Almost 19 percent of pathological gamblers have ever declared bankruptcy, versus an expected 10.8 percent, given their personal characteristics. For problem gamblers, their 10-percent rate compares to an expected rate of 6.3 percent.

There are, of course, multiple reasons for bankruptcy filings other than gambling debts. Research by Harvard Medical and Law Schools, for example, found that approximately half of the bankruptcies in the jurisdictions selected for their study were filed because of overwhelming medical expenses.²³

There is some uncertainty to the degree that casinos cause increases in bankruptcy. Many of the facts are disputed on both sides of the issue, for example the American Gaming Association on its web site provides the following:

Other data also refutes a connection between casinos and bankruptcies. In 2002, Utah, the only state with no legalized gaming, ranked first in bankruptcies per household. Of the 15 states with the highest bankruptcy rates at that time, only one, New Jersey, had commercial casino gaming. Seven of the then nine states with commercial casinos had a lower rate of increase in bankruptcies than the national average during the slight increase in bankruptcy filings between 1989 and 2000. Additionally, despite the fact that commercial casinos opened in Colorado in 1991, Colorado was the only state to record a drop in bankruptcy rates during the 1990s.

Statistics confirm that there is no link between the rate of bankruptcy filings and the presence of casinos. According to data maintained by the Administrative Office of the U.S. Courts and population statistics from the most recent census (2001), Utah and Tennessee were ranked first and second respectively in 2002 in terms of the number of bankruptcy filings per household. Utah is one of only two states with absolutely no form of legalized gambling whatsoever, and Tennessee had no legalized gambling at that time (but has since added a state lottery).

Total annual bankruptcy filings nationwide grew by 84 percent between 1989 and 2000. During this time, a total of nine states decided to legalize commercial casino gaming. If critics' assertions were correct, all of these states would have seen increases in bankruptcy filings that were disproportionately high following the introduction of casinos to these communities. Yet, in seven out of the nine states that legalized commercial gaming during the 1990s, the bankruptcy filing growth rate remained below the national average. Michigan and Missouri are the only exceptions, while Colorado, Illinois, Indiana, Iowa, Louisiana, Mississippi and South Dakota all had smaller growth in bankruptcy filings than the United States as a whole over the decade.

If one looks at the growth rate in bankruptcy filings in each of the 50 states during the 1990s, the lack of a causal relationship between casino gaming and bankruptcy becomes even more apparent. Consider the following facts:

- Colorado, where commercial casinos opened in 1991, is the only state in the country during the 1990s that actually recorded a negative growth rate in bankruptcy filings.
- Of the top 15 states with the highest rate of increase in bankruptcy filings, only one (New Jersey) is a commercial casino state.
- Seven of the 11 commercial casino states fell below the national average in terms of bankruptcy filing growth rates during the 1990s.

²³ NORC, —Report to the National Gambling Impact Study Commission, 1999, p. 46.

Given the apparent relationship between problem and pathological gambling it would seem appropriate to address the issue of bankruptcy within the realm of treatment for problem and pathological gamblers. er.

Disclaimer

Certain information included in this report contains forward-looking estimates, projections and/or statements. The Innovation Group has based these projections, estimates and/or statements on our current expectations about future events. These forward-looking items include statements that reflect our existing beliefs and knowledge regarding the operating environment, existing trends, existing plans, objectives, goals, expectations, anticipations, results of operations, future performance and business plans.

Further, statements that include the words "may," "could," "should," "would," "believe," "expect," "anticipate," "estimate," "intend," "plan," "project," or other words or expressions of similar meaning have been utilized. These statements reflect our judgment on the date they are made and we undertake no duty to update such statements in the future.

Although we believe that the expectations in these reports are reasonable, any or all of the estimates or projections in this report may prove to be incorrect. To the extent possible, we have attempted to verify and confirm estimates and assumptions used in this analysis. However, some assumptions inevitably will not materialize as a result of inaccurate assumptions or as a consequence of known or unknown risks and uncertainties and unanticipated events and circumstances, which may occur. Consequently, actual results achieved during the period covered by our analysis will vary from our estimates and the variations may be material. As such, The Innovation Group accepts no liability in relation to the estimates provided herein.

1 · · · · ·

EXHIBIT 13



Emergency Services Available

The Mohegan Sun Massachusetts (MSM) destination resort will be located entirely in the City of Revere (the City), which is admirably served by the men and women of the Revere Police Department and the Revere Fire Department. The resources of those departments and the mitigation of MSM's impacts on their operations are discussed in detail below.

Revere Police Department

The City of Revere Police Department (Revere PD) is led by Chief Joseph Cafarelli from a recently built, state-of-theart headquarters located fewer than 1,000 feet from the entrance to MSM. Revere PD also has a new substation just off of Broadway in the business district.

The police force comprises 90 uniformed personnel, including Chief Cafarelli, an Executive Officer, a Senior Captain, three Captains, 12 Lieutenants, 17 Sergeants, and 55 patrol officers. Revere PD also employs 16 civilian personnel. For the current fiscal year ending June 30, 2014, the Revere PD budget is \$9,058,364. Attachment is 5-38-02 is an organization chart for the Revere PD.

The current deployment plan for the Revere PD calls for a supervisor and 7 cars during day and evening shifts and a supervisor and 6 cars on the overnight shift from midnight to 8:00 a.m.

