

565B.7 Transfer by obligor.

1. Subject to [subsections 2 and 3](#), a person not subject to [section 565B.5](#) or [565B.6](#) who holds property of, or owes a liquidated debt to, a minor not having a conservator, may make an irrevocable transfer to a custodian for the benefit of the minor pursuant to [section 565B.9](#).

2. If a person having the right to do so under [section 565B.3](#) has nominated a custodian under that section to receive the custodial property, the transfer must be made to that person.

3. If a custodian has not been nominated under [section 565B.3](#), or all persons so nominated as custodian die before the transfer or are unable, decline, or are ineligible to serve, a transfer under [this section](#) may be made to an adult member of the minor's family or to a trust company unless the property exceeds twenty-five thousand dollars in value.

4. A person making a distribution under [this section](#) is relieved of all accountability with respect to the property once the property has been distributed.

5. [This section](#) does not apply to any amounts due a minor for services rendered by the minor.

86 Acts, ch 1035, §7; 87 Acts, ch 87, §2; 2005 Acts, ch 14, §5

Referred to in [§97B.34A](#)