THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII

S.R. NO. 161

MAR - 8 2024

SENATE RESOLUTION

REQUESTING THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM TO CONVENE A SPORTS WAGERING WORKING GROUP TO CONDUCT A COMPREHENSIVE ANALYSIS OF THE POTENTIAL LEGALIZATION AND REGULATION OF ONLINE SPORTS WAGERING IN HAWAII.

WHEREAS, a robust illegal sports betting market thrives in 1 the absence of a legal, regulated framework; and 2 3 WHEREAS, the American Gaming Association estimates that 4 Americans wager over \$63,000,000,000 each year in the illegal 5 market with no oversight, consumer protections, or tax revenue 6 7 generated; and 8 9 WHEREAS, sports wagering is offered safely and responsibly by reputable operators in jurisdictions where sports wagering is 10 legal, and these operators implement robust measures with regard 11 to identity verification, consumer protection, responsible 12 13 gaming, and game integrity that are not present in the illegal 14 market; and 15 WHEREAS, by channeling this activity into a legal market 16 and building a robust, responsible, and regulated market for 17 18 sports wagering, Hawaii stands to gain millions of dollars each 19 year in additional tax revenue; and 20 21 WHEREAS, the legalization of sports wagering presents an opportunity to generate significant revenue for Hawaii; now, 22 therefore, 23 24 25 BE IT RESOLVED by the Senate of the Thirty-second Legislature of the State of Hawaii, Regular Session of 2024, 26 that the Department of Business, Economic Development, and 27 Tourism is requested to convene a Sports Wagering Working Group 28 to conduct a comprehensive analysis of the potential 29

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2 and		ion and regulation of online sports wagering in Hawaii;
3 4 5 6		T FURTHER RESOLVED that the following individuals are to serve as members of the Sports Wagering Working
7 8 9	(1)	The Director of Business, Economic Development, and Tourism or the Director's designee;
10 11 12	(2)	The President of the Senate or the President's designee;
13 14 15	(3)	The Speaker of the House of Representatives or the Speaker's designee;
16 17 18	(4)	The Attorney General or the Attorney General's designee;
19 20	(5)	The Director of Taxation or the Director's designee;
21 22 23	(6)	The Director of Commerce and Consumer Affairs or the Director's designee;
24 25 26 27	(7)	A representative from the Hawaii law enforcement community to be selected by the Director of Law Enforcement; and
28 29 30	(8)	Two representatives of the Sports Betting Alliance; and
31 32 33 34 25	analysis,	T FURTHER RESOLVED that as part of the comprehensive the Sports Wagering Working Group is requested to assess, or recommend:
35 36 37	(1)	The estimated revenue potential of a legal online sports wagering market in Hawaii;
38 39 40 41 42	(2)	An appropriate regulatory structure to efficiently implement and oversee online sports betting in the State using the experience of other states with online sports betting;

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1 The consumer protections available for patrons of 2 (3) online sports wagering, including responsible gaming; 3 and 4 5 (4) The experience of other states in implementing online 6 7 sports wagering and benefits derived from the legalization of online sports betting; and 8 9 BE IT FURTHER RESOLVED that the Sports Wagering Working 10 11 Group is requested to submit a report on its comprehensive analysis, including any findings, recommendations, and proposed 12 13 legislation, to the Legislature no later than twenty days prior to the convening of the Regular Session of 2025; and 14 15 BE IT FURTHER RESOLVED that certified copies of this 16 17 Resolution be transmitted to the Director of Business, Economic 18 Development, and Tourism; Attorney General; Director of 19 Taxation; Director of Commerce and Consumer Affairs; Director of Law Enforcement; and Sports Betting Alliance. 20 21 22 23 OFFERED BY:

