# A BILL FOR AN ACT

RELATING TO SPORTS FACILITIES.

1

#### **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

| 1  | PART I  |
|----|---|
| 2  | SECTION 1. Any law to the contrary notwithstanding, the         |
| 3  | appropriation under Act 88, Session Laws of Hawaii 2021,        |
| 4  | section 26, as amended by section 5 of Act 248, Session Laws of |
| 5  | Hawaii 2022, in the amount indicated or balance thereof,        |
| 6  | unallocated, allotted, encumbered, and unrequired, is hereby    |
| 7  | lapsed:   |
| 8  | "Item No. Amount (MOF)  |
| 9  | A-0.03 \$350,000,000 C"   |
| 10 | SECTION 2. Any law to the contrary notwithstanding, the         |
| 11 | appropriation under Act 268, Session Laws of Hawaii 2019,       |
| 12 | section 6, as amended by section 5 of Act 4, Session Laws of    |
| 13 | Hawaii 2020, as amended by section 18 of Act 146, Session Laws  |
| 14 | of Hawaii 2021, as amended by section 10 of Act 220, Session    |
| 15 | Laws of Hawaii 2022, in the amount of \$20,000,000 of general   |
| 16 | obligation bond funds or balance thereof, unallocated, allotted |
| 17 | encumbered, and unrequired, is hereby lapsed.                   |



### H.B. NO. <sup>1494</sup> <sup>H.D. 3</sup>

| 1  | SECTION 3. There is appropriated out of the Halawa              |
|----|---|
| 2  | redevelopment special fund, as renamed pursuant to section 8 of |
| 3  | this Act, the sum of \$ or so much thereof as may be            |
| 4  | necessary for fiscal year 2025-2026 to be deposited into the    |
| 5  | general fund.   |
| 6  | PART II   |
| 7  | SECTION 4. The director of finance is authorized to issue       |
| 8  | general obligation bonds in the sum of \$ or so much            |
| 9  | thereof as may be necessary and the same sum or so much thereof |
| 10 | as may be necessary is appropriated for fiscal year 2025-2026   |
| 11 | for the purpose of upgrading the stadium on the university of   |
| 12 | Hawaii at Manoa campus to meet National Collegiate Athletic     |
| 13 | Association division I football stadium requirements, including |
| 14 | plans, design, construction, equipment, appurtenances, ground   |
| 15 | and site improvements, infrastructure, and all related and      |
| 16 | associated project costs.                                       |
| 17 | The sum appropriated shall be expended by the university of     |
| 18 | Hawaii for the purposes of this part.                           |
| 19 | SECTION 5. The appropriations made for the capital              |
| 20 | improvement project authorized by this part shall not lapse at  |
| 21 | the end of the fiscal biennium for which the appropriations are |



| 1                                | made; provided that all moneys from the appropriations   |
|----------------------------------|--|
| 2                                | unencumbered as of June 30, 2027, shall lapse as of that date.   |
| 3                                | PART III   |
| 4                                | SECTION 6. Chapter 109, Hawaii Revised Statutes, is  |
| 5                                | amended by amending its title to read as follows:  |
| 6                                | "CHAPTER 109   |
| 7                                | [STADIUMS AND RECREATIONAL FACILITIES] HALAWA REDEVELOPMENT  |
| 8                                | AUTHORITY"   |
| 9                                | SECTION 7. Section 109-2, Hawaii Revised Statutes, is  |
| 10                               | amended to read as follows:  |
|                                  |  |
| 11                               | "§109-2 [ <del>Stadium</del> ] <u>Halawa redevelopment</u> authority; powers   |
| 11<br>12                         | "\$109-2 [Stadium] <u>Halawa redevelopment</u> authority; powers<br>and duties. The powers and duties of the [stadium] <u>Halawa</u>   |
|                                  |  |
| 12                               | and duties. The powers and duties of the [stadium] Halawa  |
| 12<br>13                         | and duties. The powers and duties of the [stadium] Halawa<br>redevelopment authority shall be as follows:  |
| 12<br>13<br>14                   | <pre>and duties. The powers and duties of the [stadium] Halawa<br/>redevelopment authority shall be as follows:<br/>(1) To repair, maintain, and operate [stadium facilities</pre>   |
| 12<br>13<br>14<br>15             | <pre>and duties. The powers and duties of the [stadium] Halawa<br/>redevelopment authority shall be as follows:<br/>(1) To repair, maintain, and operate [stadium facilities</pre>   |
| 12<br>13<br>14<br>15<br>16       | <pre>and duties. The powers and duties of the [stadium] Halawa<br/>redevelopment authority shall be as follows:<br/>(1) To repair, maintain, and operate [stadium facilities<br/>and the stadium development] the Halawa redevelopment<br/>district, including:</pre>  |
| 12<br>13<br>14<br>15<br>16<br>17 | <pre>and duties. The powers and duties of the [stadium] Halawa<br/>redevelopment authority shall be as follows:<br/>(1) To repair, maintain, and operate [stadium facilities<br/>and the stadium development] the Halawa redevelopment<br/>district, including:<br/>(A) [Repairs, maintenance, operations, and</pre> |

