HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII

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H.C.R. NO. $^{284}_{S.D. 1}$

SENATE CONCURRENT RESOLUTION

REQUESTING AN UPDATE AND PRESENTATION ON THE STADIUM AUTHORITY'S EFFORTS TO TRANSFER THE RECREATIONAL USE RESTRICTION FROM THE STADIUM FACILITIES AND LANDS TO AN ALTERNATIVE STATE PARCEL.

WHEREAS, Aloha Stadium, which first opened on September 12,
 1975, has served as the venue for numerous sporting, music, and
 other recreational events; and

5 WHEREAS, remediation of the corrosion of the Aloha
6 Stadium's structural steel alone has cost over \$80,000,000, and
7 numerous structural repair issues remain to be addressed
8 concerning structural safety, compliance with the Americans with
9 Disabilities Act, and general conditions; and

WHEREAS, a 2005 study by the State estimated repair costs at \$214,000,000 and replacement of the facility at \$225,000,000; and

WHEREAS, in today's economic climate, the magnitude of the investment needed to accomplish the necessary repairs has led the State to seek public-private partnerships for private investment in the facility and commercial uses of the property; and

WHEREAS, the land under Aloha Stadium was deeded to the City and County of Honolulu in 1967 for use as a public park or public recreational use in perpetuity according to a program of utilization approved by the National Park Service; and

26 WHEREAS, concession agreements may be entered into for the 27 purposes of serving a public park and recreational purposes, but 28 commercial purposes are not allowed; and

30 WHEREAS, the United States Department of the Interior31 approved transfer of title, with all of its terms and

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1 restrictive covenants, from the City and County of Honolulu to 2 the State of Hawaii for continued use as a public park in 1970, 3 and amended the original program of utilization to allow the 4 State to build Aloha Stadium on the property for public 5 recreational use; and

7 WHEREAS, deed restrictions have allowed hosting the Swap
8 Meet, concerts, and certain other events deemed "recreational"
9 at Aloha Stadium, but prohibit developing the property for
10 strictly commercial enterprises; and

12 WHEREAS, in December 2008, the National Park Service and 13 the State of Hawaii signed a Memorandum of Understanding 14 (Agreement) establishing a process to remove the deed 15 restrictions if the State provided an alternative site of 16 comparable value for recreational use; and the State is 17 exploring the possibility of a land exchange to remove the 18 restrictive covenants from its present deed; and 19

20 WHEREAS, the Comptroller (Department of Accounting and
21 General Services) has been designated as the lead on behalf of
22 the Director of the Department of Land and Natural Resources and
23 the State of Hawaii for the Agreement; and

WHEREAS, since September 2009, the Comptroller has been engaged in discussions with the United States Department of the Interior over a list of potential state lands that could be exchanged to lift the deed restrictions on Aloha Stadium lands; and

31 WHEREAS, under the terms of the current Agreement, the 32 State must submit a formal proposal to the federal government 33 identifying the lands that will be converted into new public 34 parks and the value of the lands must be of at least equal fair 35 market value and recreational utility to the fifty-six acres of 36 restricted Aloha Stadium land; and

38 WHEREAS, the process required to complete a land exchange 39 requires appropriate documentation, appraisal reports, 40 justification of the public recreational utility of the lands 41 proposed for exchange and their replacement; environmental 42 assessments and a public process for an environmental impact 43 analysis; plans for program utilization and development 44 schedules; and an official acknowledgment of the requirement to

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apply all of the restrictions contained in the original deed to 1 the replacement lands; and 2 3 WHEREAS, the Stadium Authority Board's minutes for the 4 period September-December 2009 reflect substantial progress made 5 by the Comptroller in identifying and conducting due diligence 6 on a short list of lands suitable for land exchange; and 7 8 WHEREAS, a draft easement document is now under review and 9 at its March 2010 meeting, the Stadium Authority Board approved 10 funding the required appraisals; and 11 12 WHEREAS, throughout these efforts by the Stadium Authority 13 Board and the Comptroller, little information has been available 14 to the public, raising concerns about the lack of transparency 15 surrounding the process from community organizations, nearby 16 businesses, neighboring communities, and other affected 17 constituents; now, therefore, 18 19 BE IT RESOLVED by the House of Representatives of the 20 Twenty-fifth Legislature of the State of Hawaii, Regular Session 21 of 2010, the Senate concurring, that the Comptroller of the 22 Department of Accounting and General Services and the Stadium 23 Authority is requested to provide an update and presentation to 24 the State Legislature on their efforts to transfer the 25 recreational use restriction from the Stadium facilities and 26 lands to an alternative state parcel; and 27 28 BE IT FURTHER RESOLVED that the report include: 29 30 A description and timeline of the procedures required (1)31 to transfer the recreational use restriction, and the 32 current status of each requirement and the projected 33 completion dates; 34 35 Any requirements by the federal government to limit (2)36 information available to the public, and efforts by 37 the Comptroller and the Stadium Authority to keep the 38 public informed of the transfer process, pursuant to 39 federal requirements, including community or other 40 public meetings, Stadium Authority Board meetings, 41 newsletters, the Authority's website, or other means 42 of communications; 43 44

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2 (4)Specific recommendations for future uses of Aloha 3 Stadium facilities, including public/private 4 partnerships for commercial/retail or other types of 5 uses; and 6 7 (5) Projections for future funding or infrastructure 8 9 obligations for the Aloha Stadium site or alternative recreational sites by state government; and 10 11 12 BE IT FURTHER RESOLVED that the Stadium Authority report to 13 the Legislature no later than September 1, 2010; and 14 15 BE IT FURTHER RESOLVED that certified copies of this Concurrent Resolution be transmitted to the Comptroller; the 16 Chair of the Stadium Authority; state and county legislators 17 representing the neighboring communities of Salt Lake, Moanalua, 18 19 Aiea, and Pearlridge; the chairs of the Oahu Neighborhood Boards 20 No. 18 (Salt Lake-Aliamanu), 20 (Aiea), and 21 (Pearl City); 21 Aiea Community Association; Pearl City Community Association;

Copies of all relevant public documents;

22 and Aiea-Pearl City Business Association.

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