

Bill Summary
2nd Session of the 57th Legislature

Bill No.:	SB 1232
Version:	CS
Request No.:	3889
Author:	Sen. Daniels
Date:	02/24/2020

Committee Substitute (CS)

The CS for SB 1232 authorizes the party remitting production proceeds to royalty owners to receive a signed division or transfer order from each owner containing the information outlined in the measure beginning with oil and gas production sold after November 1, 2020. The measure also authorizes the party remitting production proceeds to withhold payment without interest until 60 days after the date such instrument is received by the party remitting production proceeds.

Prepared by: Kalen Taylor

Fiscal Analysis

FY'21 Impact: \$220,000.00

Full Year Impact: \$220,000.00

The potential fiscal impact to the educational beneficiaries of the CLO would be \$220,000 in perpetuity. This is applicable to page 5, lines 20-24 of the bill.

Prepared by: CLO