

**EHB 2788**

1 THE STATE SENATE  
2 Monday, April 8, 2002

3 ENGROSSED

4 House Bill No. 2788

5 As Amended

6 ENGROSSED HOUSE BILL NO. 2788 - By: GLOVER of the House and CAPPS of  
7 the Senate.

8 An Act relating to oil and gas; amending 52 O.S. 2001,  
9 Section 570.12, which relates to the Production Revenue  
10 Standards Act; modifying information requirements on  
11 payments for oil and gas proceeds; requiring company to  
12 include certain information upon request; and providing an  
13 effective date.

14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

15 SECTION 1. AMENDATORY 52 O.S. 2001, Section 570.12, is  
16 amended to read as follows:

17 Section 570.12 A. The following information for each property  
18 and month of sale shall be included with each payment made to an  
19 interest owner from the sale of oil or gas:

20 1. Lease or well identification including county and state in  
21 which the lease or well is located, and a telephone number at which  
22 additional information regarding the payment may be obtained and  
23 questions may be answered;

24 2. Month and year of sales included in the payment;

25 3. Total barrels or MCF attributed to such payment;

1        4. Price per barrel or MCF, ~~including British Thermal Unit~~  
2 ~~adjustment~~ of gas sold;

3        5. Total amount attributed to such payment of severance and  
4 other production taxes, with the exception of windfall profit tax;

5        6. Net value of total sales attributed to such payment after  
6 taxes are deducted;

7        7. Owner's interest, expressed as a decimal, in production from  
8 the property;

9        8. Owner's share of the total value of sales attributed to such  
10 payment prior to any deductions; and

11       9. Owner's share of the sales value attributed to such payment  
12 less owner's share of the production and severance taxes; ~~and~~.

13       ~~10.~~ A B. Upon the request of an interest owner, the British  
14 Thermal Unit adjustment of gas sold, the section, township and range  
15 in which the lease is located, and a specific listing of the amount  
16 and purpose of any other deductions from the proceeds attributed to  
17 such payment due to the owner ~~upon request by the owner~~ shall be  
18 provided.

19       ~~B.~~ C. For purposes of the Production Revenue Standards Act:

20       1. All revenue decimals shall be calculated to not less than  
21 the nearest sixth decimal place, which is the nearest part in one  
22 million; and

1           2. Gas volumes reported to any owner shall be measured as  
2 required by Section 474 of Title 52 of the Oklahoma Statutes.

3           SECTION 2. This act shall become effective July 1, 2003.

4 COMMITTEE REPORT BY: COMMITTEE ON ENERGY, ENVIRONMENTAL RESOURCES &  
5 REGULATORY AFFAIRS, dated 4-4-02 - DO PASS, As Amended.