

(f)--"Remitting-bank"--means-any-payer-or--intermediary bank-remitting-for-an-item;

(g)--"LOCAL--BANK"--MEANS-A-MARYLAND-BRANCH-OFFICE-OF-A BANK-THAT-IS-LOCATED-IN-THE-SAME-CITY-OR-TOWN,-AND-THAT-USES--THE SAME-CLEARING-FACILITY,-AS-THE-PRINCIPAL-OFFICE-OF-THE-DEPOSITARY BANK;

(h)--"DEPOSITARY--INSTITUTION"--MEANS-A-CREDIT-UNION-OR SAVINGS--AND--LOAN--ASSOCIATION--TO--WHICH--AN--ITEM---IS---FIRST TRANSFERRED--FOR--COLLECTION--EVEN--THOUGH--IT--IS-ALSO-THE-PAYOR INSTITUTION;

(i)--"LOCAL-INSTITUTION"--MEANS-AN-OFFICE-OF--A--CREDIT UNION-OR-SAVINGS-AND-LOAN-ASSOCIATION-THAT-IS-LOCATED-IN-THE-SAME CITY--OR--TOWN,-AND-THAT-USES-THE-SAME-CLEARING-FACILITY,-AS-THE OFFICE-OF-THE-DEPOSITARY-INSTITUTION;

(j)--"PAYOR--INSTITUTION"--MEANS--A--CREDIT--UNION--OR SAVINGS-AND-LOAN-ASSOCIATION-BY-WHICH-AN-ITEM-IS-PAYABLE-AS-DRAWN OR-ACCEPTED.

4-213-

(1)--An--item--is-finally-paid-by-a-payer-bank-when-the-bank has-done-any-of-the-following,-whichever-happens-first-

(a)--Paid-the-item-in-cash,-or

(b)--Settled-for-the-item-without-reserving-a-right-to revoke--the--settlement--and--without--having--such--right--under statute,-clearing-house-rule-or-agreement,-or

(c)--Completed--the-process-of-posting-the-item-to-the indicated-account-of-the-drawer,-maker--or--other--person--to-be charged-there-with,-or

(d)--Made--a--provisional--settlement-for-the-item-and failed-to-revoke-the-settlement-in-the-time-and-manner--permitted by--statute,-clearing-house--rule--or--agreement--Upon-a-final payment-under-subparagraphs-(b)-,-(c)-or-(d)-the-payer-bank--shall be-accountable-for-the-amount-of-the-item.

(2)--If--provisional--settlement--for--an--item--between-the presenting-and-payer-banks-is-made-through-a-clearing-house-or-by debits-or-credits-in-an-account-between-them,-then-to-the--extent that--provisional--debits--or-credits-for-the-item-are-entered-in accounts-between-the-presenting-and-payer-banks--or--between--the presenting--and--successive-prior-collecting-banks-seriatim,-they become-final-upon-final-payment-of-the-item-by-the-payer-bank.

(3)--If-a-collecting-bank-receives-a-settlement-for-an--item which--is-or-becomes-final-(subsection-(3)-of-§-4-211,-subsection (2)-of-§-4-213)-the-bank-is-accountable-to-its-customer--for--the amount--of-the-item-and-any-provisional-credit-given-for-the-item in-an-account-with-its-customer-becomes-final.