

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