of valid documentary evidence that the status by which
the applicant qualified for the temporary driver's
license or temporary identification card has been
extended by the Secretary of Homeland Security.

(3) VERIFICATION OF DOCUMENTS.—To meet the require-
ments of this section, a State shall implement the following
procedures:

(A) Before issuing a driver's license or identification
card to a person, the State shall verify, with the issuing
agency, the issuance, validity, and completeness of each
document required to be presented by the person under
paragraph (1) or (2).

(B) The State shall not accept any foreign document,
other than an official passport, to satisfy a requirement
of paragraph (1) or (2).

(C) Not later than September 11, 2005, the State shall
enter into a memorandum of understanding with the Sec-
retary of Homeland Security to routinely utilize the auto-
mated system known as Systematic Alien Verification for
Entitlements, as provided for by section 404 of the Illegal
Immigration Reform and Immigrant Responsibility Act of
1996 (110 Stat. 3009–664), to verify the legal presence
status of a person, other than a United States citizen,
applying for a driver's license or identification card.

(d) OTHER REQUIREMENTS.—To meet the requirements of this
section, a State shall adopt the following practices in the issuance
of drivers' licenses and identification cards:

(1) Employ technology to capture digital images of identity
source documents so that the images can be retained in elec-
tronic storage in a transferable format.

(2) Retain paper copies of source documents for a minimum
of 7 years or images of source documents presented for a
minimum of 10 years.

(3) Subject each person applying for a driver's license or
identification card to mandatory facial image capture.

(4) Establish an effective procedure to confirm or verify
a renewing applicant's information.

(5) Confirm with the Social Security Administration a social
security account number presented by a person using the full
social security account number. In the event that a social
security account number is already registered to or associated
with another person to which any State has issued a driver's
license or identification card, the State shall resolve the discrep-
ancy and take appropriate action.

(6) Refuse to issue a driver's license or identification card
to a person holding a driver's license issued by another State
without confirmation that the person is terminating or has
terminated the driver's license.

(7) Ensure the physical security of locations where drivers' licenses
and identification cards are produced and the security
of documents, materials, and papers from which drivers' licenses
and identification cards are produced.

(8) Subject all persons authorized to manufacture or
produce drivers' licenses and identification cards to appropriate
security clearance requirements.
(9) Establish fraudulent document recognition training programs for appropriate employees in the issuance of drivers' licenses and identification cards.

(10) Limit the period of validity of all driver's licenses and identification cards that are not temporary to a period that does not exceed 8 years.

(11) In any case in which the State issues a driver's license or identification card that does not satisfy the requirements of this section, ensure that such license or identification card—
(A) clearly states on its face that it may not be accepted by any Federal agency for federal identification or any other official purpose; and
(B) uses a unique design or color indicator to alert Federal agency and other law enforcement personnel that it may not be accepted for any such purpose.

(12) Provide electronic access to all other States to information contained in the motor vehicle database of the State.

(13) Maintain a State motor vehicle database that contains, at a minimum—
(A) all data fields printed on drivers' licenses and identification cards issued by the State; and
(B) motor vehicle drivers' histories, including motor vehicle violations, suspensions, and points on licenses.

SEC. 203. TRAFFICKING IN AUTHENTICATION FEATURES FOR USE IN FALSE IDENTIFICATION DOCUMENTS.

(a) CRIMINAL PENALTY.—Section 1028(a)(8) of title 18, United States Code, is amended by striking “false authentication features” and inserting “false or actual authentication features”.

(b) USE OF FALSE DRIVER'S LICENSE AT AIRPORTS.—
(1) IN GENERAL.—The Secretary shall enter, into the appropriate aviation security screening database, appropriate information regarding any person convicted of using a false driver's license at an airport (as such term is defined in section 40102 of title 49, United States Code).

(2) FALSE DEFINED.—In this subsection, the term “false” has the same meaning such term has under section 1028(d) of title 18, United States Code.

SEC. 204. GRANTS TO STATES.

(a) IN GENERAL.—The Secretary may make grants to a State to assist the State in conforming to the minimum standards set forth in this title.

(b) AUTHORIZATION OF APPROPRIATIONS.—There are authorized to be appropriated to the Secretary for each of the fiscal years 2005 through 2009 such sums as may be necessary to carry out this title.

SEC. 205. AUTHORITY.

(a) PARTICIPATION OF SECRETARY OF TRANSPORTATION AND STATES.—All authority to issue regulations, set standards, and issue grants under this title shall be carried out by the Secretary, in consultation with the Secretary of Transportation and the States.

(b) EXTENSIONS OF DEADLINES.—The Secretary may grant to a State an extension of time to meet the requirements of section 202(a)(1) if the State provides adequate justification for noncompliance.