

House Bill 129
Senate Amendments
Section-by-Section Analysis

HOUSE VERSION

SECTION 1. Sections 91.501 and 91.506, Natural Resources Code, are amended to read as follows:

Sec. 91.501. INFORMATION REQUIRED. If payment is made to a royalty interest owner from the proceeds derived from the sale of oil or gas production pursuant to a division order, lease, servitude, or other agreement, the payor shall include the information required by Section 91.502 on the check stub, an attachment to the payment form, or another remittance advice that accompanies the payment.

Sec. 91.506. EXEMPTION. (a) Except as provided by Subsection (b), if [H] the information required by Section 91.502 is provided in some other manner on a monthly basis, the payor is not required to include the information on the check stub, an attachment to the payment form, or another [other] remittance advice that accompanies the payment.

(b) If payment is made to the royalty interest owner by a paper check delivered by mail or by means of a private delivery service, the payor may not provide the information required by Section 91.502 in a manner other than by including the information on the check stub, an attachment to the payment form, or another remittance advice that accompanies the payment unless the payor obtains, or a previous payor has obtained, the written consent of the royalty interest owner to provide the information in some other manner.

SECTION 2. The change in law made by this Act applies only to a payment made on or after the effective date of this Act to a royalty interest owner from the proceeds derived from the sale of oil or gas production. A payment made before the effective date of this Act to a royalty interest owner from the

SENATE VERSION (CS)

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SECTION 2. Same as House version.

CONFERENCE

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proceeds derived from the sale of oil or gas production is governed by the law in effect on the date the payment is made, and the former law is continued in effect for that purpose.

SECTION 3. This Act takes effect September 1, 2017.

SENATE VERSION (CS)

SECTION 3. Same as House version.

CONFERENCE