

By: Keffer

H.B. No. 2661

A BILL TO BE ENTITLED

AN ACT

1
2 relating to the information required to be provided by a payor of
3 proceeds from the sale of oil or gas from an oil or gas well to a
4 payee.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 91.402, Natural Resources Code, is
7 amended by adding Subsection (d-1) to read as follows:

8 (d-1) The division order or a separate statement provided to
9 the payee by the payor must describe the method used to calculate
10 the fractional or decimal interest in production of the payee as
11 stated in the division order and include the calculation of the
12 payee's interest. If the payee is a royalty interest owner, the
13 payee's fractional or decimal interest in production must be
14 calculated by dividing the number of mineral acres owned by the
15 payee by the number of acres in the drilling or spacing unit for the
16 well and multiplying that amount by the royalty required to be paid
17 under the lease.

18 SECTION 2. This Act takes effect September 1, 2013.