

554.12105 Other definitions.

1. In [this Article](#) unless the context otherwise requires:

a. “*Authorized account*” means a deposit account of a customer in a bank designated by the customer as a source of payment of payment orders issued by the customer to the bank. If a customer does not so designate an account, any account of the customer is an authorized account if payment of a payment order from that account is not inconsistent with a restriction on the use of that account.

b. “*Bank*” means a person engaged in the business of banking and includes a savings bank, savings and loan association, credit union, and trust company. A branch or separate office of a bank is a separate bank for purposes of [this Article](#).

c. “*Customer*” means a person, including a bank, having an account with a bank or from whom a bank has agreed to receive payment orders.

d. “*Funds-transfer business day*” of a receiving bank means the part of a day during which the receiving bank is open for the receipt, processing, and transmittal of payment orders, and cancellations and amendments of payment orders.

e. “*Funds-transfer system*” means a wire transfer network, automated clearing house, or other communication system of a clearing house or other association of banks through which a payment order by a bank may be transmitted to the bank to which the order is addressed.

f. Reserved.

g. “*Prove*” with respect to a fact means to meet the burden of establishing the fact as defined in [section 554.1201, subsection 2](#), paragraph “h”.

2. Other definitions applying to [this Article](#) and the sections in which they appear are:

- a. “Acceptance” [Section 554.12209](#)
- b. “Beneficiary” [Section 554.12103](#)
- c. “Beneficiary’s bank” [Section 554.12103](#)
- d. “Executed” [Section 554.12301](#)
- e. “Execution date” [Section 554.12301](#)
- f. “Funds transfer” [Section 554.12104](#)
- g. “Funds-transfer system rule” [Section 554.12501](#)
- h. “Governing law” [Section 554.12507](#)
- i. “Intermediary bank” [Section 554.12104](#)
- j. “Originator” [Section 554.12104](#)
- k. “Originator’s bank” [Section 554.12104](#)
- l. “Payment by beneficiary’s

bank to beneficiary” [Section 554.12405](#)

m. “Payment by originator to beneficiary” [Section 554.12406](#)

n. “Payment by sender to receiving bank” [Section 554.12403](#)

o. “Payment date” [Section 554.12401](#)

p. “Payment order” [Section 554.12103](#)

q. “Receiving bank” [Section 554.12103](#)

r. “Security procedure” [Section 554.12201](#)

s. “Sender” [Section 554.12103](#)

3. The following definitions in [Article 4](#) apply to [this Article](#):

a. “Clearing house” [Section 554.4104](#)

b. “Item” [Section 554.4104](#)

c. “Suspends payments” [Section 554.4104](#)

4. In addition, [Article 1](#) contains general definitions and principles of construction and interpretation applicable throughout [this Article](#).

[92 Acts, ch 1146, §5](#); [2000 Acts, ch 1058, §49](#); [2007 Acts, ch 41, §31, 32](#); [2012 Acts, ch 1023, §157](#)