

Iowa Public Agency Investment Trust



Semi-Annual Financial Report Diversified Portfolio

December 31, 2021

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Sponsored by the

**Iowa Association of Municipal Utilities
Iowa State Association of Counties
Iowa League of Cities**

Iowa Public Agency Investment Trust - Diversified Portfolio Management's Discussion & Analysis (unaudited) (continued)

Total investments and net position increased 21% when comparing December 31, 2021 and December 31, 2020 amounts. During the six-month period ended December 31, 2021, the other assets increased 52% while liabilities increased 99% due to an investment purchased prior to but settling after December 31, 2021.

Change in Net Position for the periods ended	December 31, 2021	Percent Change	December 31, 2020
Investment Income	257,032	-76%	452,197
Total Expenses	(227,460)	-78%	(403,962)
Dividends to unitholders from net investment income	(29,572)	-63%	(48,235)
Net increase (decrease) in assets derived from unit transactions	120,934,460	82%	21,746,924
Net position held in trust for pool participants at the beginning of the period	<u>478,410,773</u>	4%	<u>461,480,700</u>
Net position held in trust for pool participants at the end of the period	<u><u>599,315,661</u></u>	19%	<u><u>483,227,624</u></u>

Investment income decreased 76% and dividends to unitholders from net investment income decreased 63% during the six-month period ended December 31, 2021 as compared to the same period in the prior year. Net position increased 19% during the six-month period ended December 31, 2020 as compared to the same period in the prior year.

Condensed financial information and variance explanations for the six-month period ended December 31, 2020, as compared to the same period ended December 31, 2019, follow.

Net Position	December 31, 2020	Percent Change	December 31, 2019
Total Investments	483,066,451	5%	459,466,242
Excess of other assets over total liabilities	<u>161,173</u>	(56%)	<u>368,422</u>
Net position held in trust for pool participants	<u><u>483,227,624</u></u>	5%	<u><u>459,834,664</u></u>
Average Net Position	465,832,929	0%	465,811,033

Total investments and net position increased 5% when comparing December 31, 2020 and December 31, 2019 amounts. During the six-month period ended December 31, 2020, the excess of other assets over liabilities decreased 56% due to a decrease in coupon rates received on investments resulting in a significant decrease in the interest receivable balance year over year.

**Iowa Public Agency Investment Trust - Diversified Portfolio
Management's Discussion & Analysis (unaudited) (continued)**

Change in Net Position for the periods ended	December 31, 2020	Percent Change	December 31, 2019
Investment Income	452,197	(90%)	4,636,779
Total Expenses	(403,962)	(47%)	(768,241)
Dividends to unitholders from net investment income	(48,235)	(99%)	368,538
Net increase (decrease) in assets derived from unit transactions	21,746,924	(14%)	25,207,207
Net position held in trust for pool participants at the beginning of the period	<u>461,480,700</u>	6%	<u>434,627,457</u>
Net position held in trust for pool participants at the end of the period	<u><u>483,227,624</u></u>	5%	459,834,664

Investment income decreased 90% and dividends to unitholders from net investment income decreased 47% during the six-month period ended December 31, 2020 as compared to the same period in the prior year. The net change in net position increased 5% during the six-month period ended December 31, 2020 as compared to the same period in the prior year.

CONTACTING IPAIT

This financial report is designed to provide IPAIT participants and prospective investors with a general overview of the Fund's finances and to demonstrate the Fund's accountability for the resources it receives and manages. If you have questions about the report or need additional financial information, contact IPAIT at 800-872-4024 or visit the website at IPAIT.org.

