H.R. NO. 134

HOUSE RESOLUTION

REQUESTING THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM TO STUDY THE POTENTIAL EFFECTS OF LEGALIZING SPORTS BETTING.

WHEREAS, on May 14, 2018, the United States Supreme Court 1 reversed a decision of the United States Court of Appeals for 2 the Third Circuit, effectively allowing states to authorize 3 sports betting; and 4 5 WHEREAS, since this ruling, thirty-eight states have 6 legalized sports betting; and 7 8 9 WHEREAS, tens of thousands of Hawaii residents wager on the outcome of sporting events through illegal websites that are not 10 subject to regulation or taxation; and 11 12 13 WHEREAS, it is estimated that online gambling by Hawaii residents generates tens of millions of dollars for gambling 14 organizations without any benefit to the State; and 15 16 WHEREAS, West Virginia, a state with a similar population 17 to Hawaii, collected more than \$2,800,000 in taxes in the first 18 year after legalizing sports betting; and 19 20 WHEREAS, legalizing and regulating sports betting can 21 reduce issues of underage betting and ensure that proper 22 consumer protections are in place; and 23 24 WHEREAS, numerous studies have found associations between 25 sports betting and damaging behaviors, such as problem gambling; 26 27 and 28 29 WHEREAS, according to the National Council on Problem Gambling, two million adults in the United States have a severe 30 gambling problem; and 31 32



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WHEREAS, some states that have legalized sports betting 1 have experienced substantial increases in the amount of gambling 2 addiction hotline calls; and 3 4 WHEREAS, the State must consider the potential benefits and 5 consequences of sports betting in order to make an informed 6 7 decision on its legalization; now, therefore, 8 BE IT RESOLVED by the House of Representatives of the 9 10 Thirty-second Legislature of the State of Hawaii, Regular Session of 2024, that the Department of Business, Economic 11 Development, and Tourism is requested to study the potential 12 effects of legalizing sports betting; and 13 14 15 BE IT FURTHER RESOLVED that the Department of Business, Economic Development, and Tourism is requested to submit a 16 report of its findings and recommendations, including any 17 18 proposed legislation, to the Legislature no later than twenty 19 days prior to the convening of the Regular Session of 2025; and 20 21 BE IT FURTHER RESOLVED that a certified copy of this 22 Resolution be transmitted to the Director of Business, Economic 23 Development, and Tourism. 24 25 26 OFFERED BY:

MAR - 8 2024

