S. Government. The Diversified Portfolio investments at June 30, 2019 included 19.4 percent in U.S. Government agencies, 13.5 percent in U.S. Treasury notes, 36.4 percent in repurchase agreements collateralized by U.S. Government Agency securities and 30.7 percent in bank deposit accounts fully insured by the Federal Deposit Insurance Corporation (FDIC).

Foreign currency risk is the risk that changes in exchange rates will adversely affect the value of an investment or deposit. The Diversified Portfolio does not hold interests in foreign currency of interests valued in foreign currency.

(5) RISK MANAGEMENT

The Trust is exposed to various risks of loss related to torts; theft of, damage to, and destructions of assets; errors and omissions; and natural disasters.

The Trust maintains insurance coverage for fidelity and errors and omissions exposures. There have been no claims or settlements under the Trust insurance coverage since its organization in 1987.

(6) SUBSEQUENT EVENTS

IPAIT has evaluated the effects of events that occurred subsequent to June 30, 2019, and there have been no material events that would require recognition in the financial statements or disclosure in the notes to the financial statements.



Iowa Public Agency Investment Trust - Diversified Portfolio Schedule of Investments - June 30, 2019

	Yield at Time						
Name of Issuer	of Purchase	Due Date	Par Value		Amortized Cos		
U.S. Government Securities - 32.92%							
Federal Farm Credit Bank - 5.65%	2.50%	09/23/19	\$	25,000,000	\$	25,015,991	
Federal Home Loan Bank - 11.48%	2.45%	07/05/19		25,000,000		25,000,238	
	2.40%	08/27/19		8,000,000		7,999,520	
	2.24%	09/13/19		17,800,000		17,768,600	
						50,768,358	
Freddie Mac - 2.26%	2.58%	07/05/19		10,000,000		10,000,121	
Treasury Securities - 13.53%	2.59%	08/31/19		30,000,000		29,947,887	
	2.58%	08/31/19		30,000,000		29,917,266	
						59,865,153	
Total U.S. Government Securities (amortized cost \$145,649,623)						145,649,623	
Deposit Accounts - 30.72%							
Community State Bank ICS - Savings - 1.17%	2.57%			5,173,359		5,173,359	
FNB Omaha ICS - Savings - 7.40%	2.35%			32,748,975		32,748,975	
FNB Omaha ICS - Demand - 22.15%	2.35%			97,999,703		97,999,703	
Total Deposit Accounts (amortized cost \$135,922,037)						135,922,037	
Repurchase Agreements - 36.36%							
RBC Capital Markets LLC - 18.97%	2.46%	07/01/19		44,915,432		44,915,432	
	2.53%	07/01/19		39,000,000		39,000,000	
						83,915,432	
BMO Capital Markets LLC - 17.39%	2.46%	07/01/19		44,915,431		44,915,431	
	2.40%	07/26/19		32,000,000		32,000,000	
						76,915,431	
Total Repurchase Agreements						160,830,863	
(amortized cost \$160,830,863) (Purchased on 6/26/19 & 6/28/19; proceeds at maturity \$160,926,982; collateralized by \$1,387,229,065 U.S. Government Agencies with maturities ranging from 06/01/26 to 06/15/54, collateral worth \$164,047,481)							
Total Investments - 100.00%						\$442,402,523	
(amortized cost \$442,402,523)							

See accompanying notes to financial statements.



Selected Data for Each Unit of Portfolio Outstanding Through Each Year Ended June 30,

	2019	2018	2017	2016	2015
Net Asset Value, Beginning of Period	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Net Investment Income	0.0203	0.0105	0.0029	0.0002	0.0001
Dividends Distributed	(0.0203)	(0.0105)	(0.0029)	(0.0002)	(0.0001)
Net Asset Value, End of Period	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Total Return*	2.04%	1.06%	0.26%	0.02%	0.01%
Ratio of Expenses to Average Net Position, After Waivers	0.34%	0.35%	0.36%	0.29%	0.18%
Ratio of Net Investment Income to Average Net Position, After Waivers	2.03%	1.05%	0.29%	0.02%	0.01%
Ratio of Expenses to Average Net Position, Before Waivers	0.34%	0.35%	0.37%	0.36%	0.36%
Ratio of Net Investment Income to Average Net Position, Before Waivers	2.03%	1.05%	0.29%	(0.05%)	(0.17%)
Net Position, End of Period (000 Omitted)	\$434,627	\$368,070	\$374,567	\$255,480	\$297,197

^{*} Total return is calculated by taking the ending value of an initial \$1,000 investment including monthly reinvested dividends, minus the initial investment, divided by the initial \$1,000 investment.





Diversified Portfolio Facts as of June 30, 2019 (unaudited)

Investment Strategy/Goals: To provide a safe, liquid, effective investment alternative for the operating funds, reserve funds, and bond proceeds for lowa's municipalities, counties, municipal utilities and other eligible public agencies by jointly investing participant funds in a professionally managed portfolio of short-term, high-quality, legally authorized, marketable securities.

Date of Inception: November 13, 1987

Total Net Assets: \$435 million

Benchmarks: Money Market Index, Iowa Code Chapter 74A 32-89 day Public Funds Rates, and Iowa Code Chapter 74A 90-179 day

Public Funds Rates.

Performance Objective: To provide the highest level of current income from investment in a portfolio of U.S. government and agency securities, certificates of deposit in lowa financial institutions, and other authorized securities collateralized by U.S. government and agency securities as is consistent with, in order of priority, preservation of principal and provision of necessary liquidity.

Investment Adviser: Miles Capital

Management Fees:

Sliding scale from nine basis points (0.09%) to five and one-half basis points (0.055%)

Total Expense Ratio:

Sliding scale from thirty-eight basis points (0.38%) to thirty-two basis points (0.32%)

Actual Expense Ratio FYE 2019: The actual fee ratio charged during FYE 2019 was thirty four basis points (0.34%).

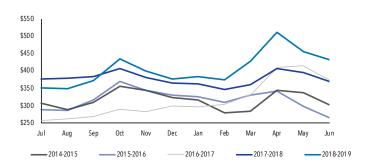


INTRODUCTION

The IPAIT Diversified Portfolio (the "Fund") is a short-term investment pool of high-quality money market instruments. In 2016, the Fund began obtaining an annual rating from S&P Global Ratings ("S&P") and has maintained a rating of 'AAAm' since that time.

The Fund is made up of a professionally managed portfolio of FDIC-insured demand deposits, U.S. government and federal agency securities, and fully collateralized repurchase agreements, the latter collateralized by U.S. government and federal agency securities. The Fund is typically used for the investment of public funds subject to the lowa public funds statutory provisions invested by a participant unless other participant-specific investment restrictions exist.

