

4. Refunds and credits for motor vehicles registered for ~~prorate~~ proportional registration under chapter 326 shall be paid or credited on the basis of unexpired complete calendar months remaining in the registration year from the date the claim or application is filed with the department.

Sec. 9. Section 326.30, Code 1987, is amended to read as follows:

326.30 MOTOR VEHICLE LAW APPLICABLE.

All provisions of chapter 321 insofar as applicable, are hereby specifically extended to include owners who register and title vehicles in this state on a proportional registration basis or who operate interstate on Iowa highways under reciprocity.

Sec. 10. Section 326.45, Code 1987, is amended to read as follows:

326.45 ISSUANCE — TITLE OBLIGATION.

Upon receiving application for and payment of the registration fee and notification of title ~~from the county treasurer~~, the department shall issue registration identification to the applicant carrier and send the certificate of title to the vehicle owner or lienholder. The department shall adopt rules pursuant to chapter 17A to process registration of vehicles titled in other states.

Sec. 11. This Act takes effect on January 1, 1988.

Approved May 5, 1987

CHAPTER 109

WATER DISTRICTS

H.F. 398

AN ACT relating to water districts, by providing for water service within two miles of a city and by providing for the determination and apportionment of cost attributed to the annexation of land.

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

Section 1. Section 357.1, Code 1987, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. Water services, other than water services provided as of April 1, 1987, shall not be provided within two miles of the limits of a city unless the city has approved a new water service plan submitted by the benefited district. If the new water service plan is not approved by the city, the plan may be subject to arbitration.

Sec. 2. Section 357A.2, Code 1987, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. Water services, other than water services provided as of April 1, 1987, shall not be provided within two miles of the limits of a city by a rural water district incorporated under this chapter or chapter 504A unless the city has approved a new water service plan submitted by the district. If the new water service plan is not approved by the city, the plan may be subject to arbitration.

Sec. 3. **NEW SECTION.** 357A.21 ANNEXATION OF LAND BY A CITY.

A water district organized under chapter 357, 357A, or 504A shall be fairly compensated for losses resulting from annexation. The governing body of a city or water utility and the board of directors or trustees of the water district may agree to terms which provide that the facilities owned by the water district and located within the city shall be retained by the

water district for the purpose of transporting water to customers outside the city. If an agreement is not reached within ninety days, the issues shall be submitted to arbitration. An arbitrator shall be selected by a committee which includes one member of the governing body of the city or its designee, one member of the water district's board of directors or trustees or its designee, and a disinterested party selected by the other two members of the committee. A list of qualified arbitrators may be obtained from the American arbitration association or other recognized arbitration organization or association.

Sec. 4. Section 384.84, Code 1987, is amended by adding the following new subsection:

NEW SUBSECTION. 3. The portion of cost attributable to the agreement or arbitration awarded under section 357A.21 may be apportioned in whole or in part among water customers within an annexed area.

Approved May 5, 1987

CHAPTER 110
SUBSTANCE ABUSE GRANTS
H.F. 258

AN ACT relating to program grants under the Iowa department of public health for substance abuse programs.

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

Section 1. Section 125.59, subsection 1, Code 1987, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. If the transferred amount for this subsection exceeds grant requests funded to the ten thousand dollar maximum, the Iowa department of public health may use the remainder to increase grants pursuant to subsection 2.

Approved May 5, 1987