

SENATE BILL NO. 2404

Introduced by

Senators Miller, O'Connell, Wardner

Representatives S. Meyer, Rust, Weiler

1 A BILL for an Act to provide for the protection of the payment of proceeds from the sale of oil or
2 gas.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. Proceeds from the sale of oil and gas production protected.** All
5 proceeds from the sale of oil and gas production must be regarded as separate and distinct
6 from all other funds of a person receiving or holding the proceeds until such time as the
7 proceeds are paid to the owners legally entitled to the proceeds. A person holding revenue or
8 proceeds from the sale of oil or gas production shall hold the revenue or proceeds for the
9 benefit of the owners legally entitled to the proceeds. Nothing in this section creates an
10 express trust.