

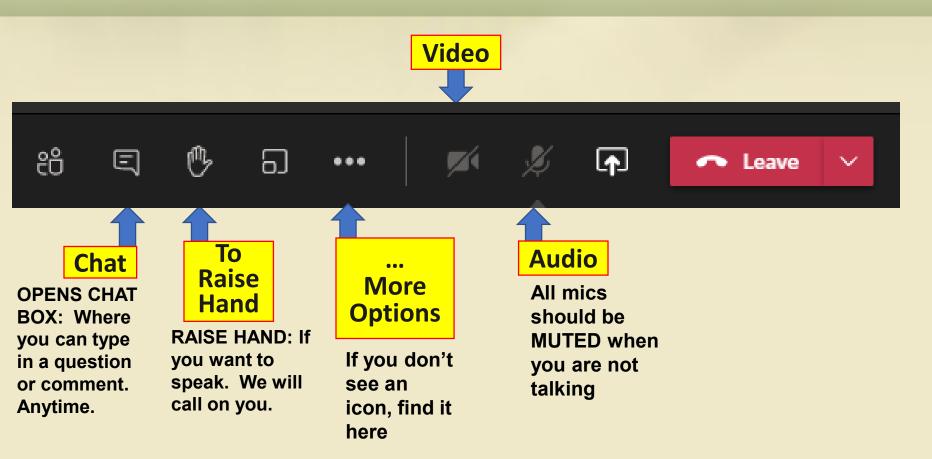
Kapolei Beneficiary Consultation Meeting on

Proposed Gaming Legislation

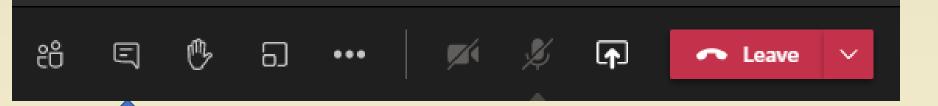
This meeting is being recorded and will be posted on our website

January 13, 2021 The meeting will start at 7:00 p.m.

Accessing Microsoft Teams Features



Please sign in.



Chat OPENS CHAT BOX: Where you can type in a question or comment. Anytime.

Please sign-in in the chat box.

- Name
- Lessee or applicant or other
- What community you call home

Our Kuleana in this Meeting

- 1. Be respectful of the person talking please do not interrupt the person that is talking;
- 2. Wait for the facilitator to call on you or type your question into the chat box
- 3. When addressing other participants (verbally or in the chat box), be respectful, show aloha, treat others how you would like to be treated;
- 4. Agree to disagree accept that others may have different perspectives and opinions.
- 5. Have an open mind take home new ideas or new information.

Purpose of Tonight's Meeting

- **1. Provide more information related to:**
 - A. The proposed gaming bill;
 - **B.** The Legislative process;
 - C. Potential next-steps & milestones
- 2. Answer beneficiary questions

3. Collect beneficiary feedback on shaping the process going forward

Tonight's Meeting Agenda

I. Welcome and Introductions (5 min.)

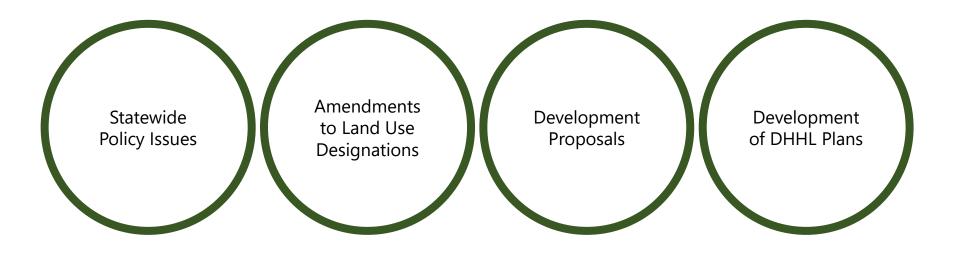
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III. Q&A session on presentation (30 min.)