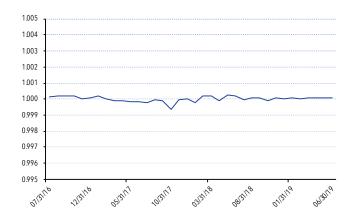
HISTORICAL PORTFOLIO CASH FLOW (expressed in millions) IPAIT DIVERSIFIED PORTFOLIO



The Fund has been managed by Miles Capital, IPAIT's West Des Moines, Iowa-based investment adviser, since inception. Aggregate cash flows are monitored daily and compared to respective Fund cash flow patterns of previous periods. Fund cash flow patterns throughout the fiscal period, as compared to previous years, have traditionally been repetitive. Over thirty years of operating history create a very helpful tool to gauge necessary pool liquidity needs.

The investment objective of the Fund is to provide as high a level of current income as is consistent with preservation of invested principal and provision of adequate liquidity to meet participants' daily cash flow needs. As a general policy, all purchased securities will be held until they mature. Summaries of all security trades for the Fund are provided quarterly to the IPAIT Board of Trustees for review.

AMORTIZED COST VS. MARKET VALUE PER SHARE JULY 1, 2016 - JUNE 30, 2019 IPAIT DIVERSIFIED PORTFOLIO

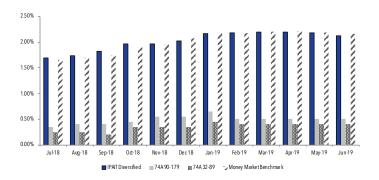


The Fund accrues interest income daily and pays accrued income monthly to participant accounts. Interest is paid on the first business day of the month following accrual. Daily income amounts and investment returns are calculated using the interest method. Under this method, a security is initially valued at cost on the date of purchase and, thereafter, any premium or discount is amortized using the interest method.

The IPAIT Adviser values the Fund's portfolio weekly at current fair value, based upon actual market quotations. The Fund's current market valuation is compared to that Fund's current amortized cost basis. IPAIT uses the Amortized Cost Method of Valuation along with IPAIT's internal controls and procedures, any deviation in net asset value based upon available market quotations from the Fund's \$1.00 amortized cost per unit is carefully monitored. Deviations may never exceed 0.5 percent. Illustrated above is the amortized cost versus market value per unit comparison for the past three fiscal years.



IPAIT DIVERSIFIED PORTFOLIO VS. IOWA CHAPTER 74A (90-179 & 32-89 DAY) & MONEY MARKET BENCHMARK US GOVERNMENT & AGENCY JULY 2018 - JUNE 2019



The Fund's investment performance is regularly compared to three established benchmarks, the Money Market Benchmark average rate for money market funds investing in U.S. government securities and the lowa Code Chapter 74A rate for 32-89, and 90-179 day certificates of deposit issued by lowa financial institutions for public funds in the state.

The Iowa Code Chapter 74A rates are distributed monthly by the state Treasurer's office for various investment periods and are intended to be the minimum rates at which Iowa financial institutions can accept public funds for timed deposits. While a public body must commit funds for minimum periods of time to access Chapter 74A rates, IPAIT may offer rates at or above the Chapter 74A benchmarks with complete daily liquidity.

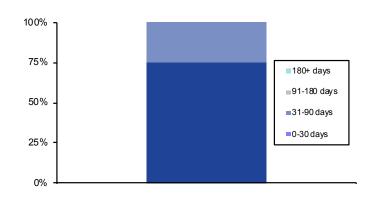
RISK PROFILE

The Fund is low in risk profile. Portfolio investments are limited to:

- 1. No single portfolio investment may exceed the 397 days to maturity as outlined in GASB Statement No. 79.
- 2. The weighted average maturity (WAM) of the portfolio may never exceed 60 days.

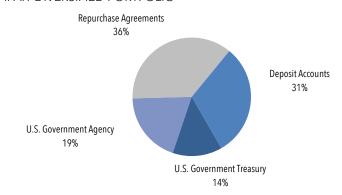
In addition to the above investment maturity restrictions, the Fund limits itself to U.S. government and federal agency securities, perfected repurchase agreements collateralized by U.S. government and federal agency securities, lowa financial institution certificates of deposit and other evidences of deposit, and shares of an SEC-registered government money market fund. This combination of those average maturities and high-quality credit instruments provides eligible lowa public fund investors with a safe, effective investment alternative.

MATURITY ANALYSIS AS OF JUNE 30, 2019 IPAIT DIVERSIFIED PORTFOLIO



As noted previously, the Fund carefully limits itself to high creditquality securities. In addition, IPAIT monitors a broad array of economic indicators as well as activities of the Federal Open Market Committee to be able to position the Fund's WAM to take advantage of projected interest rate environments.

DISTRIBUTION BY SECURITY TYPE AS OF JUNE 30, 2019IPAIT DIVERSIFIED PORTFOLIO

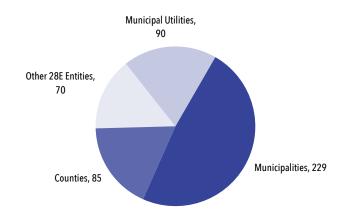


It is important to note that portfolio liquidity needs for IPAIT must control evaluation of alternative portfolio management opportunities at all times. For example, if historical cash flow analysis indicates that participants will need to withdraw funds, material extension of the Fund's portfolio is not a viable alternative.

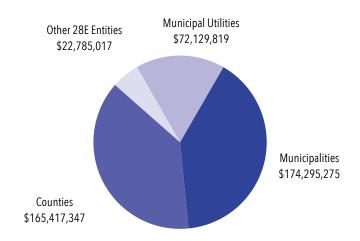


Participation membership by entity type is illustrated in the following graph.

PARTICIPANT MEMBERSHIP AS OF JUNE 30, 2019 IPAIT DIVERSIFIED PORTFOLIO



OWNERSHIP ANALYSIS AS OF JUNE 30, 2019 IPAIT DIVERSIFIED PORTFOLIO

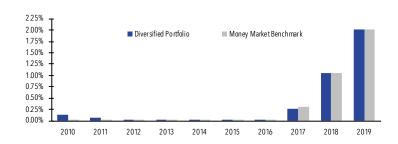


PERFORMANCE SUMMARY

For the one-year period ended June 30, 2019, the Fund reported a ratio of net investment income to average net assets of 2.04 percent, net of all operating expenses. These figures compare relative to the money market benchmark average, which returned 2.03 percent for the fiscal period.