Iowa Public Agency Investment Trust - Diversified Portfolio
Statement of Fiduciary Net Position (unaudited)
December 31, 2021

ASSETS

Investments in securities at amortized cost:	
U.S. Treasury Bill	\$ 130,947,092
U.S. Government Agency Obligations	146,917,624
Money Market Mutual Funds	95,387,866
Deposit Accounts	115,943,199
Repurchase Agreements	120,000,000
Total investments in securities	<u>609,195,780</u>
Cash	-
Interest Receivable	476,935
Total assets	<u>609,672,715</u>

LIABILITIES

Investment advisory fees payable	7,348
Administrative fees payable	9,289
Marketing fees payable	6,656
Custody fees payable	-
Sponsorship fees payable	8,320
Dividends payable	5,116
Payable - Investments	10,320,325
Total liabilities	<u>10,357,054</u>

NET POSITION HELD IN TRUST FOR POOL PARTICIPANTS \$ 599,315,661

Units of beneficial interest outstanding 599,315,661

Net asset value - offering and redemption price per share \$ 1.00

See accompanying notes to financial statements.

Iowa Public Agency Investment Trust - Diversified Portfolio
Statements of Changes in Fiduciary Net Position (unaudited)
For the Six Months ended December 31

	<u>2021</u>	<u>2020</u>
ADDITIONS:		
Investment Income:		
Interest	\$ 257,032	\$ 452,197
Expenses:		
Investment advisory fees	196,659	166,660
Administrative fees	248,236	207,329
Marketing fees	177,416	144,690
Custody fees	11,135	0
Sponsorship fees	221,771	180,863
Other fees and expenses	22,080	41,952
Total expenses	<u>877,297</u>	<u>741,494</u>
Less: Expenses voluntarily reduced/waived		
Investment advisory fees	(151,392)	(80,338)
Administrative fees	(191,106)	(99,984)
Marketing fees	(136,595)	(69,871)
Sponsorship fees	(170,744)	(87,339)
Total expenses voluntarily reduced/waived	<u>(649,837)</u>	<u>(337,532)</u>
Net expenses	<u>227,460</u>	<u>403,962</u>
Net investment income	29,572	48,235
Unitholder transaction additions:		
(at constant net asset value of \$1 per unit)		
Units sold	678,102,310	614,527,736
Units issued in reinvestment of dividends from net investment income	24,457	47,441
Total participant transaction additions	<u>678,126,767</u>	<u>614,575,177</u>
Total additions	<u>678,156,339</u>	<u>614,623,412</u>
DEDUCTIONS		
Dividends to unitholders from:		
Net investment income	(29,572)	(48,235)
From unit transactions:		
Units redeemed	(557,221,879)	(592,828,253)
Total deductions	<u>(557,251,451)</u>	<u>(592,876,488)</u>
Change in fiduciary net position	120,904,888	21,746,924
Net position held in trust for pool participants at beginning of period	<u>478,410,773</u>	<u>461,480,700</u>
Net position held in trust for pool participants at end of period	<u>\$ 599,315,661</u>	<u>\$ 483,227,624</u>

See accompanying notes to financial statements.

Iowa Public Agency Investment Trust – Diversified Portfolio

Notes to Financial Statements

(1) Organization

Iowa Public Agency Investment Trust (the “Trust”) is a common law trust established under Iowa law pursuant to Chapter 28E and Sections 331.555 and 384.21, Iowa Code (1987), as amended, which authorizes Iowa 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 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 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 Iowa public agencies under Iowa law. U.S. Bank Institutional Trust & Custody (US Bank) serves as the Custodian. Companies collectively known as PMA Financial Network (PMA) serve as the Administrator, Investment Adviser and Marketer. PMA Financial Network, LLC serves as the Administrator, PMA Asset Management, LLC serves as the Investment Adviser and PMA Securities, LLC serves as the Marketer.

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.

Fair Value Measurements

The framework for measuring fair value establishes a fair value hierarchy that prioritizes the inputs used in the valuation techniques to measure fair value. The hierarchy gives the highest priority to Level 1 measurements and the lowest priority to Level 3 measurements. These inputs are summarized into three broad levels as described below:

Level 1 – quoted prices in active markets for identical securities

Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, and evaluated quotations obtained from pricing services); or

Level 3 – significant unobservable inputs (including IPAIT’s own assumptions in determining the fair value of investments)

All the investments in the Diversified Portfolio are considered Level 2 measurements.

