



Legislative Council Staff
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Final Fiscal Note

Drafting Number: LLS 22-1017 **Date:** July 12, 2022
Prime Sponsors: Sen. Gonzales **Bill Status:** Signed into Law
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Bill Topic: **REPEAL FEDERAL GOVT CONFIRM STATUS FOR ID DOCUMENTS**

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill eliminates the requirement that individuals in the U.S. temporarily pass a federal check in order to be issued a state identification document. The bill increases state expenditures in FY 2022-23 only and reduces ongoing expenditures.

Appropriation Summary: For FY 2022-23, the bill requires and includes an appropriation of \$19,397 to the Department of Revenue.

Fiscal Note Status: The fiscal note reflects the enacted bill.

Table 1
State Fiscal Impacts Under SB 22-204

		Budget Year FY 2022-23	Out Year FY 2023-24
Revenue		-	-
Expenditures	Cash Funds	\$19,397	-
Transfers		-	-
Other Budget Impacts		-	-

Summary of Legislation

Under current law, an individual who is temporarily legally present in the United States may apply for a state identification document if the individual is qualified, has documents showing lawful presence, and the individual's status can be confirmed through the federal Systematic Alien Verification for Entitlements (SAVE) system. This bill eliminates the SAVE confirmation requirement as of January 1, 2023.

Background

The SAVE system is operated by the U.S. Department of Homeland Security for state department of motor vehicles (DMV) agencies to verify an applicant's lawful presence.

For the last three fiscal years the DMV in the Department of Revenue has issued an average of 33,620 identification documents to applicants who are temporarily legally present.

State Expenditures

The bill will increase expenditures for the Department of Revenue by \$19,397 in FY 2022-23 from the DRIVES Cash Fund. These expenditures are for modifications to the Colorado Driver License, Record, Identification and Vehicle Enterprise Solution known as DRIVES. The department will have an ongoing reduction in expenditures of \$0.50 per SAVE system check to verify an individual's status. Because the reduction will depend on the number of applicants for an identification document, adjustments for this reduction will be made through the annual budget process.

Effective Date

The bill was signed into law by the Governor and took effect on June 7, 2022, and applies to applications for state identification documents beginning January 1, 2023.

State Appropriations

For FY 2022-23, the bill requires an appropriation of \$19,397 from the DRIVES Cash Fund to the Department of Revenue. Of that amount \$2,575 is reappropriated to the Office of Information Technology.

State and Local Government Contacts

Information Technology

Revenue