

collected for the competition registration shall be deposited in the special conservation fund.

Sec. 3. Section 321G.5, unnumbered paragraph 1, Code 1985, is amended by striking the unnumbered paragraph.

Sec. 4. Section 321G.6, unnumbered paragraph 3, Code 1985, is amended to read as follows:

If the application for registration for the subsequent biennium is not made before January 1 of each odd-numbered year, the applicant shall be charged a penalty of two dollars for each six months' delinquency, or any portion of six months. However, if a registration is not renewed for two consecutive registration periods, the number of the delinquent registration may be canceled, and upon application for registration by the delinquent registrant, the delinquent registrant may be assigned a new registration number or may choose to keep the delinquent registration number, and the delinquent registrant shall not be charged any penalties.

Approved March 26, 1986

## CHAPTER 1032

### INVESTMENTS BY FIDUCIARIES

*S.F. 2215*

**AN ACT** relating to investments by fiduciaries by broadening provisions relating to investments in United States government obligations.

*Be It Enacted by the General Assembly of the State of Iowa:*

Section 1. Section 633.123, subsection 2, Code Supplement 1985, is amended by adding the following new unnumbered paragraph:

**NEW UNNUMBERED PARAGRAPH.** If a fiduciary is expressly directed or permitted by a will, agreement, court order, or other instrument creating or defining the fiduciary's duties and powers, to invest in United States government obligations, the fiduciary may, in the absence of an express prohibition in the instrument, invest in and hold such obligations either directly or in the form of interests in an investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C. § 80a, the portfolio of which is limited to United States government obligations and to repurchase agreements fully collateralized by United States government obligations, if the investment company or investment trust takes delivery of the collateral either directly or through an authorized custodian.

Sec. 2. Section 682.23, Code 1985, is amended by adding the following new subsection:

**NEW SUBSECTION. 16. INVESTMENTS INCLUDED — GOVERNMENT OBLIGATIONS.** Federal bonds, federal bank bonds, and bonds and debentures guaranteed by the federal government which are authorized investments under subsections 1, 2, and 11 include investments in an investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C. § 80a, the portfolio of which is limited to the United States government obligations described in subsections 1, 2, and 11 and to repurchase agreements fully collateralized by such United States government obligations, if the investment company or investment trust takes delivery of the collateral either directly or through an authorized custodian.

Approved March 26, 1986