ANNUAL TOTAL RETURNS

IPAIT DIVERSIFIED PORTFOLIO VS. MONEY MARKET BENCHMARK



Also illustrated below are the historical yields for the Fund for the most recent one, three, and five year periods.

ANNUALIZED TOTAL YIELDS

IPAIT DIVERSIFIED PORTFOLIO VS. MONEY MARKET BENCHMARK





FUND EXPENSES

It is important for you to understand the impact of costs on your investment. All mutual funds have operating expenses. As a shareholder of the fund, you incur ongoing costs, including management fees, distribution and service fees, and other fund expenses. Expenses, which are deducted from a fund's investment income, directly reduce the investment return of the fund.

A fund's expenses are expressed as a percentage of its average net assets. This figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your fund and compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period and held for the entire period from January 1, 2019 to June 30, 2019. The table illustrates your fund's costs in two ways:

1. BASED ON ACTUAL FUND RETURN.

This section helps you to estimate the actual expenses that you paid over the period. The "Ending Account Value" shown is derived from the fund's actual return, and the third column shows the dollar amount that would have been paid by an investor who started with \$1,000 in the fund. You may use the information here, together with the amount you invested, to estimate the expenses that you paid over the period.

2. BASED ON HYPOTHETICAL 5 PERCENT RETURN.

This section is intended to help you compare your fund's costs with those of other mutual funds. It assumes that the fund had a return of 5 percent before expenses during the period shown, but that the expense ratio is unchanged. In this case, because the return used is not the fund's actual return, the results do not apply to your investment. The example is useful in making comparisons because the Securities and Exchange Commission requires all mutual funds to calculate expenses based on a 5 percent return. You can assess your fund's costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

Your fund does not carry a "sales load" or transaction fee. The calculations assume no shares were bought or sold during the period. Your actual costs may have been higher or lower, depending on the amount of your investment and timing of any purchases or redemptions.

You can find more information about the fund's expenses, including annual expense ratios for the past five years, in the Financial Highlights section of this report. For additional information on operating expenses and other shareholder costs, please refer to the Information Statement.

Example	Beginning Account Value 1/01/2019	Ending Account Value 6/30/19	Expenses Paid During Period 1/01/19 to 6/30/19	Annualized Expense Ratio
Based on Actual Fund Return				
IPAIT Diversified Portfolio	\$1,000.00	\$1,010.82	\$1.63	0.33%
Passad on Usus atherical 5 Paysant Patrices				
Based on Hypothetical 5 Percent Return				
IPAIT Diversified Portfolio	\$1,000.00	\$1,023.17	\$1.64	0.33%

Expenses are equal to the fund's annualized expense ratio listed in the table above, multiplied by the average account value over the period, multiplied by 181, the number of days in the most recent fiscal half-year, divided by 365, to reflect the one-half year period.



FEES AND EXPENSES as of June 30, 2019

All fees are calculated by basis points per net assets.

<u>Entity</u>	<u>Fee Type</u>	<u>Fee</u>	
Miles Capital, Inc.	Advisor	0.090%	up to \$150MM;
		0.070%	on \$150 - \$250MM;
		0.055%	on assets exceeding \$250MM
Miles Capital, Inc.	Administrator	0.100%	up to \$150MM;
		0.090%	on \$150 - \$250MM;
		0.075%	on assets exceeding \$250MM
PMA Financial Network, Inc. (PMA)	Marketer	0.060%	
Sponsoring Associations ¹	Sponsoring Associations	0.075%	
Wells Fargo (7/1/18-12/31/18)	Custody	0.030%	
US Bank (1/1/19-6/30/19)	Custody	0.010%	estimate (includes fixed & variable fees)
Administration Fund	Other fees & expenses	0.028%	estimate (includes fixed & variable fees)

¹Includes Iowa League of Cities, Iowa State Association of Counties, Iowa Association of Municipal Utilities

This fiscal year's actual expense ratio for the IPAIT Diversified portfolio was 0.35 percent of average net assets based on a sliding fee scale.

ACTUAL:

For the fiscal year ended June 30, 2019, the following actual expenses were incurred by the Fund:

	Diversi	ified Portfolio
Adviser	\$	290,831
Administrator		357,043
Marketing		243,634
Sponsoring Associations		304,543
Custody		77,483
Other fees and expenses		103,659
Total	\$	1,377,193



STATEMENT OF ADDITIONAL INFORMATION (unaudited)

OTHER INFORMATION

Units of IPAIT's Diversified Portfolio are not insured by the FDIC or the U.S. Government. Investment products involve investment risk, including the possible loss of principal. Past performance is not predictive of future results, and the composition of the Fund's portfolio is subject to change.

PARTICIPANT MEETING RESULTS

No participant meetings were held during the fiscal year ended June 30, 2019 for proposals requiring participant approval.



Federal Funds Rate Decreases After Several Increases

The Federal Reserve (Fed) raised the Federal Funds rate in September 2018 and December 2018 which drove short-term rates higher. Short term rates as represented by the 3 month Treasury bill increased for the second half of calendar year 2018 by .44 percent to 2.35 percent respectively at December 31, 2019. For calendar year 2018, the Fed raised rates 4 times and by .25 percent each raise. This was part of their sequence of raising rates nine times since December 2015 after effectively lowering rates to zero after the global financial crisis of 2007-2008.

The last quarter of calendar year 2018 ended with increased concerns about trade and growth uncertainties which increased volatility and negatively impacted the financial markets. Weaker economic indicators, especially overseas, drove more investors into the U.S. fixed income markets and into what may be viewed as the safety of U.S. Treasury securities. This pushed longer term interest rates down to levels not seen since early 2018.

During the first quarter of calendar year 2019, the Fed changed their tone and indicated a more "patient posture" to raising rates due to the uncertainties. The financial markets rebounded strongly, delivering one of the best quarterly performances in nearly six years. Interest rates changed very little on the short end of the curve, but intermediate and long-term interest rates continued to drop. The ten year Treasury yield decreased .28 percent to 2.40 percent.

Gross Domestic Product (GDP) growth for calendar year 2018 was 2.9 percent compared to 2.4 percent in 2017. The economy showed continued strength through the first half of calendar 2019. Corporate earnings and sales remained solid, labor markets remained tight, home sales still increased (albeit at a slower rate), and consumer spending remained strong. GDP for the first half of calendar year 2019 was 2.5 percent, in line with the full year forecast but slower than 2018. Interest rates ended the one year period as of June 30, 2019 with the one month and three month Treasury bills at 2.13 percent, up .38 percent, and 2.09 percent, up .175 percent, respectively.

