

Oklahoma State Senate

Bill Summary and Fiscal Impact

Agency: Commissioners of the Land Office

Bill Number: SB 731

Senate Author: Marlatt

House Author: Calvey

FY '18 Impact: see comments

Full Year Impact: see comments

Bill Summary and Comments: The Commissioners of the Land Office is the largest mineral owner in the state behind the federal government. This bill would remove the provision that if proceeds from the sale of oil or gas production or some portion of such proceeds are not paid to the applicable time period then that portion not timely paid shall earn interest at the rate of 12% per annum to be compounded annually.

This would result in an average loss of nearly \$2.5 million annually to the CLO. These funds go directly back out to public education beneficiaries.

Currently CLO has outstanding interest claims amounting to \$20.9 million as of April 1, 2017.

Friday, April 21, 2017