2025-2240 HB1494 HD3 HMSO

| 1  |     | [ <del>(C)</del> ] <u>(B)</u> Contractual payments to developers,        |
|----|-----|--|
| 2  |     | contractors, or management contractors engaged by                        |
| 3  |     | the [stadium] Halawa redevelopment authority;                            |
| 4  | (2) | To coordinate in planning, design, and construction                      |
| 5  |     | activities, including on-site repairs, within the                        |
| 6  |     | [ <del>stadium development</del> ] <u>Halawa redevelopment</u> district; |
| 7  | (3) | To acquire and hold title to real property;                              |
| 8  | (4) | To prescribe and collect rents, fees, and charges for                    |
| 9  |     | the use or enjoyment of the [ <del>stadium, facilities</del>             |
| 10 |     | related to the stadium, ] Halawa redevelopment                           |
| 11 |     | district, facilities related to the Halawa                               |
| 12 |     | redevelopment district, and real property held by the                    |
| 13 |     | [stadium] Halawa redevelopment authority, including                      |
| 14 |     | entering into leases, contracts, sponsorship and                         |
| 15 |     | advertising agreements, food and beverage agreements,                    |
| 16 |     | concession agreements, parking agreements, or other                      |
| 17 |     | development and use agreements that may apply;                           |
| 18 |     | provided that leases shall not exceed a term of                          |
| 19 |     | <pre>ninety-nine years;</pre>  |
| 20 | (5) | To make and execute contracts and other instruments                      |
| 21 |     | necessary or convenient to exercise its powers under                     |



| 1  |           | this chapter and subject to any limitations in this                      |
|----|-----------|--|
| 2  |           | chapter, to exercise all powers necessary, incidental,                   |
| 3  |           | or convenient to carry out and effectuate the purposes                   |
| 4  |           | and provisions of this chapter;  |
| 5  | (6)       | To adopt, amend, and repeal, in accordance with                          |
| 6  |           | chapter 91, rules it may deem necessary to effectuate                    |
| 7  |           | this chapter and in connection with its projects,                        |
| 8  |           | operations, and facilities;  |
| 9  | (7)       | To appoint officers, agents, and employees, prescribe                    |
| 10 |           | their duties and qualifications, and fix their                           |
| 11 |           | salaries, without regard to chapters 76 and 89, to                       |
| 12 |           | manage the [ <del>stadium, the stadium development</del> ] <u>Halawa</u> |
| 13 |           | <u>redevelopment</u> district $[\tau]$ and its contractors; and          |
| 14 | (8)       | To plan, promote, and market the [ <del>stadium</del> ] <u>Halawa</u>    |
| 15 |           | redevelopment district and related facilities."                          |
| 16 | SECT      | ION 8. Section 109-3.5, Hawaii Revised Statutes, is                      |
| 17 | amended t | o read as follows:   |
| 18 | "[+]      | <pre>§109-3.5[] Stadium development] Halawa redevelopment</pre>          |
| 19 | special f | und; established. (a) There is established in the                        |

20 state treasury the [stadium development] Halawa redevelopment

2025-2240 HB1494 HD3 HMSO

special fund, into which funds collected by the [stadium] Halawa 1 2 redevelopment authority shall be deposited, including: All revenues from the [stadium development] Halawa 3 (1) redevelopment district, including but not limited to 4 5 agreements or actions generating revenue related to 6 [stadium] operations, lease or rental of facilities or 7 land, concessions, food and beverage, parking, sponsorship and advertising, utilities and 8 9 infrastructure, and development; 10 (2) All gifts or grants awarded in any form from any 11 public agency or any other source for purposes of the [stadium development] Halawa redevelopment district; 12 All proceeds from revenue bonds issued for the purpose 13 (3) of the [stadium development] Halawa redevelopment 14 district; and 15 Appropriations made by the legislature to the fund. 16 (4) Moneys in the [stadium-development] Halawa 17 (b) redevelopment special fund shall be used by the [stadium] Halawa 18 19 redevelopment authority for the payment of expenses arising from any and all use, operation, repair, maintenance, alteration, 20 improvement, development, or any unforeseen or unplanned repairs 21