Revere PD resources will not be required to address criminal activity relating to the operation of MSM's gaming establishment or relating to games or gaming that occur inside MSM, as the Gaming Act gives exclusive jurisdiction for those items to the Gaming Enforcement Unit of the Massachusetts State Police (MSP) as set forth in G.L c. 23K, § 6(f). As to all other policing matters, the Revere PD has concurrent jurisdiction with the MSP Gaming Enforcement Unit.

The Revere PD has expressed its intent to exercise its jurisdiction over the destination resort's property. It remains for the Revere PD and the Gaming Enforcement Unit to negotiate and agree upon the memorandum of understanding (MOU) contemplated by the Gaming Act (at G.L. c. 23K, § 6(f)) that will set forth procedures and responsibilities with respect to areas of shared jurisdiction. Topics that remain to be resolved in the MOU include procedures involving (i) first responder calls from MSM; (ii) emergencies occurring within MSM, including in the gaming area; and (iii) criminal investigations involving employees or patrons of a gaming establishment. The Gaming Act invites host community law enforcement to the place officers with the Gaming Enforcement Unit, and the Revere PD has expressed its intent to do so.



Beyond the officer to be assigned to the Gaming Enforcement Unit, the additional demands upon the Revere PD remain somewhat undetermined in advance of opening and operations of MSM, due in part to the fact that the MOU with the MSP has not been completed.

One factor that mitigates the potential for additional police work caused by incidents at the resort is the seriousness with which MSM's operator, the Mohegan Tribal Gaming Authority, approaches security. Many of the members of its security force are former law enforcement or military personnel. MTGA prides itself on having well trained employees who proactively interact with patrons to deescalate and resolve difficult situations. They are also trained to recognize the situations that require police involvement and do not hesitate to bring them in. A sense of the scope of MTGA's detailed planning for incident and emergency response can be gained from the Table of Contents to MTGA's Emergency Preparedness Plan, which is Attachment 5-38-03.

MSM has not asked Revere to take its commitment to public safety and security on faith. Through the Host Community Agreement, MSM is obligated to go far beyond the emergency response plan required by the Gaming Act (at G.L. c. 23K, § 25(j)) to reduce its impact on the public safety services of the City. Specifically, MSM is required to develop, implement and fund a plan that provides any necessary on-site security, fire and life safety services, including on-site emergency medical technicians. In addition, MSM must ensure that all of the on-site security, fire and life safety personnel, and its emergency medical technicians, ambulance services, and emergency management services, work closely with appropriate City departments and agencies. These obligations are set forth in Section 2.D.4 of the HCA, which is Attachment 5-04-01.

Beyond the property boundary, the Revere PD will face some additional demands due to the traffic passing through the City heading to and returning from MSM. This will include responding to traffic accidents involving MSM patrons and conducting anti-OUI operations. The impact of additional resort generated vehicle trips will be mitigated by the millions of dollars MSM will spend on infrastructure improves, as detailed in Section 2.A of the HCA. MSM has further committed to establish a Guaranteed Ride Home program at the resort to complement the extensive training of beverage servers, security, valet attendants and other personnel, which along with liquor service shut-off controls and other best practices, are designed to minimize the hazards of potentially intoxicated persons at the resort. The Guaranteed Ride Home program will help ensure that patrons who may be impaired do not operate a motor vehicle. MSM will prominently advertise and sponsor this service.. This obligation, as set forth in Section 2.L of the HCA, will further mitigate the traffic patrol related demands on the Revere PD.

The additional policing impacts of the MSM destination resort are stipulated to and addressed in the HCA, Section 1.A.3 of which provides (emphasis added):

The Project may have an impact on public safety in the City and is expected to require additional expenditures by the City in order to provide police services to the Project and the areas located near the Property. In addition to the relevant sections of Chapter 23K that address the provision of



state and local police services to the Project, the Developer's payments to the City under this Agreement will provide the City with adequate resources to mitigate any such impacts.

The payments from MSM to the City are set forth in detail in Section 2.B of the HCA. They include up to \$33 million of Initial Payments due in annual installments of \$6 million or \$9 million prior to MSM's opening. Upon opening, the City receives the Community Impact Fee, which will never be less than \$25 million per year. Section 2.b.4 of the HCA sets forth the City's intent to use portions of the Community Impact Fee to mitigate the impacts of the project, including an appropriation of \$2 million for the Revere PD in the first year of MSM operations.

Revere Fire Department

As stated on its website, the mission of the Revere Fire Department (RFD) is to "provide high quality emergency and life safety services within the confines of the City of Revere, by maintaining a specialized expertise in and placing highest priority on emergency response to all life safety situations, as well as proactive customer safety services."

The RFD accomplishes this mission through its 102 members, including seven staff positions (Chief of Department Gene Doherty, a Senior Deputy Chief, and five Deputy Chiefs), 32 Officers (13 Captains and 19 Lieutenants) and 63 firefighters. For the current fiscal year ending June 30, 2014, the Revere FD budget is \$8,377,444. Attachment 5-38-04 is an organization chart for the Revere FD.

This force is deployed from four active fire stations, including one fewer than 1,000 feet from MSM's main entrance. This station on Revere Beach Parkway houses both an engine company and a ladder company as well as a Deputy Chief. The Revere FD's other equipment includes three additional engine companies and another ladder company housed at the other three stations. Line operations are conducted through four groups, each of which is led by a Deputy Chief as officer in charge and includes 23 or 24 Officers and firefighters per shift.

The Revere FD is a member of MetroFire, an association of fire departments in the metropolitan Boston area, through the Revere FD has mutual aid relationships nearby municipalities and the Massport Fire Department to provide necessary support or coverage in the event of a major fire event at MSM.

The principal impact of MSM operations on the Revere FD will be with respect to medical calls. While ambulance service in Revere is provided through a contract with the Cataldo Ambulance company, the Revere FD sends an engine company to all ambulance calls. Data reported to the Massachusetts Fire Incident Reporting System indicate that about two-thirds of the department's 8,500 calls each year are rescue or emergency medical services calls.

However, MSM-related emergency medical calls to which the Revere FD will be required to respond will be limited to those occurring away from the resort itself, such as in automobile accidents involving MSM patrons. As noted above, the HCA requires MSM itself to provide on-site life safety services, including emergency medical technicians.



Moreover, as with policing impacts, MSM and Revere have stipulated in the HCA that development and operation of the destination resort is expected to require additional expenditures by the City for public safety and municipal services such as fire and emergency medical responses. In Sections 1.A.3 and 1.A.4 of the HCA, the City has stipulated that MSM's payments under the HCA "will provide the City with adequate resources to mitigate any such impacts." With specific respect to the Revere FD, and pursuant to Section 2.b.4 of the HCA, the City intends appropriate \$2 million for the department out of the Community Impact Fee that MSM will pay the City in the first year of operations. As noted above, the Community Impact Fee will never be less than \$25 million per year.

Revere Ambulance Service

As noted, the City does not have its own ambulance corps. Like many North Shore cities and town, it utilizes a private firm, Cataldo Ambulance, to provide any necessary ambulance services. As reported by Fire Chief Doherty, the City's contract with Cataldo requires the company to respond to calls within 8 minutes. Cataldo directly bills the patient (or his or her insurance company), and the city incurs no cost. In addition, as seen above, the HCA requires MSM to provide on-site EMTs and to arrange ambulance services. Accordingly, there is no fiscal impact on the City as a result of additional ambulance service calls arising out of MSM operations.

EXHIBIT 14



DANIEL RIZZO Mayor The City of REVERE, MASSACHUSETTS

POLICE DEPARTMENT Joseph Cafarelli • CHIEF OF POLICE 400 REVERE BEACH PARKWAY, REVERE, MA 02151

(781) 286-8326 FAX (781) 286-8328

January 23, 2014

Mitchell Etess Mohegan Sun Massachusetts, LLC One Mohegan Sun Boulevard Uncasville, CT 06382

RE: Mutual Aid – Revere Police Department

Dear Mr. Etess:

As provided by Mass. Gen. Laws ch. 40, section 8G, the City of Revere Police Department is a party to a number of mutual aid agreements with neighboring municipalities, including an agreement with the City of Everett. Public safety services can be greatly enhanced through a mutual aid agreement, the obvious benefit of which is assistance from outside police departments should the need arise.

However, it is my opinion that no increase in mutual aid assistance from any of Revere's neighboring municipalities is to be expected because of the opening of the proposed gaming facility at Suffolk Downs in Revere. The expected financial resources available to the City, as provided in the Host Community Agreement with Mohegan Sun, should adequately support the public safety demands associated with the gaming facility. Assuming the allocation of these financial resources to address public safety needs, I have no reason to anticipate any increased demand for mutual aid once the gaming facility is open to the public.

If you have any questions or require additional information, please do not hesitate to contact me.

Sincerely,

Cefel

Joseph Cafarelli City of Revere Police Chief

EXHIBIT 15

The City of REVERE, MASSACHUSETTS

FIRE DEPARTMENT EUGENE W. DOHERTY • CHIEF OF DEPARTMENT 400 BROADWAY, REVERE, MA 02151 781-286-8365 • Fax 781-286-8375



DANIEL RIZZO Mayor

January 23, 2014

Mitchell Etess Mohegan Sun Massachusetts, LLC One Mohegan Sun Boulevard Uncasville, CT 06382

RE: Mutual Aid - Revere Fire Department

Dear Mr. Etess:

As provided by Mass. Gen. Law's Ch. 48, section 59A, the City of Revere Fire Department and its counterparts in neighboring communities provide and receive mutual aid assistance. Revere is a party to the MetroFire, Inc., mutual aid agreement. Fire safety and emergency services can be greatly enhanced through mutual aid, the obvious benefit of which is assistance from neighboring fire departments should the need arise.

However, it is my opinion that no increase in mutual aid assistance from any of Revere's neighboring municipalities is to be expected because of the opening of the proposed gaming facility at Suffolk Downs in Revere. The expected financial resources available to the City, as provided in the Host Community Agreement with Mohegan Sun, should adequately support the demands on fire and emergency services associated with the gaming facility. Assuming the allocation of these financial resources to address fire and emergency service needs, I have no reason to anticipate any increased demand for mutual aid once the gaming facility is open to the public. Moreover, although Revere and the City of Malden share a fire station with separate and distinct facilities on the north side of Revere, I do not anticipate any increase in mutual aid assistance from the City of Malden from the shared station due to the proposed gaming facility at Suffolk Downs.

