SEC. 3020. GRADUATED DRIVERS LICENSING LAWS.

(a) In General.—Chapter 1 (as amended by this title) is further amended by adding at the end the following:

“§ 169. Graduated drivers licensing laws

“(a) Laws Requiring Graduated Licensing.—A State meets the requirements of this subsection if the State has enacted and is enforcing a graduated drivers licensing law (as such term is defined in section 402(p)).

“(b) Withholding.—

“(1) Fourth fiscal year.—On the first day of the fourth fiscal year beginning after the date of enactment of this section, the Secretary shall withhold 1 percent of the amount otherwise required to be apportioned to a State for such fiscal year under each of paragraphs (1) and (3) of section 104(b), if the State does not meet the requirements of subsection (a) of this section.
“(2) FIFTH FISCAL YEAR.—On the first day of the fifth fiscal year beginning after the date of enactment of this section, the Secretary shall withhold 3 percent of the amount otherwise required to be apportioned to a State for such fiscal year under each of paragraphs (1) and (3) of section 104(b), if the State does not meet the requirements of subsection (a) of this section.

“(3) SIXTH AND SUBSEQUENT FISCAL YEARS.—On the first day of each fiscal year beginning after the fifth fiscal year beginning after the date of enactment of this section, the Secretary shall withhold 5 percent of the amount otherwise required to be apportioned to a State for such fiscal year under each of paragraphs (1) and (3) of section 104(b), if the State does not meet the requirements of subsection (a) of this section.

“(c) PERIOD OF AVAILABILITY OF WITHHELD FUNDS; EFFECT OF COMPLIANCE AND NONCOMPLIANCE.—

“(1) PERIOD OF AVAILABILITY OF WITHHELD FUNDS.—Any funds withheld under subsection (b) from apportionment to a State shall remain available for apportionment to the State until the end of the
third fiscal year following the fiscal year for which such funds are authorized to be appropriated.

“(2) APPORTIONMENT OF WITHHELD FUNDS AFTER COMPLIANCE.—If, before the last day of the period during which funds withheld under subsection (b) from apportionment are to remain available for apportionment to a State under paragraph (1), the State meets the requirements of subsection (a), the Secretary shall, on the first day on which the State meets the requirements of subsection (a), apportion to the State the funds withheld under subsection (b) that remain available for apportionment to the State.

“(3) PERIOD OF AVAILABILITY OF SUBSEQUENTLY APPORTIONED FUNDS.—Any funds apportioned pursuant to paragraph (2) shall remain available for expenditure until the end of the third fiscal year following the fiscal year in which the funds are so apportioned. Sums not obligated at the end of that period shall lapse.

“(4) EFFECT OF NONCOMPLIANCE.—If, at the end of the period during which funds withheld under subsection (b) from apportionment are available for apportionment to a State under paragraph (1), the
State does not meet the requirements of subsection (a), the funds shall lapse.”.

(b) CLERICAL AMENDMENT.—The analysis for chapter 1 (as amended by title III of this Act) is further amended by adding at the end the following:

“169. Graduated drivers licensing laws.”.