IV. Facilitated discussion – DHHL needs your feedback and input on PROCESS (30 min.)

V. Next-Steps & Wrap-Up (10 min.)

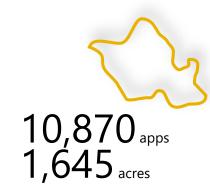
Beneficiary consultation policy

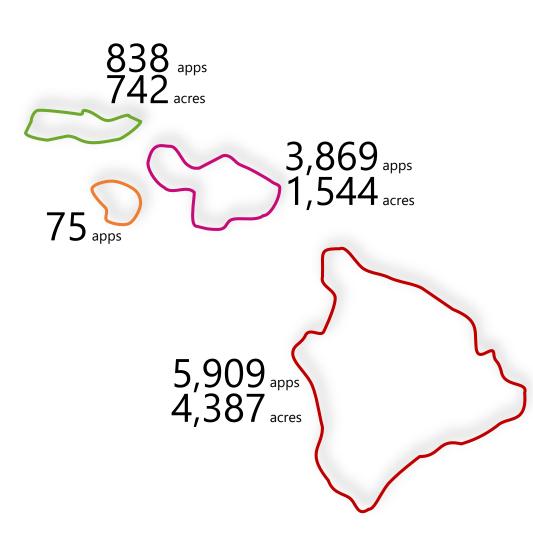


A PLAN FOR THE NEXT 100 YEARS

DEPARTMENT OF HAWAIIAN HOME LANDS







residential DEMAND vs. supply



More than



More than



NATIVE HAWAIIANS

have passed while on the waiting list



\$145.9 million FY '22-'23 BUDGET REQUEST

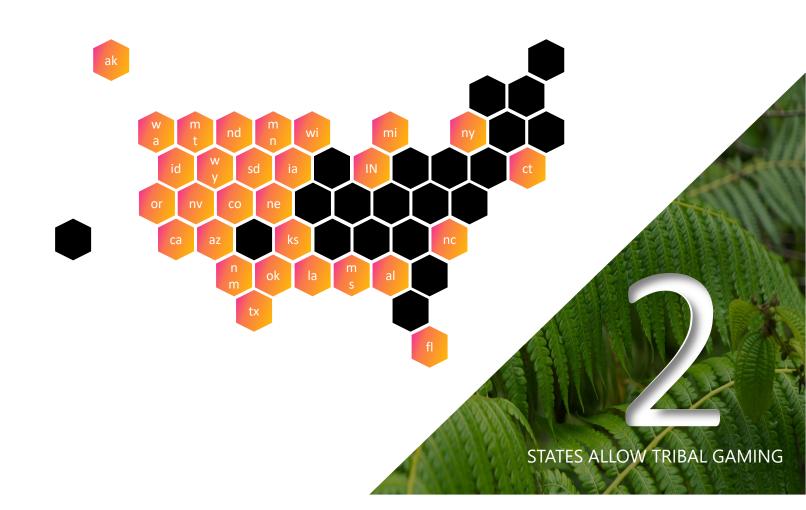