If you have any questions or require additional information, please do not hesitate to contact me.

Sincerely Eugene W. Doherty Chief of Department





DLA Piper LLP (US) 33 Arch Street, 26th Floor Boston, Massachusetts 02110-1447 www.dlapiper.com

John A. Stefanini john.stefanini@dlapiper.com T 617.406.6007 F 617.406.6107

January 23, 2014

Mr. Stephen Crosby Chairman Massachusetts Gaming Commission 84 State Street, 10th Floor Boston, MA 02109

Re: Opposition of Mohegan Sun Massachusetts, LLC to Petition of the City of Somerville for Designation as a Surrounding Community

Dear Chairman Crosby and Commissioners:

Mohegan Sun Massachusetts, LLC ("MSM") hereby opposes the Petition filed by the City of Somerville (the "City") requesting designation as a surrounding community (the "Petition") of MSM's proposed Category 1 gaming facility (referred to interchangeably as the "gaming establishment," the "project," the "resort casino") to be located in the City of Revere. Pursuant to the six factors contained in 205 CMR § 125.01 (2), the City is not a surrounding community.

Through its RFA-2 Application for a Category 1 Gaming License ("RFA-2"), MSM has proposed an outward looking resort casino. We have entered into agreements with a variety of different commercial, non-profit and municipal partners throughout Boston, the Greater Revere area and the North Shore so that we can cross-market our facilities and so the project can benefit the entire Greater Boston region. Before and since filing the Petition, MSM has had significant discussions with the City, including personal meetings, telephone conversations and e-mail communications, regarding potential impacts and ways these potential impacts can be mitigated consistent with the outward looking resort casino model. MSM has been and will remain actively engaged with the City. MSM plans to continue these discussions and hopes to enter into a neighboring community agreement with the City.¹

¹ MSM notes that, during the hearings regarding the status of surrounding communities to the Category 2 projects, the Gaming Commission appeared not reach any adverse inference due to the fact that an applicant made better progress on reaching surrounding or nearby community agreements with some communities than others. MSM reiterates that it is open to reaching a neighboring community agreement with the City, as it intends to do with several other municipalities. There should be no prejudicial inference to MSM due to the fact that it may be closer to executing such agreements with other communities. This opposition strictly discusses the City's *statutory* eligibility as a "surrounding community," as that term is defined in G. L. c. 23K, \S 4(33), 17 and 205 CMR §§ 125.01(2)(b)-(c). The criteria for determining whether the City is a surrounding community are limited to the six factors enumerated in the Gaming Commission's regulations and does not include the applicant's extent of outreach and progress with other neighboring communities compared to the petitioning community. Id.

I. INTRODUCTION

The Expanded Gaming Act defines "surrounding communities," as "municipalities in proximity to a host community which the commission determines experience or are likely to experience impacts from the development or operation of a gaming establishment, including municipalities from which the transportation infrastructure provides ready access to an existing or proposed gaming establishment." G. L. c. 23K, § 4(33).

The regulations promulgated pursuant to Expanded Gaming Act define the criteria that the Gaming Commission must consider in rendering a decision on the designation of a municipality as a surrounding community. 205 CMR § 125.01(2). See G. L. c. 23K, § 17. The criteria are:

1. <u>Proximity</u>. "... taking into account such factors as any shared border between the community and the host community; and the geographic and commuting distance between the community and the host community, between the community and the gaming establishment, and between residential areas in the community and the gaming establishment."

2. <u>Transportation Infrastructure</u>. "... taking into account such factors as ready access between the community and the gaming establishment; projected changes in level of service at identified intersections; increased volume of trips on local streets; anticipated degradation of infrastructure from additional trips to and from a gaming establishment; adverse impacts on transit ridership and station parking impacts; significant projected vehicle trip generation weekdays and weekends for a 24 hour period; and peak vehicle trips generated on state and federal roadways within the community."

3. <u>Development</u>. "... taking into account such factors as noise and environmental impacts generated during its construction; increased construction vehicle trips on roadways within the community and intersecting the community; and projected increased traffic during the period of construction."

4. <u>Operation</u>. ". . . taking into account such factors as potential public safety impacts on the community; increased demand on community and regional water and sewer systems; impacts on the community from storm water run-off, associated pollutants, and changes in drainage patterns; stresses on the community's housing stock including any projected negative impacts on the appraised value of housing stock due to a gaming establishment; any negative impact on local, retail, entertainment, and service establishments in the community; increased social service needs

including, but not limited to, those related to problem gambling; and demonstrated impact on public education in the community."

5. <u>Other</u>. Whether "... [t]he community will be significantly and adversely affected by any other relevant potential impacts that the commission considers appropriate for evaluation based on its review of the entire application for the gaming establishment."

6. <u>Positive Impacts</u>. "In determining whether a community is a surrounding community the commission may consider any positive impacts on a community that may result from the development and operation of a gaming establishment."

