
A BILL FOR AN ACT

RELATING TO THE STADIUM DEVELOPMENT SPECIAL FUND.

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

1 SECTION 1. The legislature finds that the new aloha
2 stadium entertainment district is a critical project for the
3 State. The project promises significant benefits to the
4 community and serves as an exemplar for large-scale
5 public-private partnerships within the State.

6 The State is deeply committed to ensuring the success of
7 the new district. The State's project team, which comprises the
8 department of accounting and general services and the stadium
9 authority, has meticulously procured and contracted with a
10 master developer. The objective is to complete the new aloha
11 stadium and the first phase of the district development by
12 summer 2028. This process includes several key milestones to be
13 achieved throughout 2025.

14 The purpose of this Act is to:

- 15 (1) Require all gifts or grants from a private source
16 deposited into the stadium development special fund to
17 be used only for infrastructure related to the stadium



1 and costs associated with the development of the
2 stadium;

3 (2) Require any unexpended and unencumbered funds in the
4 stadium development special fund to immediately lapse
5 to the general fund if the project is terminated; and

6 (3) Appropriate funds out of the stadium development
7 special fund with certain conditions.

8 SECTION 2. Section 109-3.5, Hawaii Revised Statutes, is
9 amended to read as follows:

10 "[+]§109-3.5[+] **Stadium development special fund;**

11 **established.** (a) There is established in the state treasury
12 the stadium development special fund, into which funds collected
13 by the stadium authority shall be deposited, including:

14 (1) All revenues from the stadium development district,
15 including but not limited to agreements or actions
16 generating revenue related to stadium operations,
17 lease or rental of facilities or land, concessions,
18 food and beverage, parking, sponsorship and
19 advertising, utilities and infrastructure, and
20 development;



(2) All gifts or grants awarded in any form from any public agency or any other source for purposes of the stadium development district; provided that any gift or grant from a private source shall be used only for infrastructure related to the stadium and costs associated with the development of the stadium;

(3) All proceeds from revenue bonds issued for the purpose of the stadium development district; and

(4) Appropriations made by the legislature to the fund.

(b) [~~Moneys~~] Except as provided in subsection (a) (2), moneys in the stadium development special fund shall be used by the stadium authority for the payment of expenses arising from any and all use, operation, repair, maintenance, alteration, improvement, development, or any unforeseen or unplanned repairs of the stadium development district, including without limitation:

(1) The development, operation, and maintenance of a new stadium;

(2) Food and beverage service and parking service provided at the stadium facility; the sale of souvenirs, logo items, or other items; any future major repair,



1 maintenance, and improvement of the stadium facility
2 as a commercial enterprise or as a world-class
3 facility for athletic events, entertainment, or public
4 events; and marketing the facility pursuant to
5 section 109-2(4) and (8); and

6 (3) Contractual payments to developers or contractors
7 engaged by the stadium authority for the purpose of
8 redeveloping the site and related on- and off-site
9 infrastructure that benefits the stadium district and
10 its development guidance policies.

11 (c) Any unexpended and unencumbered funds in the stadium
12 development special fund shall immediately lapse to the general
13 fund if the new aloha stadium entertainment district project is
14 terminated."

15 SECTION 3. There is appropriated out of the stadium
16 development special fund the sum of \$49,500,000 or so much
17 thereof as may be necessary for fiscal year 2025-2026 and
18 \$ or so much thereof as may be necessary for fiscal
19 year 2026-2027 for the purposes of the stadium development
20 special fund described in section 109-3.5, Hawaii Revised
21 Statutes; provided that:



(1) The development timelines set by the stadium authority have been met for the new aloha stadium entertainment district; and

(2) The sum appropriated and authorized for expenditure for fiscal year 2026-2027 pursuant to this section shall be derived solely from moneys received by the State as a gift or grant from private sources.

The sums appropriated shall be expended by the stadium authority of the department of business, economic development, and tourism for the purposes of this Act; provided that all unexpended or unencumbered moneys remaining in the stadium development special fund shall immediately lapse to the general fund if the new aloha stadium entertainment district project is terminated.

SECTION 4. This Act does not affect rights and duties that matured, penalties that were incurred, and proceedings that were begun before its effective date.

SECTION 5. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored.

SECTION 6. This Act shall take effect on July 1, 3000.



Report Title:

Department of Accounting and General Services; Stadium
Authority; Stadium Development Special Fund; Appropriations

Description:

Requires gifts or grants from a private source deposited into the Stadium Development Special Fund to be used only for infrastructure related to the stadium and costs associated with the development of the stadium. Requires any unexpended and unencumbered funds in the Stadium Development Special Fund to immediately lapse to the general fund if the NASED project is terminated. Appropriates funds out of the Stadium Development Special Fund with certain conditions. Effective 7/1/3000.
(HD1)

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