During the calendar year 2019 the Fed changed their tone and posture indicating they are now more concerned about the "Cross Currents" of increased uncertainties towards trade, global growth, and low inflation. As a result they cut their Fed Funds Rate by 0.25 percent at their most recent meeting on July 31, 2019 and indicated they will monitor these and other factors when considering if they choose to lower rates again later this year. The market is assuming multiple rate cuts. We believe that perhaps one more cut may occur before December 31, 2019 depending on how the economy evolves.

Looking forward, Miles Capital anticipates slower, but potentially still solid economic activity for the upcoming quarters. We will however have to navigate through the cross-currents of economic uncertainties particularly related to trade and growth. We appreciate the opportunity to manage the IPAIT Diversified Portfolio and look forward to serving your investment needs in the new fiscal year.

Walt Stubbings, CFA

Senior Fixed Income Portfolio Manager

Miles Capital, Inc.

The views expressed herein are provided for informational purposes only and are believed to be correct, but accuracy and completeness cannot be guaranteed and should not be relied upon for legal or investment decision purposes. All expressions of opinion and predictions presented are subject to change without notice. Neither the information presented nor any opinion expressed constitutes a solicitation for the purchase or sale of any security. Past performance is not a guarantee of future results.



SECTION 1 - SCOPE OF INVESTMENT POLICY

The Investment Policy of the Iowa Public Agency Investment Trust (IPAIT) shall apply to all funds invested on behalf of participants accounted for in the IPAIT financial statements. Each investment made pursuant to this Investment Policy must be authorized by applicable law and this written Investment Policy.

This Investment Policy is intended to comply with Iowa Code chapters 28E, 12B, 12C and sections 331.555 and 384.21.

Upon passage and upon future amendment, if any, copies of this Investment Policy shall be delivered to all of the following:

- 1. The IPAIT Board of Trustees.
- 2. All IPAIT depository institutions or fiduciaries.
- 3. The auditor engaged to audit any fund of IPAIT.

SECTION 2 - FUNDAMENTAL INVESTMENT RESTRICTIONS

A. Unless otherwise specified below, none of the portfolios will:

- 1. Invest more than 5 percent of the value of their total assets in the securities of any one federally insured lowa depository institution (other than securities of the U.S. government or its agencies or instrumentalities).
- 2. Invest 25 percent or more of the value of their total assets in the securities of issuers conducting their principal business activities in any one industry, including financial institutions. This restriction does not apply to securities of the U.S. Government or its agencies and instrumentalities and repurchase agreements relating thereto.
- 3. Mortgage, pledge or hypothecate their assets.
- 4. Make short sales of securities or maintain a short position.
- 5. Purchase any securities on margin.
- 6. Write, purchase or sell puts, calls or combinations thereof.
- 7. Purchase or sell real estate or real estate mortgage loans.
- 8. Invest in restricted securities or invest more than 10 percent of the Portfolio's net assets in repurchase agreements with a maturity of more than seven days, and other liquid assets, such as securities with no readily available market quotation.
- 9. Underwrite the securities of other issuers.

B. Prohibited Investments

Assets of IPAIT shall not be invested in the following:

- 1. Reverse repurchase agreements.
- 2. Futures and options contracts.
- 3. Any security with a remaining maturity exceeding 397 days.

C. Prohibited Investment Practices

The following investment practices are prohibited:

- 1. Trading of securities for speculation or the realization of short-term trading gains.
- Investing pursuant to a contract providing for the compensation of an agent or fiduciary based upon the performance of the invested assets.



3. If a fiduciary or other third party with custody of public investment transaction records of IPAIT fails to produce requested records when requested by IPAIT or its agents within a reasonable time, IPAIT shall make no new investment with or through the fiduciary or third party and shall not renew maturity investments with or through the fiduciary or third party.

D. Management Policies and Procedures

Following are the fundamental management policies and procedures for IPAIT. All investments shall be maintained in separate IPAIT custodial accounts, segregated by Portfolio on behalf of IPAIT Participants.

- 1. Each purchase or sale of a security must be handled on a delivery versus payment (DVP) basis. Funds for the purchase of an investment shall not be released to the seller until the security is delivered to the IPAIT Custodian. Conversely, a sold security shall not be released to the buyer until funds for the purchase price of the security have been received by the IPAIT Custodian.
- 2. "Free delivery" transactions are prohibited. The Custodian shall never release assets from the IPAIT custodial accounts until the funds for the investment are delivered.
- 3. Any material deviation (greater than 0.5 percent) from the amortized cost of investments shall be promptly reported by the Adviser to the Board of Trustees. If such deviation exceeds 0.5 percent, the Adviser will consider what action, if any, should be initiated to reasonably eliminate or reduce material dilution or other unfair results to Participants. Such action may include redemption of Trust Units in kind, selling portfolio securities prior to maturity, withholding distributions or utilizing a net asset value per Trust Unit based upon available market quotations.
- 4. The frequent trading of securities, including day trading for the purpose of realizing short-term gains, the purchase and sale of futures and options to buy or sell authorized investments, reverse repurchase agreements, and other similar speculative transactions are expressly prohibited.
- 5. IPAIT may not make any investment other than Permitted Investments authorized by the provisions of the law applicable to the investment of funds by the Participants, as such laws may be amended from time to time.
- 6. IPAIT may not purchase any Permitted Investment if the effect of such purchase by IPAIT would be to make the average dollar weighted maturity of a portfolio greater than sixty (60) days.
- 7. IPAIT may not borrow money or incur indebtedness whether or not the proceeds thereof are intended to be used to purchase Permitted Investments.
- 8. IPAIT may not make loans, provided that IPAIT may make Permitted Investments.

The restrictions set forth above are fundamental to the operation and activities of IPAIT and may not be changed without the affirmative approval, in writing, of a majority of the Participants entitled to vote, except that such restrictions may be changed by the Trustees so as to make them more restrictive when necessary to confirm the investment program and activities of IPAIT to the laws of the State of Iowa and the United States of America as they may from time to time be amended.

The above investment restrictions shall not be changed without the vote of a majority of the Participants in a Portfolio. "Majority" means the lesser of (a) 67 percent of the Trust's or a Portfolio's outstanding Trust Units voting at a meeting of the Participants at which more than 50 percent of the outstanding Trust Units are represented in person or by proxy or (b) a majority of the Trust's or a Portfolio's outstanding Trust Units.

