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Joint Committee on Ways and Means

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To: Ways and Means Full Committee

From: Transportation and Economic Development Subcommittee

SB 374 Relating to the REAL ID Act of 2005 Re:

Senator Hansell: "The federal REAL ID Act of 2005 established national security standards for state driver's licenses and identification cards. States are not required to comply and there is no monetary penalty, but residents of states that do not meet the standards are not able to use their state identification for federal purposes, such as entry to federal facilities and boarding commercial aircraft.

As of October 10, 2015, military bases and federal facilities that require identification to gain access only accept state-issued identification cards from REAL ID compliant states, and states with an extension. Beginning January 22, 2018, the federal Transportation Security Administration will only accept state-issued identification from REAL ID compliant states, and states with an extension.

Until recently, Oregon has operated under an extension that has spared residents the inconvenience of having to supply other acceptable forms of identification. However, the extension has ended and further extensions are in jeopardy unless Oregon can demonstrate a serious and significant effort to achieve full implementation of the REAL ID Act. SB 374 is a critical step in that direction.

The measure conforms existing statute to the federal Real ID Act of 2005. Under the bill, DMV would offer two types of identification cards and driver's licenses: one being the standard cards that are available today, and the other being REAL ID compliant cards which individuals could use to board commercial aircraft and access other federal facilities. The Department anticipates that REAL ID-compliant cards will be available July 1, 2020 at the earliest.

In the 2017-19 biennium, the bill is anticipated to have a minimal fiscal impact on the Department of Transportation. In the 2019-21 biennium, implementation costs are estimated to be \$579,023. Fees for the issuance of Real ID cards will be set at a level to cover the cost of issuance.

The Transportation and Economic Development Subcommittee recommends SB 374 be reported out do pass."