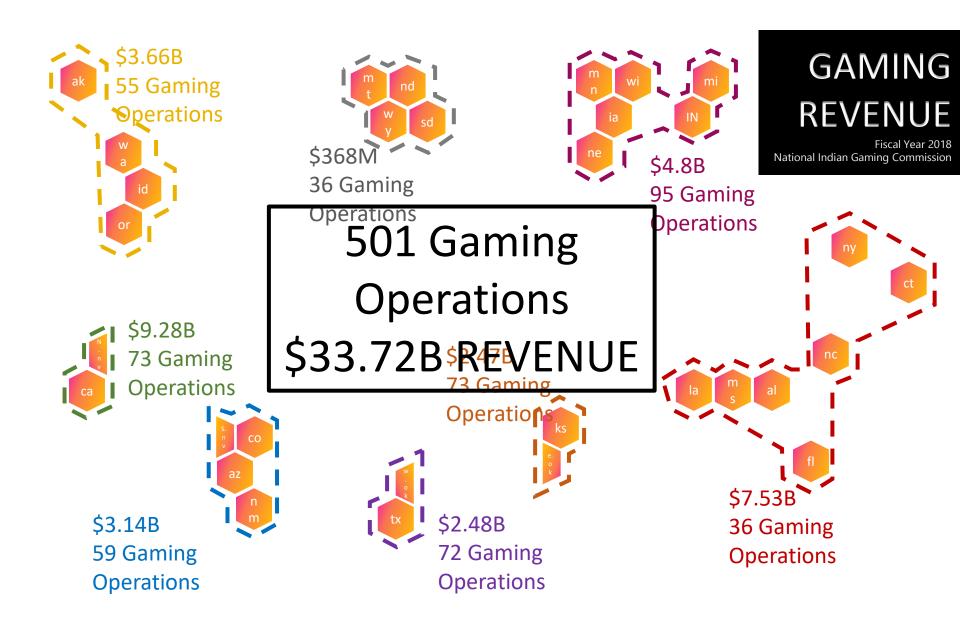


CONSERVATIVE ESTIMATE OF INFRASTRUCTURE COSTS ALONE TO DEVELOP 28,000 LOTS – NOT ACCOUNTING FOR NEW LAND ACQUISITION

\$145.9 million \$20 BDGE kion FY '21 ACTUAL APPROPRIATION

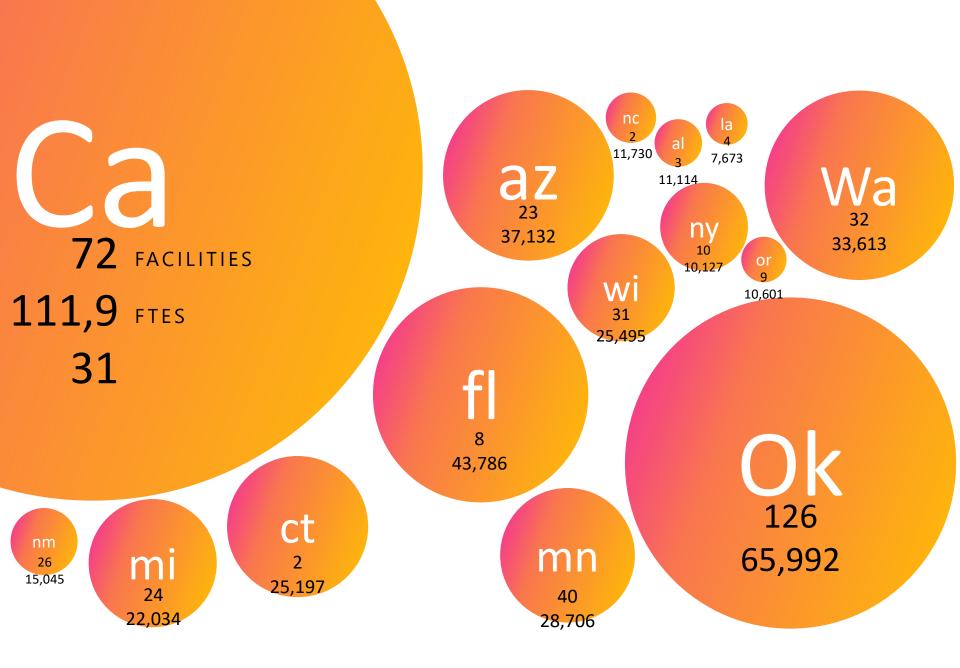












al	\$181	
az	M \$769 M	
С		\$3.01 B
a ct	\$828 M	
fl	\$1.09 B	
la	\$156	TAX
m	M \$696 M	
m	\$781 M	REVENUE
n	\$205 M	Payments made by tribal governments to Federal, State, and Local government
C n	\$280 N	Ŭ
n	\$310 N	
V O	\$2.18 B	
ok	\$181 M	
r	\$1.19 B	
wa	\$477 M	
	Ş477 IV	