Provided, however, the Trust may invest Portfolio assets pursuant to the maximum extent possible by lowa law governing investments by public agencies and any change in the restrictions of the lowa law governing investments by public agencies shall be deemed to be adopted by the Trust, and such change shall not require the approval of the Participants.

Any investment restrictions or limitations referred to above which involves a maximum percentage of securities or assets shall not be considered to be violated unless an excess over the percentage occurs immediately after an acquisition of securities or utilization of assets and results there from.



SECTION 3 - DELEGATION OF AUTHORITY

The responsibility for conducting IPAIT investment transactions resides with the IPAIT Board of Trustees. Certain responsibilities have been delegated to the Administrator(s), the Adviser(s), and the Custodian (the "Service Providers") pursuant to the Administrator Agreement(s), the Adviser Agreement(s), the Custodian Agreement, with amendments as may be adopted from time to time, and the current Information Statement (the "Documents").

Each Service Provider shall individually notify the IPAIT Board of Trustees in writing within thirty days of receipt of all communications from the auditor of any Service Provider or any regulatory authority of the existence of a material weakness in internal control structure of the Service Provider or regulatory orders or sanctions regarding the type of services being provided to IPAIT by the Service Provider.

The records of investment transactions made by or on behalf of IPAIT are public records and are the property of IPAIT whether in the custody of IPAIT or in the custody of a fiduciary or other third party.

SECTION 4 - OBJECTIVES OF INVESTMENT POLICY

The primary objectives, in order of priority, of all investment activities involving the financial assets of IPAIT shall be the following:

- 1. Safety: Safety and preservation of principal in the overall portfolio is the foremost investment objective.
- 2. Liquidity: Maintaining the necessary liquidity to match expected liabilities is the second investment objective.
- 3. Return: Obtaining a reasonable return is the third investment objective.

SECTION 5 - PRUDENCE

The Board of Trustees, when providing for the investment of deposit of public funds in the IPAIT program, shall exercise the care, skill, prudence, and diligence under the circumstances then prevailing that a person acting in a like capacity and familiar with such matters would use to attain the Section 4 investment objectives.

SECTION 6 - INSTRUMENTS ELIGIBLE FOR INVESTMENT

Assets of IPAIT may be invested in the following, all as more fully described in the IPAIT Information Statement:

- Obligations of the United States government, its agencies and instrumentalities.
- Certificates of deposit ("CDs") and other evidences of deposit at federally insured lowa depository institutions approved and secured pursuant to chapter 12C.
- Repurchase agreements, provided that the underlying collateral consists of obligations of the United States government, its
 agencies and instrumentalities and that the Custodian takes delivery of the collateral either directly or through a third party
 custodian.
- Insured deposits or certificates of deposit, invested pursuant to Iowa Code Section 12B10(7), in an amount above any insured portion of the public funds on deposit at a federally insured Iowa depository institution approved and secured pursuant to Iowa Code chapter 12C.
- Shares of a "government only" open-end management investment company registered with the federal securities and exchange commission under the federal investment Company Act of 1940, 15 U.S.C.§80a-1, and operating in accordance with 17 C.F.R. §270.2a-7.

All instruments eligible for investment are further qualified by all other provisions of this Investment Policy, including Section 7, Diversification and Investment Maturity Limitations.



SECTION 7 - DIVERSIFICATION AND INVESTMENT MATURITY LIMITATIONS

It is the policy of IPAIT to diversify portfolio investments in the Diversified Portfolio. As described in the Information Statement, portfolio investments in the Diversified Portfolio are limited to the following:

- 1. No individual investment with maturity in excess of 397 days.
- 2. The maximum average maturity of all portfolio investments may not exceed 60 days. Pursuant to IPAIT policies as disclosed in the Documents, Participants may also individually invest in Fixed Term Program investments.

SECTION 8 - SAFEKEEPING AND CUSTODY

All invested assets of Participants in the Portfolios or in the Fixed Term Program shall be held in accordance with the Custodian Agreement.

All invested assets eligible for physical delivery shall be secured by having them held at a third party custodian. All purchased investments shall be held pursuant to a written third party custodial agreement requiring delivery versus payment. No assets may be delivered out of the IPAIT account without full payment (no "free deliveries" shall be permitted).

SECTION 9 - REPORTING

The Service Providers shall submit all reports required in the Documents.

SECTION 10 - INVESTMENT POLICY REVIEW AND AMENDMENT

This Investment Policy shall be reviewed annually or more frequently as appropriate. Notice of amendments to the Investment Policy shall be promptly given to all parties noted in Section 1.

SECTION 11 - EFFECTIVE DATE

This Investment Policy shall be effective as of September 1, 2017. Passed and approved this 30th day of August, 2017.

Amended effective November 1, 2003, August 26, 2009, August 25, 2010, August 28, 2013, and August 30, 2017.



INVESTING AND NON-INVESTING PARTICIPANTS DIVERSIFIED PORTFOLIO (unaudited)

\$0-\$50,000 Assets Invested Cascade Municipal Utilities Cass County Memorial Hospital

City of Afton City of Badger

City of Badger
City of Bellevue
City of Breda
City of Cedar Rapids
City of Clarinda
City of Coralville
City of Davenport
City of Des Moines
City of Farlville

City of Earlville City of Elk Horn City of Grundy Center City of Lovilia

City of Manchester City of Marengo City of Martensdale City of Melcher-Dallas

City of Melcher-Dalla City of Monroe City of New London City of New Virginia City of Panora City of Polk City City of Springbrook City of Wallman

City of Walnut
City of Wellman
City of Wesley
City of West Liberty
City Utility of Eagle Grove
City Utility of Lake Mills
City Utility of Martensdale
City Utility of New Hampton
City Utility of Orient
City Utility of Pella
County of Cedar
County of Dickinson
County of Fremont
County of Howard
County of Mills County of Mills County of Monona

County of Monona
County of Scott
Dallas County Hospital
Durant Municipal Electric Plant
Fontanelle Municipal Utility
Gowrie Municipal Utilities
Lamoni Municipal Utilities
North Central Iowa Regional SWA
Ottumwa Water Works
Stuart Municipal I Itilities

Stuart Municipal Utilities

Town of Graf

Webster County Telecommunications Board Winterset Municipal Utilities

\$50,000-\$250,000 Assets Invested Central IA Reg Trans Planning Alliance

Central IA Reg Ti City of Auburn City of Boone City of Clinton City of Dike City of Fairbank City of Grant City of Grimes

City of Indianola City of Keystone City of Lake Mills

City of Lewis

City of Livermore City of Mason City

City of Mason City
City of Maynard
City of Morning Sun
City of Moulton
City of Nora Springs
City of Orange City
City of Parnell
City of Readlyn
City of Read Oak