205 CMR §§ 125.01(2)(b)-(c).

A municipality that may experience impacts from a gaming establishment, but does not meet the definition of a surrounding community based on the criteria provided in 205 CMR §§ 125.01(2)(a)-(c), is still eligible to receive mitigation aid from several funds maintained by the Commonwealth and financed by gaming revenue. Id. at § 125.01(4) ("Any finding by the commission that a community is not a surrounding community for purposes of the RFA-2 application shall not preclude the community from applying to and receiving funds from the Community Mitigation Fund established by M.G.L. c. 23K, § 61, the Transportation Infrastructure and Development Fund established by M.G.L. c. 23K, § 62 and the Public Health Trust Fund established by M.G.L. c. 23K, § 59."). See Exhibit 2, Transcript of Gaming Commission Public Meeting #91, Nov. 21, 2013 at pp. 6-7 (hereinafter "Transcript"). Access to this funding ensures that these communities are fully capable of receiving the support they may need to address any nominal impacts that might arise. See id.

Using the criteria established by the Commission, the City is not in proximity to the resort casino. As detailed in our traffic report, there will be no significant adverse effects on the transportation infrastructure of the City as a result of the resort casino. Nor will the City be significantly or adversely impacted by the development or operation of the resort casino. To the contrary, the City stands to gain from the resort casino's development. MSM has submitted with its RFA-2 and attached as exhibits hereto several independent empirical studies that show nearby municipalities and regional local businesses will experience robust economic growth as a result of the gaming establishment – with retailers expanding their customer base, increasing profits, and cities and towns growing their tax base. Similarly, these studies emphatically conclude that the gaming establishment will cause no adverse impacts on public safety in nearby communities.

For the reasons stated herein, MSM respectfully requests the Commission find that the City is not a surrounding community.

II. THE CITY IS NOT IN PROXIMITY TO THE PROJECT

The City generally cites proximity – based on an arbitrary mileage calculation – as a factor militating in favor of designation. The legislative history of the Expanded Gaming Act shows reliance on mileage is insufficient. As Chairman Crosby emphasized: "I think that's a really important point though that people need to hear that this is not about proximity alone. The mere fact of being close, is not in and of itself. What the Legislature and we are concerned about is impacts, independent." Id. at p. 14-15, 20-1.

The City and the project are not proximate. As shown on the chart below and on the map attached as Exhibit 1, the City and MSM's host community do not share a border.² The closest municipal boundary in the City is 3.6 miles away from the project. In addition, the nearest residential neighborhood in the City is located 3.9 miles from the project, which amounts to an 11 minute drive. Somerville City Hall is 4.9 miles from the project and a 13 minute drive from the project.

Community	Length of	Distance from project		Distance from project		Distance from project	
	border with	site to municipal		site to municipal		site to nearest residential	
	Revere	boundary		center		neighborhood	
	Miles	Miles	Driving time	Miles	Driving Time	Miles	Driving Time
			<u>(min)</u>		<u>(min)</u>		(min)
Somerville	<u>0</u>	<u>3.6</u>	<u>8</u>	<u>4.9</u>	<u>13</u>	<u>3.9</u>	<u>11</u>

III. THE GAMING ESTABLISHMENT WILL NOT CREATE SIGNIFICANT AND ADVERSE IMPACTS ON THE TRANSPORTATION INFRASTRUCTURE OF THE CITY

The City cannot demonstrate that its transportation infrastructure will be significantly and adversely affected by the development of the gaming establishment.

At the outset it must be noted that the City may be relying on outdated and inflated traffic figures to support its Petition.

 Transportation experts have proposed, and the Massachusetts Department of Transportation has confirmed, that the number of gaming position is the primary indicator of trip generation to and from a destination resort casino as has been proposed by MSM. See Exhibit 2, Transcript at p. 32, 13-18. Since Sterling Suffolk Racecourse, LLC (SSR) submitted a Draft Environmental Impact Statement (DEIR) proposing a gaming establishment at Suffolk Downs with 6,000 gaming positions, MSM has reduced the number of gaming positions to 5,000 – one thousand fewer

² All distances provided herein were calculated using the Google Maps platform from the resort with the intersection of Furlong Drive and Route 1A (Lee Burbank Highway) as the measuring point.

> than the prior proposed project. Exhibit 3, John J. Kennedy, P.E., PTOE, et al., Report on the Transportation Impact of the proposed Mohegan Sun Massachusetts Resort Casino in the City of Revere on the City of Lynn, Massachusetts (VHB, January 22, 2014), at p.1 (hereinafter the "VHB Report"). MSM will file a Notice of Project Change with the MEPA Office of the Executive Office of Energy and Environmental Affairs further explaining this significant reduction in the development. Id. This 17% reduction in gaming positions will proportionally decrease the number of vehicle trips generated by the gaming establishment, thus greatly mitigating the overall impact on transportation infrastructure in the City (to the extent there are any impacts, at all) and the entire region. Id. Based on this reduction in gaming positions, MSM now projects 2,419 fewer weekly resortgenerated daily vehicle trips. See Exhibit 4, RFA-2 Response 4-24-09; See also Exhibit 5, RFA-2 Response 5-33-06. Further, resort generated traffic is largely countercyclical, meaning that the peak hours of vehicle trips to the gaming establishment will occur after commuter "rush hour" traffic periods or on weekends. Exhibit 3, at p.1.