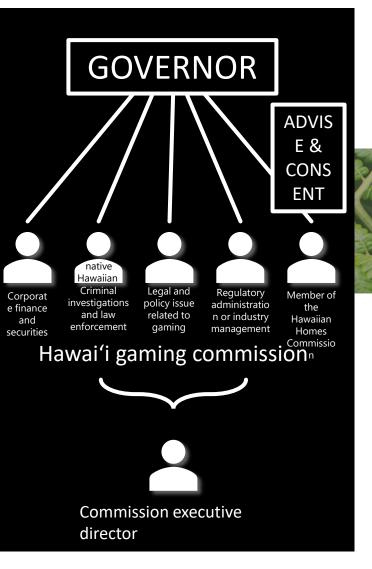
Powers of The commission

ADMINISTRATION

ISSUANCE OF GAMING LICENSE
COLLECTION OF TAXES
ACCOUNTING OF REVENUE

ADOPTION OF REGULATIONS





ONE FORTY-YEAR LICENSE

01

02

Authorization of limited gaming

ONE INTEGRATED RESORT

⁰³ ON DHHL LAND DESIGNATED FOR COMMERCIAL USE

⁰⁴ ON THE ISLAND OF O'AHU

⁰⁵ EXCLUDING LANDS WEST OF KO OLINA

LAND INVENTORY FOR COMMERCIAL USE ON O'AHU

O'AHU – 95 ACRES

KAPOLEI – 80 ACRES KAPĀLAMA – 3 ACRES MŌʻILIʻILI – 2 ACRES NĀNĀKULI – 10 ACRES

History & experience

 HISTORY OF OR BONA FIDE PLAN FOR COMMUNITY INVOLVEMENT OR INVESTMENT IN HAWAI'I

- VERIFIED SOURCES OF CAPITAL TO DEVELOP, CONSTRUCT, & MAINTAIN THE I.R. FACILITY
- UNBLEMISHED HISTORY OF CRIMINAL ACTIVITY, TAX ISSUES, OR BANKRUPTCY
- DEVELOPMENT PLAN THAT PROVIDES
 MAXIMUM REVENUE TO DHHL

Community benefits

- TRAINING PLAN FOR NATIVE HAWAIIANS TO QUALIFY FOR JOBS AT THE I.R.
- ECONOMIC BENEFIT TO COMMUNITY & PLAN FOR COMMUNITY INVOLVEMENT OR INVESTMENT
- NO WAGERING ON HAWAII COLLEGIATE ATHLETICS IN ANY OTHER JURISDICTIONS
- PLAN FOR CREATING PARTNERSHIPS WITH UH AND EXISTING EDUCATIONAL INSITUTIONS FOR TRAINING NATIVE HAWAIIANS FOR JOBS

License Application requirements

Developme nt Agreement with DHHL

\$200M MIN. INVESTMENT FOR DESIGN & CONSTRUCTION

01

⁰² DHHL TO CONTRIBUTE \$5M TO FUND INITIAL OPERATIONS OF COMMISSION

⁰³ LICENSEE TO REFUND DHHL THE \$5M BY THE FIRST DAY OF OPERATIONS

GrOSS gaming REVENUE

Wagering 45%

net gaming REVENUE 55%

Wagering

State gaming fund 5% of Wagering Tax

Native Hawaiian Rehabilitation fund 5% of Wagering Tax

> FUNDS FOR HOME DEVELOPMENT & LAND ACQUISITION

Hawaiian

home 75% of Wagering Tax Operating fund

State gaming COMPULSIVE GAMBLERS und PROGRAM

DUDUC CALET

&

NATIVE HAWAIIAN JOB **TRAINING AT** THE INTEGRATED RESORT

ROADS & INFRASTRUCTURE

ADMINISTRATIVE COSTS FOR HAWAI'I GAMING COMMISSION

CONCERNs related to crime

An integrated resort will increase crime on O'ahu.

What the data

The introduction of an integrated resort or casino lead to a statistically insignificant increase in violent street felonies, which evened out over time.

Vehicular crime decreased in studied casino areas.

Residential burglary and drug crime demonstrated a statistically insignificant decrease in studied casino areas. "Casinos and Crime: An Analysis of the Evidence." Margolis, Altheimer, & Gray (1997)

There is a lack of evidence to support the idea that casinos and crime rates are related overall.

Gamblers other than casino gamblers are more likely to commit crimes

Concerns related to problem gampling sort will introduce problem gambling to Hawai'i

Hawai'i residents and native Hawaiians will develop gaming problems at alarming rates

Integrated resorts and casinos cause problem gambling

What the data

says

Problem gambling prevalence, state to state, is between 1-2%, including in Hawai'i, where the problem gambling prevalence is 2.2%.

Momentary rise in problem gaming in initial rollout, but over time, the rate stabilizes at 1-2% of the population

Third-Party academic research fails to link disordered gambling rates to gambling expansion

Sources

Blaszczynski, A., Ladouceur, R., & Shaffer, H.J. (2004)

Philander, Abarbanel, Bernhard, and Cho (2017)

Henderson, J.C. (2012)

Wood, R.T., Wohl, M.J., Tabri, N., & Philander, K. (2017)

LaPlante, Shaffer (2007)

Black et al (2012)

A foundational framework for responsible gambling policy, stakeholder roles, and harm-minimization

Up-to-date science on integrated resort development impacts and recommendations in Japan.

Case study on the successes of an integrated resort in Singapore

Research on measuring responsible gambling beliefs and behaviors in players.