2025-2240 HB1494 HD3 HMSO

Page 6

#### Page 7

## H.B. NO. <sup>1494</sup> H.D. <sup>3</sup>

| 1  | of the [ <del>s</del> | tadium development] <u>Halawa redevelopment</u> district,             |
|----|-----------------------|---|
| 2  | including             | without limitation[+  |
| 3  | <del>(1)</del>        | The development, operation, and maintenance of a new                  |
| 4  |                       | stadium;  |
| 5  | <del>-(2)</del> -     | Food and beverage service and parking service provided                |
| 6  |                       | at the stadium facility; the sale of souvenirs, logo                  |
| 7  |                       | items, or other items; any future major repair,                       |
| 8  |                       | maintenance, and improvement of the stadium facility                  |
| 9  |                       | as a commercial enterprise or as a world-class                        |
| 10 |                       | facility for athletic events, entertainment, or public                |
| 11 |                       | events; and marketing the facility pursuant to section                |
| 12 |                       | <del>109-2(4) and (8); and</del>                                      |
| 13 | <del>(3)</del>        | Contractual], contractual payments to developers or                   |
| 14 |                       | contractors engaged by the [ <del>stadium</del> ] <u>Halawa</u>       |
| 15 |                       | redevelopment authority for the purpose of                            |
| 16 |                       | redeveloping the site and related on- and off-site                    |
| 17 |                       | infrastructure that benefits the [ <del>stadium</del> ] <u>Halawa</u> |
| 18 |                       | redevelopment district and its development guidance                   |
| 19 |                       | policies."  |
| 20 | SECT                  | ION 9. Chapter 206E, Hawaii Revised Statutes, is                      |
| 21 | amended by            | y amending the title of part IX to read as follows:                   |



| 1  | "[+]PART IX.[ <del>]</del> STADIUM DEVELOPMENT] HALAWA REDEVELOPMENT |
|----|--|
| 2  | DISTRICT"  |
| 3  | SECTION 10. Section 109-3, Hawaii Revised Statutes, is               |
| 4  | repealed.  |
| 5  | [" <b>§109-3 Stadium special fund.</b> (a) There is created-a        |
| 6  | special fund to be known as the stadium special fund into which      |
| 7  | funds collected by the authority shall be deposited. The             |
| 8  | stadium special fund shall be applied, used, and disposed of for     |
| 9  | the payment of:  |
| 10 | (1) The expenses of the operation, maintenance, promotion,           |
| 11 | and management of; and   |
| 12 | (2) All or a portion of the cost of financing any capital            |
| 13 | improvement project for;   |
| 14 | the stadium and related facilities; provided that all services       |
| 15 | required for the stadium and related facilities shall be             |
| 16 | performed by persons hired on contract or otherwise, without         |
| 17 | regard for chapter 76; provided further that the authority shall     |
| 18 | report to the legislature all receipts and expenditures of the       |
| 19 | stadium special fund account twenty days prior to the convening      |
| 20 | of each regular session until the stadium special fund is closed     |
| 21 | pursuant to subsection (c).  |



H.B. NO. <sup>1494</sup> H.D. 3

| 1  | (b) Notwithstanding subsection (a), all moneys collected         |
|----|--|
| 2  | by the stadium authority after June 30, 2021, shall be deposited |
| 3  | into the stadium development special fund pursuant to section    |
| 4  | <del>109-3.5.</del>  |
| 5  | (c) Upon June 30, 2021, the stadium special fund                 |
| 6  | established herein shall be abolished, and all appropriations,   |
| 7  | encumbrances, and the remaining unencumbered balance shall be    |
| 8  | transferred to the stadium development special fund."]           |
| 9  | SECTION 11. Sections 40-84, 84-17(d), 109-1, 109-6, 109-7,       |
| 10 | 171-2, 171-64.7(a), 206E-221, 206E-222, 206E-223, 206E-224,      |
| 11 | 206E-225, 226-64, and 445-112, Hawaii Revised Statutes, are      |
| 12 | amended by substituting the words "Halawa redevelopment          |
| 13 | authority" wherever the words "stadium authority" appear, as the |
| 14 | context requires.  |
| 15 | SECTION 12. Sections 109-1, 171-2, 201H-191.5, 206E-14,          |
| 16 | 206E-221, 206E-222, 206E-223(a), 206E-224, 206E-225, and         |
| 17 | 206E-226, Hawaii Revised Statutes, are amended by substituting   |
| 18 | the words "Halawa redevelopment district" wherever the words     |
| 19 | "stadium development district" appear, as the context requires.  |
| 20 | SECTION 13. Sections 36-27(a), 36-30(a), and 109-8, Hawaii       |
| 21 | Revised Statutes, are amended by substituting the words "Halawa  |



Page 9

| 1 | redevelopment special fund" wherever the words "stadium    |
|---|--|
| 2 | development special fund" appear, as the context requires. |
| 3 | PART IV  |
| 4 | SECTION 14. Statutory material to be repealed is bracketed |
| 5 | and stricken. New statutory material is underscored.       |
| 6 | SECTION 15. This Act shall take effect on July 1, 3000.    |



#### Report Title:

Sports Facilities; UH; Stadium Authority; New Stadium; GO Bonds; Lapse; Stadium Development Special Fund; Halawa Redevelopment; Appropriations

#### Description:

Lapses appropriations of general obligation bond funds previously authorized for the planning, design, and construction of a stadium in Halawa by the Stadium Authority. Transfers certain special fund moneys earmarked for the development of a new stadium in Halawa to the general fund. Authorizes the issuance of general obligation bonds for a new stadium on the University of Hawaii at Manoa campus. Renames the Stadium Authority as the Halawa Redevelopment Authority and the Stadium Development District as the Halawa Redevelopment District. Amends the powers and duties of the Halawa Redevelopment Authority. Effective 7/1/3000. (HD3)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