- MSM's proposed gaming establishment is now within steps from public transportation. Beachmont Station of the MBTA's rapid transit Blue Line, located on the northeast corner of the site, provides immediate access to the resort. MSM's traffic analysis projects than 11 percent of visitors and 30 percent of resort employees will access the site via public transportation. See Exhibit 6 RFA-2 Response 4-08-01; See also Exhibit 5, RFA-2 Response 5-33-06. The change in location of the gaming establishment since SSR submitted its DEIR means that the MBTA station is now much closer to the gaming establishment, increasing the number of patrons and other visitors that will travel to the resort on public transportation. Id. This will further reduce the traffic impacts of the project as projected in the SSR DEIR. Id.
- As with all regional facilities, the vast majority of trips will be primarily on the regional roadway system, owned principally by the Massachusetts Department of Transportation or the Commonwealth of Massachusetts (Department of Conservation and Recreation), and not on roads that are owned or maintained by the City. Therefore, the City cannot plausibly point to any "increased volume of trips on local streets [or] anticipated degradation of infrastructure from additional trips to and from a gaming establishment." 205 CMR §§ 125.01(2)(b)(4).
- Another factor that will further decrease the transportation impacts on the City is MSM's comprehensive Transportation Demand Management Plan (TDM). <u>See</u> Exhibit 4, RFA-2 Response 4-24-09; <u>See also</u> Exhibit 5, RFA-2 Response 5-33-06. The keystone of the TDM is MSM's employee ground shuttle program. MSM will provide strictly limited on-site employee parking, and instead initiate a ground-shuttle service at multiple, geographically dispersed locations to intercept employees and shuttle them to and from the site. <u>Id</u>. The DEIR on which the City may rely to assert its petition for designation as a surrounding community includes both patron

and employee vehicle trips in the projections for resort. <u>Id</u>. As such, these outdated projections overstate the actual traffic impacts of the MSM gaming establishment.

The City provides no traffic data or trip generation numbers with its Petition. The City notes generally that due to the traffic impacts on I-93 and Route 16 that there will likely be a bottleneck at the Callahan Tunnel, a roadway not within or adjacent to the City. There is no reasonable basis for this assertion. Additionally, the City argues that there will most likely be a need to increase capacity on I-93, Route 16 and the Callahan Tunnel. The City also notes that it will experience decreased access to Logan International Airport due to diminished capacity on I-93 and Route 16 especially on Friday night when gaming establishment related traffic and airport traffic peak.

The VHB Report states that the project will add approximately 230 vehicles to the Callahan Tunnel during the Friday design peak. Exhibit 3, at p. 2. The VHB Report also notes that based on information provided by MassPort Logan Airport experiences a higher traffic day on Thursday, rather than Friday.

The VHB Report continues to state that the Callahan Tunnel is projected to have a 10% increase in traffic between 2012 (base year) and 2022 (design year) under no build conditions. Exhibit 3, at p.3 Additional demand associated with the MSM gaming establishment is expected to increase the flow in the Callahan Tunnel by <u>less than</u> 10% in the design year. <u>Id</u>. This projected increase is well within the capacity of the Callahan Tunnel and will not cause a degradation of operations or bottlenecks at the entrance. <u>Id</u>.

The I-93 corridor is expected to have added demand of 2-3% during evening peak. <u>Id.</u> Somerville's roads, including the Route 28 corridor, are expected to have no additional traffic other than local resident demand. <u>Id</u>.

IV. THE DEVELOPMENT OF THE GAMING ESTABLISHMENT WILL NOT CREATE SIGNIFICANT AND ADVERSE IMPACTS ON THE CITY

The City cannot demonstrate that it will be significantly and adversely affected by the development and construction of the gaming establishment.

Due to the distance of the City from the gaming establishment, the City has not argued that it will experience any noise and environmental impacts generated during construction, nor will any construction vehicle trips travel on roadways within the community. See 205 CMR § 125.01(2)(b)(3). There will be absolutely no adverse impacts in the City during the development and construction of the project.

V. THE OPERATION OF THE GAMING ESTABLISHMENT WILL NOT CREATE SIGNIFICANT AND ADVERSE IMPACTS ON THE CITY

The City cannot demonstrate that it will be significantly and adversely affected by the operation of the gaming establishment.

A. The Gaming Establishment Will Inject Hundreds of Millions of Dollars into Local Economies, Draw New Customers, and Increase the City's Tax Base

Far from siphoning patrons from local businesses such as restaurants and retail shops, the gaming establishment will draw <u>additional</u> visitors to businesses in the City. MSM projects that approximately \$290 million will be spent at regional businesses within the first five years of operation, with a best case scenario of \$377 million in ancillary spending at local businesses outside the resort. <u>See</u> Exhibit 7, RFA-2 Response 3-21-01. The City will share in this great economic benefit.

A study by Tourism Economics analyzing the regional economic impact of the MSM resort reported that nationwide, at least 60% of casino patrons also visit restaurants, bars, hotels, retail and general merchandise stores, entertainment venues, and other tourist attractions in cities and towns outside of the casino property. Exhibit 8, Tourism Economics, *The Economic & Fiscal Impacts of the Proposed Mohegan Sun Massachusetts Casino*, December 2013, at p. 17. These casino patrons reported that they were most likely to visit dining, shopping and entertainment venues outside the resort properties. <u>Id</u>.