Iowa Public Agency Investment Trust – Diversified Portfolio

Notes to Financial Statements (continued)

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 approximates 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 \$14,524,767,681 and \$9,934,003,682 for the six-month periods ended December 31, 2021, and 2020, respectively. Proceeds from the maturity and sale of securities for the Diversified Portfolio aggregated \$14,401,749,608 and \$9,904,665,863 for the six-month periods ended December 31, 2021, and 2020, 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 Iowa depository institutions approved and secured pursuant to Chapter 12B of the Code of Iowa; federally insured depository institutions through the Insured Cash Sweep (ICS) service and the Demand Deposit Marketplace Program (DDM) regardless of location pursuant to Chapter 12C of the Code of Iowa; 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 December 31 2021 and 2020, the securities purchased under repurchase agreements to resell were collateralized by U.S. Government Agency Securities with a fair value of \$122,400,000 and \$177,480,198, respectively with maturities ranging from 12/1/2036 to 6/15/2053 and 8/15/2026 to 11/20/2070, respectively.

ICS and DDM are networks 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 December 31, 2021, the Diversified Portfolio held \$85,884,574 and \$30,013,947 in the ICS and DDM programs, respectively. As of December 31, 2020, the Diversified Portfolio held \$86,667,332 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 participant's 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

PMA Financial Network receives 0.19% of the average daily net asset value up to \$150 million, 0.16% from \$150 to \$250 million, and 0.13% exceeding \$250 million for investment adviser and administrative fees. For the six-month periods ended December 31, 2021 and 2020, the Diversified Portfolio paid \$102,397 and 193,667,

Iowa Public Agency Investment Trust – Diversified Portfolio

Notes to Financial Statements (continued)

respectively, to PMA for services provided net of waivers. For the six-month periods December 31, 2021 and 2020, PMA voluntarily waived investment adviser and administrative fees of \$342,498 and \$180,322, respectively. Future waivers may not be required and are determined on market yields and other market considerations.

PMA Financial Network receives 0.06% of the average daily net asset value of the portfolio for marketing fees. For the six-month periods December 31 2021 and 2020, the Diversified Portfolio paid \$40,821 and \$74,819, respectively, to PMA for services provided net of waivers. For the six-month periods ended December 31, 2021 and 2020, PMA voluntarily waived marketing fees of \$136,595 and \$69,871, respectively. Future waivers may not be required and are determined on market yields and other market considerations.

US Bank receives approximately 0.0033% of the average daily net asset value of the portfolio plus transaction fees for custody services. For the six-month periods ended December 31, 2021 and 2020, the Diversified Portfolio paid \$11,135 and \$0, respectively, to US Bank for services provided.

Under a distribution plan, the public agency associations collectively receive an annual fee of 0.075% of the average daily net asset value for sponsorship fees. For the six-month periods ended December 31, 2021 and 2020, the Diversified Portfolio paid \$22,156 and \$42,853 to the Iowa League of Cities, \$22,327 and \$39,331 to the Iowa State Association of Counties, and \$5,544 and \$11,340 to the Iowa Association of Municipal Utilities, respectively, net of waivers. For the six-month periods ended December 31, 2021 and 2020, agency associations voluntarily waived a portion of their fees. The Iowa League of Cities waived \$77,036 and \$39,135, the Iowa State Association of Counties waived \$75,882 and \$37,583 and the Iowa Association of Municipal Utilities waived \$17,826 and \$10,621, respectively. Future waivers may not be required and are determined on market yields and other market considerations.