City of Red Oak

City of Riverdale City of Shelby City of Shenandoah

City of Shenandoah
City Utility of Fredericksburg
City Utility of Melcher-Dallas
City Utility of Middletown
County of Audubon
County of Boone
County of Carroll
County of Crawford
County of Kossuth
Des Moines County Regional

Des Moines County Regional Solid Waste C

Fifth Judicial District

Hiawatha Water Department

Iowa County Attorneys Case Management

IPAIT Administration Fund

ISAC Group Unemployment Fund
La Porte City Utility
Lenox Municipal Utilities
Southeast Iowa Regional Planning Commiss
Warren County

\$250,000-\$500,000 Assets Invested Algona Municipal Utilities City of Adel City of Algona City of Corydon City of Early City of Hospers City of Montezuma City of Pella

City of Pella
City of Ringsted
City Utility of Corydon
City Utility of Dike
City Utility of Montezuma
City Utility of Readlyn
City Utility of Traer
County of Butler
Grundy Center Municipal Utilities
Prairie Solid Waste Agency

Prairie Solid Waste Agency South Iowa Area Crime Commission Urbandale Sanitary Sewer District Villisca Municipal Power Plant

\$500,000-\$1,000,000 Assets Invested
Adair County Memorial Hospital
Adams County
City of Clive
City of Gilmore City
City of Griswold
City of Independence
City of Mitchellville
City of Orleans
City of Sioux Center
City of Windsor Heights

City of Windsor Heights City Utility of Shelby County of Cerro Gordo County of Greene

County of Greene
County of Muscatine
County of Page
County of Wright
Dallas County
lowa Counties Technology Services
lowa Public Power Agency

Knoxville Utility

Lakewood Benefited Rec. Lake District Second Judicial Dist Dept. of Correct

South Iowa Detention Service Agency

\$1,000,000-\$5,000,000 Assets Invested
Cedar Falls Utilities
City of Altoona
City of Bondurant
City of Colfax City of Denison City of Eagle Grove

City of Ely City of Jefferson City of Keokuk City of Keokuk
City of Knoxville
City of Mount Pleasant
City of Muscatine
City of Prairie City
City of Storm Lake
City of Traer
City of Washington
City of Waverly
Corning Municipal Utilities
County of Calhoun
County of Calss

County of Carrounty of Cass
County of Clarke
County of Des Moines
County of Emmet

County of Emmet County of Franklin County of Hardin County of Henry County of Louisa County of Marshall County of Osceola County of Plymouth County of Poweshiek County of Story County of Tama County of Tama County of Wayne County of Wayne County of Winneshiek

Denison Municipal Utilities Des Moines Area MPO

Ellsworth Municipal Hospital dba Hansen Family

Greater Regional Medical Center Hawarden Regional Healthcare

IAMU Insurance Trust Ida County Lucas County

Madison County Memorial Hospital Montezuma Municipal Light and Power Mt. Pleasant Municipal Utilities

NIMECA

Northwest Iowa Area Solid Waste Agency Orange City Area Health System Resale Power Group of Iowa Ringgold County Hospital Shelby County Chris A. Myrtue Memorial

Hospital

Southwest Iowa Planning Council Spencer Municipal Utility Sumner Municipal Light Plant Waterloo Water Works Xenia Rural Water District

Over \$5,000,000 Assets Invested

Broadlawns Medical Center Buena Vista Regional Medical Center

Buena Vista Regional City of Bettendorf City of Council Bluffs City of Hiawatha City of Iowa City City of Johnston City of Marion City of Oskaloosa City of Ottumwa City of Sioux City City of Urbandale

City of Urbandale City of Waterloo

City of Waterloo
City Utility of Urbandale
County of Appanoose
County of Black Hawk
County of Buchanan
County of Hamilton
County of Madison
County of O'Brien

County of O'Brien



INVESTING AND NON-INVESTING PARTICIPANTS DIVERSIFIED PORTFOLIO (cont.) (unaudited)

Over \$5,000,000 Assets Invested (cont.)

County of Sioux County of Union County of Wapello County of Washington IMWCA Group C

Muscatine Power and Water West Des Moines Water Works

Non-Investing Participants

Alta Municipal Utilities Anita Municipal Utilities

Audubon County Memorial Hospital Brooklyn Municipal Utilities

Buena Vista County Solid Waste Commiss Cass County Environment Control Agency

Cedar Rapids/Linn County SWA
Central IA Juvenile Detention Commission

Central IA Juvenile City of Ackley City of Agency City of Albert City City of Alton City of Ames City of Ankeny City of Ankeny

City of Anthon City of Atlantic City of Audubon City of Bedford City of Bloomfield

City of Brandon

City of Brandon
City of Burlington
City of Burt
City of Bussey
City of Callender
City of Camanche
City of Carlsle
City of Cartor Lake City of Carter Lake City of Cascade

City of Cedar Falls City of Center Point City of Centerville City of Central City City of Central City
City of Charles City
City of Cherokee
City of Clear Lake
City of Colo
City of Conrad
City of Corning
City of Correctionville
City of Creston
City of Cumming
City of Cumming
City of Callas Center

City of Dallas Center City of Dayton City of Denver

City of DeWitt City of Dubuque City of Dunkerton City of Dunkerton
City of Dyersville
City of Dysart
City of Earlham
City of Eldon
City of Eldridge
City of Elk Run Heights

City of Ellsworth City of Epworth City of Evansdale City of Fairfield City of Forest City

City of Fort Dodge City of Fort Madison

City of Garner
City of Gilbertville
City of Grand Mound
City of Grand River
City of Greenfield
City of Grippoll

City of Grinnell

City of Guttenberg City of Harlan

City of Hartley City of Hawarden City of Hazleton City of Hudson

City of Humboldt City of Huxley
City of Inwood
City of La Porte City
City of Lamont
City of Lehigh
City of Lonox

City of Lenox

City of Leon City of Letts City of Lisbon City of Lohrville City of Mallard

City of Mallard
City of Manning
City of Maquoketa
City of Marble Rock
City of Marshalltown
City of Massena
City of McCausland
City of Missouri Valley
City of Monteguma Fire

City of Montezuma Fire Department City of Mount Ayr

City of Mount Vernon City of Murray City of Nevada City of New Hampton

City of Newton City of Oelwein City of Oeiwein
City of Osage
City of Osceola
City of Ossian
City of Parkersburg
City of Peosta City of Perry City of Pleasant Hill City of Pleasantville

