

Regular Session, 2014

HOUSE BILL NO. 309

BY REPRESENTATIVE SMITH

REVENUE DEPARTMENT: Requires the issuance of an economic hardship license under certain circumstances if a driver's license has been suspended or denied renewal for failure to pay individual income taxes

1 AN ACT

2 To amend and reenact R.S. 32:414(R) and R.S. 47:296.2(A), relative to individual income  
3 tax; to provide relative to the authority of the Department of Revenue to collect  
4 unpaid individual income tax; to require an investigation and issuance of an  
5 economic hardship license under certain circumstances if a driver's license has been  
6 suspended or renewal denied for unpaid individual income tax; to provide for certain  
7 limitations; and to provide for related matters.

8 Be it enacted by the Legislature of Louisiana:

9 Section 1. R.S. 32:414(R) is hereby amended and reenacted to read as follows:

10 §414. Suspension, revocation, renewal, and cancellation of licenses; judicial review

11 \* \* \*

12 R.(1) The secretary of the Department of Public Safety and Corrections shall  
13 suspend and deny the renewal of a taxpayer's driver's license when notified by the  
14 Department of Revenue that the department has an assessment or judgment against  
15 the individual that has become final and nonappealable.

16 ~~(2)~~ The reinstatement and renewal of a taxpayer's driver's license shall be  
17 denied until such time as the individual has paid or made arrangements to pay the  
18 delinquent tax, interest, penalty, and all costs and the Department of Revenue

1 notifies the Department of Public Safety and Corrections, office of motor vehicles,  
2 of the payment or arrangement to pay.

3 ~~(3)~~ (2) The Department of Public Safety and Corrections, office of motor  
4 vehicles, shall ~~not~~ issue an economic hardship license when an individual's driver's  
5 license is suspended and has not been renewed under the provisions of this Section,  
6 if the licensee alleges that suspension of his driving privileges will deprive him or  
7 his family from earning a livelihood. The Department of Public Safety and  
8 Corrections, office of motor vehicles, in conjunction with the Department of  
9 Revenue, shall promptly investigate the allegation made by the licensee. If the office  
10 of motor vehicles finds the allegation to be true, the office of motor vehicles shall  
11 issue an economic hardship license for the period of the suspension provided for in  
12 R.S. 47:296.2. The economic hardship license shall authorize the licensee to operate  
13 a motor vehicle on streets or watercraft or waterways of the state which enable the  
14 licensee to earn his livelihood and such operation shall be restricted to times during  
15 which he is involved in earning a livelihood. The licensee shall be responsible for  
16 promptly notifying the office of motor vehicles and the Department of Revenue if,  
17 during the period of suspension, any circumstance changes which necessitates a  
18 change in the original restrictions imposed by the office of motor vehicles. Notice  
19 of the restriction shall be attached to the license.

20 \* \* \*

21 Section 2. R.S. 47:296.2(A) is hereby amended and reenacted to read as follows:

22 §296.2. Suspension and denial of renewal of drivers' licenses; economic hardship  
23 license; restrictions

24 A.(1) A ~~suspension and~~ driver's license shall be suspended or renewal of a  
25 driver's license shall be denied if the Department of Revenue has an assessment or  
26 judgment against an individual that has become final and nonappealable if the  
27 amount of the final assessment or final judgment is in excess of one thousand dollars  
28 of individual income tax, exclusive of penalty, interest, costs, and other charges.



livelihood. Proposed law requires DOR and OMV to investigate the allegation made by the licensee and, if found to be true, the licensee shall be issued an economic hardship license for the period of the suspension provided for in present law. The economic hardship license authorizes the licensee to operate a motor vehicle or watercraft which enable the licensee to earn his livelihood and such operation is restricted to times during which he is involved in earning a livelihood. Further requires the licensee to notify OMV and DOR if, during the period of suspension, any circumstance changes which necessitates a change in the original restrictions imposed by OMV.

(Amends R.S. 32:414(R) and R.S. 47:296.2(A))