Another study concluded that, in particular, "local restaurants tended to thrive after a casino opened nearby." Exhibit 9, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Small Local Business*, September 2012, at p. 2. The study reported that, not only does casino development greatly increase revenue at local businesses, but, in turn, wages rise for local employees creating positive multiplier effects throughout the economy. <u>Id</u>. In the same manner, the addition of thousands of high-paying jobs at the MSM resort will create new sources of revenue that will be spent locally in the employees' communities. <u>Id</u>. The Innovation Group study based its conclusion that the gaming establishment would provide substantial economic benefit to local businesses, such as those in the City.

These studies are persuasive in isolation, however they omit perhaps the most positive economic benefit MSM will provide to the City: the one-of-a-kind "Points Partnership Program" that MSM will implement throughout the region. The program will generate millions of dollars of new revenue for retail establishments in the City and the region as a whole. MSM is expecting that hundreds of local businesses will participate in the program, representing a wide and diverse cross-section of the local economy. Almost any retail business that deals in goods and services is eligible to participate. Exhibit 10, *Mohegan Sun Marketing Partnership*.

The way the program works is simple. MSM patrons who sign up for the Mohegan Sun rewards program earn "Momentum Points" when gaming, shopping, and dining at the resort by providing a Rewards Card. <u>Id</u>. These points are a cash-equivalent that is spent, like actual currency, at participating businesses. <u>Id</u>. The business accepts these points from the customer, and MSM reimburses the business for the cost of the services or goods

redeemed by the customer at a negotiated rate. <u>Id</u>. MSM will also prominently feature and market participating businesses in its promotional materials and programs.

MSM projects that the Points Partnership Program will generate millions of dollars in new income and attract new customers to local businesses, while increasing tax revenue for local cities and towns. MSM also will engage in direct spending in the local economy as well, committing in the Host Community Agreement with the City of Revere to use best efforts to purchase no less than \$50 million of goods and services for the resort annually from local vendors and suppliers within a 15 mile radius of Revere City Hall. See Exhibit 11, Host Community Agreement § 1.H.2. This radius includes businesses in the City.

In short, the gaming establishment will cause no adverse and significant impacts on the local retail establishments in the City as suggested by its Petition. To the contrary, the gaming establishment will stimulate economic development in the City.

B. The Gaming Establishment Will Not Impact Entertainment Venues in the City

The gaming establishment will not compete with the wide variety of entertainment venues listed in the City's letter, including: The Somerville Armory (Arts @ the Armory), The Somerville Theatre, The Davis Square Theatre, Johnny D's and the new Assembly Row movie theatre (collectively the "Somerville Venues"). There is a substantial experiential difference between visiting an entertainment venue or other cultural institution and a casino. Moreover, entertainment at the MSM resort will cater to a different market and demographic than the Somerville Venues. In fact, the aforementioned studies detailing the positive ancillary regional spending impacts of casinos demonstrated that casino patrons often taken in entertainment at regional venues as part of a visit. Exhibit 8 at pp. 17-18. Far from a competition, the gaming establishment will drive concert-goers to events at the Somerville Venues.

A Study by the Innovation Group contradicts the City's claim that the gaming establishment will have an adverse impact on the Somerville Venues. The study concluded that: "By bringing more out-of-area visitors into the region and increasing tourism, the casino is more likely to have a positive impact on visitation to cultural institutions and entertainment venues than a negative one." Exhibit 12, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Entertainment Venues, the Arts and Cultural Institutions*, October 2012, at p. 1. The Study found further that in a large urban area like metropolitan Boston, "[t]he size and number of acts in a casino venue are generally only a small fraction of the overall demand for entertainment . . ." and, as such, "there is no evidence to suggest that local entertainment or cultural institutions will suffer declines in visitation as a result of the advent of casinos." Id. at pp. 1, 29.

MSM also notes that the Somerville Armory (Arts @ the Armory) and any other venue that is not for profit or municipally owned could have availed itself of the option to

petition for designation as an "impacted live entertainment venue" in accordance with 205 CMR § 126.01(2), but did not. For all these reasons, the City has failed to demonstrate that there will be any significant and adverse, or, in fact, any impacts at all on the Somerville Venues.

C. The Gaming Establishment Will Create No Impacts Public Safety

While the City does not reference the gaming establishment's impacts on public safety in its petition, MSM would like to state that it has been conclusively established that there is no evidence the resort will contribute any adverse impacts to public safety. To begin, the gaming establishment will be served the Gaming Enforcement Unit of the Massachusetts State Police and the Revere Police Department, as well as MSM's own onsite security, fire, and life safety personnel, including ambulance and emergency management services. The Revere Police Department will station at least one officer with the Gaming Enforcement Unit on site. See Exhibit 13 RFA-2 Response 5-38-01.