Exposure to casnios does not necessarily provide a direct path to addiction or to gambling related problems. Adaptation Theory Analysis.

Following an initial increase in gambling participation, problematic gambling stabilizes at a lower level.

Indian GAMING will NOT be able to freely expand to hawai'i

INDIAN GAMING REGULATORY ACT (IGRA) 1988 - SECTION 20

IF A TRIBE WISHES TO ENTER INTO TRIBAL CAMING ON NON-RESERVATION LAND, THE LAND MUST BE TAKEN INTO TRUST BY THE DEPARTMENT OF THE INTERIOR IF THE FOLLOWING EXCEPTIONS APPLY:

1) the lands are located within or contiguous to the boundaries of the tribe's reservation as it existed on October 17, 1988;

- 2) the tribe has no reservation on October 17, 1988, and "the lands are located.. .within the Indian tribe's last recognized reservation within the state or states where the tribe is presently located;"
- 3) the "lands are taken into trust as part of: (i) the settlement of a land claim; (ii) the initial reservation of and Indian tribe acknowledged by the Secretary under the Federal acknowledgment process; or (iii) the restoration of lands for an Indian tribe that is restored to Federal recognition."

AND

THE GOVERNOR OFTHE STATE AND THE LOCAL LEADERSHIP MUST APPROVE IT

2021 Legislative

HHL-01(21) – Independent Legal Counsel HHL-02(21) – Representation on the Commission on Water Resource Management

HHL-03(21) – Representation on the Board of Agriculture

HHL-05(21) – Exemption from School Impact Fees

HHL-06(21) – Exemption from General Excise Taxes

HHL-08(21) – County Boards of Water Supply

HHL-09(21) - Water Rights

HHL-10(21) – Infrastructure Maintenance

HHL-13(21) – Historic Preservation

HHL-14(21) - Expedited Agency Hearing

HHL-15(21) - Remote Contested Case Hearing

HHL-16(21) – Limited Casino Gaming

2021 Lot development PROJECTS SHOVEL READY BY JUNE 30, 2023

		PURPOSE 1: Lot Development			
	HAWAII			FY 2022	FY 2023
4	Keaukaha	Scattered Lots	Construction	5,000,000	-
7	Hilo	Panaewa Lot 184	6Design & Construction	1,000,000	-
	KAUAI				
13	Hanapepe	Hanapepe Residential Subdivision Phase 2	75Construction		7,500,000
	MAUI				
19	Honokowai	Water System Improvements, offsite storage	Construction	-	4,000,000
21	Villages of Leialii Ph1B	Residential Subdivision Increment 1	75Construction	8,000,000	-
22	Waikapu	Pu'unani Homestead	161Design and Construction	6,000,000	-
26	Keokea- Waiohuli	Keokea-Waiohuli, Phase 2B Site Improvements	75Construction	-	12,500,000
28	Kahikinui	Kahikinui Roadways	Design/Construction	1,000,000	
	MOLOKAI				
29	Hoolehua	Naiwa Agriculture Lots Site Improvements	58Design/ Construction/ CM	9,500,000	
	OAHU				
34	Nanakuli	Voice of America, Ph I Infrastructure	253Design & Construction	10,000,000	-
		Total	703	40,500,000	24,000,000

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Quick Survey දී ጮ E 5 Leave ... Chat **OPENS CHAT BOX: Where** Survey posted in the Chat Box. you can type in a question Please go to Chat Box to answer. or comment. Anytime.

DHHL needs your feedback on process

Question #1

For those of you who are still undecided about Gaming, what additional information would you like to have presented at future beneficiary meetings regarding gaming?

KAPOLEI







REGIONAL PLAN

November 2010



Current Regional Plan Timeline



DHHL needs your feedback on process

Question #2

Should DHHL address this Gaming initiative as a part of the DHHL Kapolei Regional Plan Update process with Kapolei Beneficiaries? OR

Should DHHL have separate meetings with Kapolei beneficiaries apart from the Regional Plan process regarding gaming?

DHHL needs your feedback on process

Question #3

If your answer was "YES" discuss Gaming during the Regional Plan Update, **WHEN** should DHHL conduct its next Kapolei Regional Plan meeting – After the Legislative Session is pau? OR as soon as possible?

DHHL needs your feedback on process

Question #4 (Last question)

What are some other "Out of the Box" ideas that may generate significant revenue (\$30M+ per year) that DHHL should consider?

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