City of Pocahontas City of Prescott City of Preston

City of Preston
City of Riverside
City of Rockwell City
City of Ruthven
City of Sac City
City of Sageville
City of Sheldon
City of Sheldon
City of Sheldon
City of Sheldon
City of Spencer
City of Spirit Lake
City of Spragueville City of Spragueville City of St. Charles City of State Center

City of Stratford City of Sumner City of Tiffin City of Tipton City of Treynor City of Underwood City of Urbana

City of Van Meter City of Villisca City of Vinton
City of Webster City City of West Branch City of West Burlington

City of West Burnington
City of West Des Moines
City of Westfield
City of Wilton
City of Woodbine
City Utility of Alton

City Utility of Ames City Utility of Anamosa City Utility of Anthon

City Utility of Aplington City Utility of Bloomfield

City Utility of Coon Rapids City Utility of Creston

City Utility of Creston
City Utility of Denver
City Utility of Epworth
City Utility of Fairbank
City Utility of Graettinger
City Utility of Harlan
City Utility of Hawarden
City Utility of Laurens
City Utility of LeClaire
City Utility of Lohrville
City Utility of Maquoketa
City Utility of Maquoketa City Utility of Murray
City Utility of Prairie City

City Utility of Preston City Utility of Sac City City Utility of Sanborn City Utility of Slater City Utility of St. Charles City Utility of St. Charles City Utility of Story City City Utility of Vinton City Utility of Wahpeton Clay County

Clayton County

Clear Lake Sanitary District

Clinton County Area Solid Waste Agency

Council Bluffs Airport Authority

County of Buena Vista County of Chickasaw County of Chickasaw
County of Clinton
County of Davis
County of Decatur
County of Dubuque
County of Floyd
County of Greene-Medical Center
County of Grunty of Hancock

County of Hancock County of Harrison County of Iowa County of Iowa
County of Jasper
County of Johnson
County of Jones
County of Linn
County of Lyon
County of Marion
County of Mitchell
County of Monroe
County of Pocahontas
County of Polk
County of Sac

County of Sac County of Webster County of Winnebago County of Worth

Crawford County Memorial Hospital Des Moines Metropolitan Transit Authorit

Des Moines Metropolitan Transit Authorit Des Moines Utility Eighth Judicial Dist. Dept. of Correct. Evansdale Water Works Fort Madison Utility Geode Resource Conserv. & Develp., Inc. Gilbertville Community Day, Inc. Greenfield Municipal Utilities Guthrie County

Guthrie County
Heart of Iowa Reg. Transit Agency
Humboldt County
Iowa Agency for Municipal Wind
Iowa Lakes Regional Water
Iowa Northland Reg. Council of Gov.

Jefferson County Hospital
Johnson Township Barnum Community Fire D

Lee County

Manilla Municipal Gas Dept.
Manning Municipal Gas Department
Manning Municipal Utilities

Mid Iowa Regional Housing Authority Midas Council of Governments



INVESTING AND NON-INVESTING PARTICIPANTS DIVERSIFIED PORTFOLIO (cont.) (unaudited)

Non-Investing Participants (cont.)

Mid-lowa Development Association COG
Missouri River Energy Services
Mitchell County Regional Health Center
Monroe County Hospital
Montgomery County
Newton Waterworks
North Central Reg. Emerg. Resp. Com.
North Iowa Area Council of Govts.
Ogden Municipal Utility
Page County Landfill Association
Palo Alto County Hospital
Plymouth County Solid Waste Agency
Pottawattamie County
Poweshiek Water Association
Seventh Judicial District
South Central Iowa Solid Waste Agency
Third Judicial District
Van Buren County Hospital
Washington County Hospital
Waverly Health Center
Waverly Light and Power
Webster County Solid Waste Commission
Wilton Municipal Light and Power



MAJOR PARTICIPANTS

	Top Ten Participants		Top Twenty Par	ticipants	Top Fifty Participants			
_	Percent	Total Assets	Percent	Total Assets	Percent	Total Assets		
2019	37%	\$ 161,605,066	54%	\$ 236,539,043	81%	\$ 352,331,979		
2018	46%	168,416,226	65%	240,333,289	90%	329,536,816		
2017	57%	215,009,724	76%	284,390,898	93%	349,860,884		
2016	57%	145,931,857	74%	189,449,434	91%	232,777,667		
2015	61%	180,639,805	75%	222,927,515	91%	269,435,729		
2014	59%	186,561,809	75%	236,583,802	91%	286,164,072		
2013	66%	299,996,375	78%	353,591,054	93%	421,950,854		
2012	73%	393,342,100	82%	445,695,043	94%	509,409,879		
2011	70%	366,772,444	80%	417,092,754	92%	484,160,277		
2010	68%	297,982,346	78%	339,077,179	91%	397,601,718		

CHANGES IN PARTICIPANT NET ASSETS UNDER MANAGEMENT

	Diversified Portfolio	Annual Change	_	Diversified Portfolio	Annual Change
06/19	\$ 434,627,457	18.08%	06/14	\$ 315,577,872	-30.75%
03/19	537,469,738	32.06%	03/14	374,179,071	-27.30%
12/18	387,587,755	4.45%	12/13	458,174,841	-7.39%
09/18	430,643,418	2.98%	09/13	450,571,900	-11.64%
06/18	368,070,326	-1.73%	06/13	455,697,315	-15.97%
03/18	406,990,284	-1.46%	03/13	514,663,471	-0.62%
12/17	371,057,747	22.84%	12/12	494,742,322	-6.04%
09/17	418,190,545	36.70%	09/12	509,924,527	-0.28%
06/17	374,566,738	46.61%	06/12	542,322,659	3.49%
03/17	413,014,790	13.17%	03/12	517,894,507	1.09%
12/16	302,073,072	-7.62%	12/11	526,528,050	17.33%
09/16	305,913,700	-16.02%	09/11	511,342,006	2.58%
06/16	255,479,618	-14.04%	06/11	524,016,990	20.27%
03/16	364,963,704	10.20%	03/11	512,301,188	-8.29%
12/15	326,977,936	1.05%	12/10	448,774,035	-15.38%
09/15	364,276,704	8.96%	09/10	498,458,887	-2.03%
06/15	297,197,204	-5.82%	06/10	435,708,180	-9.49%
03/15	331,184,599	-11.49%	03/10	558,584,374	3.06%
12/14	323,576,257	-29.38%	12/09	530,312,284	37.40%
09/14	334,312,995	-25.80%	09/09	508,783,012	29.70%



