

1 ENGROSSED HOUSE  
2 BILL NO. 2029

By: O'Donnell of the House

3 and

4 Taylor of the Senate

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6  
7 An Act relating to oil and gas; amending 52 O.S.  
8 2011, Section 570.11, which relates to division  
9 orders; amending the definition of division order;  
10 and providing an effective date.

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

13 SECTION 1. AMENDATORY 52 O.S. 2011, Section 570.11, is  
14 amended to read as follows:

15 Section 570.11 A division order is an instrument for the  
16 purpose of directing the distribution of proceeds from the sale of  
17 oil, gas, casinghead gas or other related hydrocarbons which  
18 warrants in writing the division of interest and shall include the  
19 name, address and tax identification number of each interest owner  
20 with a provision requiring notice of change of ownership. A  
21 division order is executed to enable the first purchaser of the  
22 production or holder of proceeds to make remittance of proceeds  
23 directly to the owners legally entitled thereto and does not relieve  
24 the lessee of any liabilities or obligations under the oil and gas

1 lease. Terms of a division order which conflict with the terms of  
2 any oil and gas lease are invalid, unless previously agreed to by  
3 the affected parties. This subsection shall only apply to division  
4 orders executed on or after July 1, 1989.

5 SECTION 2. This act shall become effective November 1, 2021.

6 Passed the House of Representatives the 2nd day of March, 2021.

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Presiding Officer of the House  
of Representatives

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Passed the Senate the \_\_\_\_ day of \_\_\_\_\_, 2021.

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Presiding Officer of the Senate

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