

BILL SUMMARY
2nd Session of the 52nd Legislature

Bill No.:	SB 1615
Version:	Engrossed
Author:	Trebilcock
Date:	3/29/2010
Impact:	\$0 state cost

Bill Summary

Research Analyst: Dusty Darr

Engrossed Senate Bill (ESB) 1615 creates the Oil and Gas Owners' Lien Act of 2010. The measure provides that to secure the obligations of a first purchaser to pay the sales price, each interest owner is granted an oil and gas lien to the extent of the interest owner's interest in oil and gas rights. Such liens are to exist as part of and incident to the ownership of oil and gas rights. In addition, the measure provides that except for a permitted lien, an oil and gas lien is to take priority over any other lien, whether arising by contract, law, equity or otherwise, or any security interest.

The title is stricken from the measure in its current form.

Fiscal Summary

Fiscal Analyst: Mark Nichols

The engrossed version of SB 1615 creates the Oil and Gas Owners' Lien Act of 2010. The measure provides for an oil and gas lien to the extent of the interest owner's interest in oil and gas rights. The measure then clarifies the nature and duration of the lien, provides for commingling and the rights of purchasers. The measure provides that an oil and gas lien takes priority to other liens. Finally, the measure repeals an older version of the Oil and Gas Owners' Lien Act.

Fiscal Analysis

As written, the measure provides no fiscal impact to state revenues or expenditures.

Long Term Fiscal Considerations

None

Fiscal Analysis Reviewed By:

Janice Buchanan

House Fiscal Director