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 percent and 0.03 percent of the average daily net asset value and totaled \$22,080 and \$41,952 for the six month periods ended December 31, 2021 and 2020, respectively. The daily accrued expenses are paid from the Diversified Portfolio to the IPAIT Administrative Fund each month. The IPAIT Administrative Fund pays the direct expenses of IPAIT such as audit, insurance, legal, ratings fees, and other miscellaneous items. The IPAIT Administrative Fund also holds Board designated reserve funds for specific purposes. The IPAIT Administrative Fund is governed by the IPAIT Board of Trustees who approves the annual budget and reviews and approves the transaction activity and balances at each quarterly meeting.

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

(4) 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.

(5) Subsequent Events

IPAIT has evaluated the effects of events that occurred subsequent to December 31, 2021, 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
December 31, 2021

<u>Name of Issue</u>	<u>Yield at Time of Purchase</u>	<u>Due Date</u>	<u>Par Value</u>	<u>Amortized Cost</u>
U.S. Government Securities - 45.61%				
Federal Farm Credit Bank -10.40%	0.05%	02/07/22	2,500,000	2,499,872
	0.60%	03/14/22	1,390,000	1,404,174
	0.40%	01/18/22	2,571,000	2,574,048
	0.06%	02/28/22	3,000,000	3,010,162
	0.15%	02/24/22	1,000,000	1,000,137
	0.25%	06/02/22	1,935,000	1,936,326
	0.53%	01/18/22	5,250,000	5,251,170
	0.37%	04/08/22	6,220,000	6,224,976
	0.30%	04/27/22	2,483,000	2,484,866
	0.25%	05/06/22	3,000,000	3,001,848
	0.04%	02/24/22	3,000,000	2,999,952
	0.14%	04/01/22	3,000,000	3,000,291
	0.16%	10/13/22	1,442,000	1,442,093
	0.08%	09/16/22	1,500,000	1,499,237
	0.12%	08/11/22	1,000,000	1,000,309
	0.17%	08/26/22	3,000,000	3,002,029
	0.15%	09/14/22	4,000,000	4,002,345
	0.06%	09/30/22	3,000,000	2,999,943
	0.06%	10/04/22	3,000,000	3,000,000
	0.06%	10/05/22	4,000,000	3,999,923
	0.06%	05/26/22	2,000,000	1,999,950
	0.12%	08/03/22	5,000,000	5,001,341
				<u>63,334,991</u>
Federal Home Loan Bank - 4.69%	0.25%	06/03/22	4,000,000	4,002,836
	0.13%	08/12/22	1,690,000	1,690,091
	0.06%	05/10/22	3,000,000	2,999,975
	0.05%	03/17/22	4,000,000	3,999,904
	0.06%	03/29/22	2,000,000	1,999,949
	0.06%	03/11/22	3,050,000	3,062,652
	0.05%	03/11/22	1,150,000	1,155,352
	0.07%	06/10/22	3,000,000	3,027,072
	0.13%	09/09/22	3,000,000	3,038,539
	0.38%	12/09/22	2,550,000	2,585,590
	0.13%	02/18/22	1,000,000	1,000,100
				<u>28,562,058</u>
Federal Home Loan Mortgage Corporation - 1.77%	0.25%	06/08/22	3,250,000	3,252,343
	0.05%	01/13/22	7,548,000	7,553,712
				<u>10,806,055</u>
Fannie Mae - 6.64%	0.06%	01/05/22	6,668,000	6,669,399
	0.07%	04/05/22	3,387,000	3,402,811
	0.14%	10/05/22	4,000,000	4,056,459
	0.04%	01/11/22	5,500,000	5,503,859
	0.08%	04/12/22	2,000,000	2,011,992
	0.13%	09/06/22	5,650,000	5,698,501
	0.01%	04/07/22	2,500,000	2,502,266
	0.44%	04/15/22	2,100,000	2,102,340
	0.23%	05/13/22	2,500,000	2,501,609
	0.16%	03/04/22	6,000,000	6,001,146
				<u>40,450,384</u>

Iowa Public Agency Investment Trust - Diversified Portfolio
Schedule of Investments (continued)
December 31, 2021

