

1 STATE OF OKLAHOMA

2 1st Session of the 58th Legislature (2021)

3 HOUSE BILL 2029

By: O'Donnell

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5
6 AS INTRODUCED

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.

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

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

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

1 any oil and gas lease are invalid, unless previously agreed to by
2 the affected parties. This subsection shall only apply to division
3 orders executed on or after July 1, 1989.

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

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