MONTHLY AVERAGE YIELD COMPARISON

Date	Diversified Portfolio Net Rate	Money Market Benchmark	Chapter 74A 32-89 Day	Chapter 74A 90-179 Day
06/2019	2.12%	2.16%	0.40%	0.50%
05/2019	2.18%	2.18%	0.40%	0.50%
04/2019	2.19%	2.21%	0.40%	0.50%
03/2019	2.20%	2.20%	0.40%	0.50%
02/2019	2.18%	2.18%	0.40%	0.50%
01/2019	2.16%	2.17%	0.45%	0.65%
12/2018	2.03%	2.07%	0.35%	0.55%
11/2018	1.96%	1.96%	0.35%	0.55%
10/2018	1.96%	1.90%	0.35%	0.45%
09/2018	1.82%	1.74%	0.20%	0.40%
08/2018	1.73%	1.69%	0.25%	0.40%
07/2018	1.69%	1.65%	0.25%	0.35%

AVERAGE ANNUAL YIELD COMPARISON

	Diversified Portfolio Net Rate	Money Market Benchmark
2019	2.03%	2.01%
2018	1.05%	1.05%
2017	0.29%	0.31%
2016	0.02%	0.02%
2015	0.01%	0.01%
2014	0.01%	0.01%
2013	0.01%	0.01%
2012	0.02%	0.01%
2011	0.06%	0.01%
2010	0.13%	0.02%

TOTAL NET INVESTMENT INCOME FOR THE FISCAL YEARS ENDED JUNE 30,

	Diversified Portfolio	
2019	\$ 8,246,0	37
2018	3,974,4	23
2017	908,2	66
2016	69,2	19
2015	31,5	97
2014	39,5	45
2013	50,6	83
2012	81,3	77
2011	280,2	65
2010	625,3	55



FOR THE YEARS ENDED JUNE 30, (dollars in thousands)

DIVERSIFIED PORTFOLIO	2019 2018 2017		2016			2015			
ADDITIONS									
From investment activities									
Net investment income	\$ 8,246	\$	3,974	\$ 908	!	\$ 69		\$	32
From unit transactions:									
Units sold	1,295,266		921,202	826,913		707,855		77	8,834
Units issued in reinvestment of dividends from net investment income	7,974		3,667	731		60			29
Total additions	1,311,486		928,843	828,552		707,984		77	8,895
DEDUCTIONS									
Dividends to unitholders from:									
Net investment income	(8,246)		(3,974)	(908)		(69)			(32)
From unit transactions:									
Units redeemed	(1,236,683)		(931,366)	(708,557)		(749,632)		(797	7,244)
Total deductions	(1,244,929)		(935,340)	(709,465)		(749,701)		(797	7,276)
Changes in net position	66,557		(6,497)	119,087		(41,717)		(18	3,381)
Net position at beginning of period	368,070		374,567	255,480		297,197		31	5,578
Net position at end of period =	\$434,627	\$	368,070	\$ 374,567	\$	255,480	\$	29	7,197
DIVERSIFIED PORTFOLIO	2014		2013	2012	2011		011 2010		0
ADDITIONS									
From investment activities:									
Net investment income	\$40		\$ 51	\$ 81	\$	280		\$	625
From unit transactions:									
Units sold	794,889		791,827	959,524		1,203,124		1,01	5,718
Units transferred from DGO on 09/09/2010*					67,592				
Units issued in reinvestment of dividends from net investment income	40		51	95		279			681
Total additions	794,969		791,929	959,700		1,271,275		1,01	7,024
DEDUCTIONS									
Dividends to unitholders from:									
Net investment income	(40)		(51)	(81)		(280)			(625)
From unit transactions:									
Units redeemed	(935,048)		(878,504)	(941,313)	(1	,182,686)		(1,062	2,094)
Total deductions	(935,088)		(878,555)	(941,394)	(1	,182,966)		(1,062	2,719)
Changes in net position	(140,119)		(86,626)	18,306		88,309		(45	5,695)
enanges in her peciaen	(140,117)								
Net position at beginning of period	455,697		542,323	524,017		435,708		48	1,403

^{*}DGO refers to the Direct Government Obligation Portfolio



GLOSSARY OF INVESTMENT TERMS

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Accrued interest - interest accumulated on all securities in a portfolio since the most recent payment date for each security.

Administrator - entity that carries out IPAIT policies and provides participant recordkeeping services.

Amortized Cost - method of accounting that gradually reduces a security's discount or premium on a straight-line basis.

Assets - items in financial statement with current market value owned by IPAIT.

Certificate of Deposit - debt instrument issued by a financial institution with an interest rate set by competitive forces in the marketplace.

Collateral - U.S. government or agency securities pledged to IPAIT until investment is repaid. For instance, the security for a collateralized certificate of deposit issued by an Iowa financial institution.

Compound Rate - interest calculation based upon investment of principal plus reinvestment of interest earned from previous period(s). IPAIT portfolio interest is compounded or reinvested monthly.

Custodian - bank that maintains custody of all IPAIT assets.

Discount - the dollar amount by which the par value of a bond exceeds its market price.

Diversified - spreading of risk by investing assets in several different categories of investment and assorted maturities within those categories.

Investment Adviser - Securities and Exchange Commission registered firm that provides investment advice to IPAIT.

lowa Code Chapter 74A Rates - Minimum rates at which lowa financial institutions may accept deposits of public funds for various periods.

Liabilities - claims on the assets of IPAIT.

Fair Value - the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Net Investment Income - income from IPAIT investments distributed to participants after payment of program operating expenses.

Nominal Rate - simple interest calculation based only upon the principal amount invested without reinvestment of earned interest.

Par Value - value of IPAIT investments at maturity.

Portfolio - all investments owned by IPAIT.

Premium - the dollar amount by which the market price of a bond exceeds its par value.

Redemptions - withdrawal of funds by participants from IPAIT.

Repurchase Agreement - agreement between IPAIT and a seller of U.S. government securities, whereby the seller agrees to repurchase the securities at an agreed upon price at a stated time. The transaction is collateralized by U.S. government or U.S. agency securities with a market value of at least 102% of the value of the repurchase agreement.

Straight-Line - conservative accounting procedure to reduce a security's premium or discount in equal daily increments over its remaining period to maturity.

U.S. Government Agencies - securities issued by U.S. government sponsored corporations such as the Federal Home Loan Bank and Federal National Mortgage Association.

U.S. Government Securities - direct obligations of the U.S. government, such as Treasury bills, notes and bonds.

Yield Curve - graph plotting yields of securities of similar quality on vertical axis and maturities ranging from shortest to longest on horizontal axis.