<u>Name of Issue</u>	<u>Yield at Time of Purchase</u>	<u>Due Date</u>	<u>Par Value</u>	<u>Amortized Cost</u>
FREDDIE MAC - 0.25%	0.08%	06/29/22	1,500,000	1,513,576
				<u>1,513,576</u>
INT DEVELOPMENT FIN - 0.37%	0.00%	07/23/22	750,000	750,000
	0.00%	11/15/22	1,500,000	1,500,560
				<u>2,250,560</u>
Treasury Securities - 21.50%	0.08%	02/24/22	2,000,000	1,999,754
	0.07%	03/24/22	2,500,000	2,499,601
	0.06%	05/19/22	5,500,000	5,498,725
	0.07%	06/16/22	3,500,000	3,498,870
	0.08%	07/14/22	2,000,000	1,999,192
	0.04%	01/06/22	6,500,000	6,499,960
	0.05%	02/03/22	6,000,000	5,999,711
	0.08%	08/11/22	3,000,000	2,998,520
	0.05%	02/10/22	6,000,000	5,999,683
	0.05%	02/17/22	6,000,000	5,999,628
	0.06%	03/03/22	3,000,000	2,999,720
	0.07%	09/08/22	5,500,000	5,495,552
	0.00%	10/06/22	3,000,000	2,997,270
	0.06%	03/10/22	3,000,000	2,999,688
	0.07%	03/31/22	6,000,000	5,998,999
	0.06%	04/07/22	2,500,000	2,499,633
	0.16%	11/03/22	6,000,000	5,991,840
	0.06%	04/14/22	1,500,000	1,499,764
	0.07%	05/05/22	3,000,000	2,999,328
	0.24%	12/01/22	3,000,000	2,993,320
	0.07%	05/12/22	3,000,000	2,999,290
	0.05%	01/04/22	2,500,000	2,499,991
	0.05%	01/11/22	1,000,000	999,988
	0.05%	01/18/22	3,000,000	2,999,936
	0.04%	01/25/22	3,000,000	2,999,930
	0.05%	02/01/22	3,000,000	2,999,871
	0.40%	12/29/22	3,000,000	2,988,235
	0.11%	06/09/22	3,000,000	2,998,609
	0.21%	06/30/22	3,000,000	2,996,850
	0.06%	02/08/22	3,000,000	2,999,826
	0.05%	02/15/22	3,000,000	2,999,813
	0.05%	02/22/22	6,000,000	5,999,610
	0.00%	03/01/22	6,000,000	5,999,487
	0.09%	04/19/22	3,000,000	2,999,190
	0.00%	05/03/22	3,000,000	2,998,760
	0.11%	04/26/22	3,000,000	2,998,946
				<u>130,947,092</u>
Total U.S. Government Securities (Fair value \$277,808,817)				<u>277,864,715</u>
Money Market Funds - 15.66%				
Blackrock Liquid - Money Market - 6.39%	0.01%	01/05/22	38,932,777	38,932,777
Dreyfus Govern Cash - Money Market - 6.22%	0.03%	01/05/22	37,899,207	37,899,207
Fed Govt Obligation - Money Market - 0.01%	0.03%	01/05/22	72,288	72,288
First American Govt - Money Market - 0.01%	0.02%	01/05/22	64,711	64,711
JP Morgan US Govt - Money Market - 3.02%	0.03%	01/05/22	18,418,883	18,418,883
Total Money Market Funds (Fair value \$95,387,866)				<u>95,387,866</u>

Iowa Public Agency Investment Trust - Diversified Portfolio
Schedule of Investments (continued)
December 31, 2021

