

State of Arkansas

76th General Assembly

Regular Session, 1987

SENATE BILL 90

By: Senator Walters, Senator Hardin

"AN ACT TO PROHIBIT OIL AND GAS COMPANIES FROM TAKING
TRANSPORTATION, PIPELINE OR COMPRESSION EXPENSES OUT OF
LANDOWNERS' ROYALTIES; AND FOR OTHER PURPOSES."

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Every person, firm, company, corporation or other business entity holding a lease or permit for the taking or production of gas which contains the phrase or its equivalent, "a certain fraction of the wellhead price of the gas", shall not be entitled by that phrase to reduce the royalties paid to the landowners pursuant to the lease or permit for transportation, pipeline or compression expenses incurred by the leaseholder.

SECTION 2. All laws and parts of laws in conflict with this Act are hereby repealed.