<u>Name of Issue</u>	<u>Yield at Time of Purchase</u>	<u>Due Date</u>	<u>Par Value</u>	<u>Amortized Cost</u>
Deposit Accounts - 16.17%				
Greenstate Cr Union - DDM - 4.93%	0.20%	01/05/22	30,013,947	30,013,947
Comm State - ICS - 0.87%	0.24%	01/05/22	5,291,930	5,291,930
Hills B&T Company - ICS - 12.40%	0.10%	01/05/22	75,550,343	75,550,343
SENB - ICS - 0.83%	0.30%	01/05/22	5,042,301	5,042,301
US BANK NA - Bank Dep - 0.01%	0.01%	01/05/22	44,677	44,677
Total Deposit Accounts				<u>115,943,199</u>
(Fair value \$115,943,199)				
Repurchase Agreements - 19.70%				
Bank of Montreal	0.04%	01/03/22	120,000,000	120,000,000
Total Repurchase Agreements				<u>120,000,000</u>
(Fair value \$120,000,000)				
(Purchase on 12/31/21; collateralized by \$147,126,557 par value U.S. Government securities with maturities ranging from 12/01/36 to 06/15/53; collateral worth \$124,400,000)				
Total Investments - 100%				<u>609,195,780</u>
(Fair value \$609,139,881)				

See accompanying notes to financial statements.

Iowa Public Agency Investment Trust - Diversified Portfolio Financial Highlights (unaudited)

Selected Data for Each Unit of Portfolio Outstanding

	Six Months Ended December 31, (unaudited)	Year Ended June 30,				
		2021	2020	2019	2018	2017
Net Asset Value, Beginning of Period	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Net Investment Income	(0.0010)	0.0002	0.0108	0.0203	0.0105	0.0029
Dividends Distributed	0.0010	(0.0002)	(0.0108)	(0.0203)	(0.0105)	(0.0029)
Net Asset Value, End of Period	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000	\$1.0000
Total Return*	0.01% *	0.02%	1.12%	2.04%	1.06%	0.26%
Ratio of Expenses to Average Net Position, After Waivers	0.08% **	0.14%	0.31%	0.34%	0.35%	0.36%
Ratio of Net Investment Income to Average Net Position, After Waivers	0.01% **	0.02%	1.08%	2.03%	1.05%	0.29%
Ratio of Expenses to Average Net Position, Before Waivers	0.30% **	0.31%	0.32%	0.34%	0.35%	0.37%
Ratio of Net Investment Income to Average Net Position, Before Waivers	-0.21% **	-0.16%	1.07%	2.03%	1.05%	0.29%
Net Position, End of Period (000 Omitted)	\$599,316	\$478,411	\$461,481	\$434,627	\$368,070	\$374,567

* 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.

** Annualized

See accompanying notes to financial statements.

Iowa Public Agency Investment Trust Board of Trustees (unaudited)

INFORMATION STATEMENT The Information Statement has additional information about the Fund and is available without charge, upon request, by calling 800-872-4024.

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.

Michelle Weidner

Chief Financial Officer, City of Waterloo
Chair and Trustee

Craig Anderson

Supervisor, Plymouth County
Trustee

Jarret Heil

Treasurer, Marshall County
Vice Chair and Trustee

Tim Stiles

Finance Director, City of West Des Moines
Trustee

Dan Zomermaand

Treasurer, Sioux County
Trustee

Steven Pick

General Manager, Spencer Municipal Utilities
Trustee

Jeff Nemmers

City Clerk / Finance Director, City of Fort Dodge
Trustee

Troy DeJoode

Executive Director, Iowa Association
of Municipal Utilities
Ex-Officio Member and Assistant Secretary

Mark Roberts

Director, Finance and Administrative Services
Muscatine Power and Water
Trustee

Alan Kemp

Executive Director, Iowa League of Cities
Ex-Officio Member and Secretary

Pat Mullenbach

Finance Manager & Treasurer, West Des Moines
Water Works
Trustee

William Peterson

Executive Director, Iowa State Association
of Counties
Ex-Officio Member, Treasurer

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

Service Providers

Administrator:

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Independent Registered Public Accounting Firm:

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Legal Counsel:

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Custodian:

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