The Revere Police Department is adjacent to the resort casino, approximately 1,000 feet from the intersection of Tomasello Drive and Winthrop Avenue. Similarly, a Revere Fire Station also is adjacent to the resort on Winthrop Avenue. MSM has further committed to establish a Guaranteed Ride Home program at the resort to complement the extensive training of beverage servers, security, valet attendants and other personnel, which along with liquor service shut-off controls and other best practices, are designed to minimize the hazards of potentially intoxicated persons at the resort. Id. The Guaranteed Ride Home program will help ensure that patrons who may be impaired do not operate a motor vehicle. MSM will prominently advertise and sponsor this service. This obligation, as set forth in Section 2.L of the Revere Host Community Agreement, will further mitigate the traffic patrol related demands on the Revere PD. Id. The Revere Police and Fire Departments will be substantial financial beneficiaries of funding as a result of the Host Community Agreement, allowing both departments to expand to meet any additional demands occasioned by the operation of the gaming establishment. See Exhibit 14, Letter of Revere Police Chief Joseph Cafarelli, Jan. 23, 2014; See also Exhibit 15, Letter of Revere Fire Chief Gene Doherty, Jan. 23, 2014.

Studies prove irrefutably that these demands will not spill over into the City. Exhibit 16. The Innovation Group, *Casinos and Crime*, March 2009. The Report found that while "there is no evidence for city wide increases in major crimes either property or violent," the only even theoretical concern for added crime would be in the "at the neighborhood level where the casino is located" <u>not</u> in cities and towns miles away. <u>Id</u>. at pp. 1, 23. However, even in the neighborhood immediately adjacent to the gaming establishment, the study determined that "the level of crime is so small as to be overwhelmed by other more significant factors, such as the economy." <u>Id</u>. at p. 1. A report by the Rappaport Institute for Greater Boston and the John F. Kennedy School of Economics at Harvard University aptly summarized the public safety impacts of the gaming establishment: "In sum, casinos are **not** associated with general increases in crime rates." <u>Id</u>. (emphasis in original).

VI. THE GAMING ESTABLISHMENT WILL CREATE SIGNIFICANT POSITIVE IMPACTS ON THE REGION AND THE CITY

The resort casino's impact on the regional job market, small businesses, and the local economy are overwhelmingly positive. MSM has committed to using best efforts not only hire resident 75% of its permanent workforce from communities within 15 miles of Revere City (including the City), but to purchase no less than \$50 million annually from local vendors. See Exhibit 11, Host Community Agreement, §§ 1.E.2, 1.H.2. MSM also will stimulate small business growth throughout the region through its unique Points Partnership Program. These purchasing commitments will place a particular emphasis on utilizing minority, veteran and women-owned business enterprises. Id.

With local residents constituting three quarters of MSM's total permanent workforce, the resort's employees will bring well-paid jobs and benefits back to their communities, spending money locally, increasing the tax base and creating positive multiplier effects throughout the region.

For all of the foregoing reasons, MSM respectfully requests that the City's Petition for Designation as a Surrounding Community be denied by the Gaming Commission.

Sincerely,

John A. Stefanin

cc: John Ziemba, Esq. David A. Rome, Esq. Mr. Chip Tuttle

EXHIBIT LIST

Opposition of Mohegan Sun Massachusetts, LLC to Petition of the City of Somerville for Designation as a Surrounding Community

- 1. <u>Exhibit 1</u>, Community Map.
- 2. <u>Exhibit 2</u>, Transcript of Gaming Commission Public Meeting #91, Nov. 21, 2013.
- **3.** <u>Exhibit 3</u>, John J. Kennedy, P.E., PTOE, et. al., Report on the Transportation Impact of the proposed Mohegan Sun Massachusetts Resort Casino in the City of Revere on the City of Somerville, Massachusetts (VHB, January 22, 2014).
- 4. <u>Exhibit 4</u>, RFA-2 Response 4-24-09.
- 5. Exhibit 5, RFA-2 Response 5-33-06.
- 6. Exhibit 6, RFA-2 Response 4-08-01.
- 7. <u>Exhibit 7</u>, RFA-2, Response 3-21-01.
- 8. <u>Exhibit 8</u>, Tourism Economics, *The Economic & Fiscal Impacts of the Proposed Mohegan Sun Massachusetts Casino*, December 2013.
- 9. <u>Exhibit 9</u>, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Small Local Business*, September 2012.
- 10. Exhibit 10, Mohegan Sun Marketing Partnership.
- 11. Exhibit 11, Host Community Agreement § 1.H.2.
- 12. <u>Exhibit 12</u>, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Entertainment Venues, the Arts and Cultural Institutions*, October 2012.
- 13. Exhibit 13, RFA-2 Response 5-38-01.
- 14. Exhibit 14, Letter of Revere Police Chief Joseph Cafarelli, Jan. 22, 2014.
- 15. Exhibit 15, Letter of Revere Fire Chief Gene Doherty, Jan. 23, 2014.
- 16. Exhibit 16, The Innovation Group, Casinos and Crime, March 2009.



DLA Piper LLP (US) 33 Arch Street, 26th Floor Boston, Massachusetts 02110-1447 www.dlapiper.com

John A. Stefanini john.stefanini@dlapiper.com T 617.406.6007 F 617.406.6107

January 23, 2014

Mr. Stephen Crosby Chairman Massachusetts Gaming Commission 84 State Street, 10th Floor Boston, MA 02109

Re: Opposition of Mohegan Sun Massachusetts, LLC to Petition of the City of Somerville for Designation as a Surrounding Community

Dear Chairman Crosby and Commissioners:

Mohegan Sun Massachusetts, LLC ("MSM") hereby opposes the Petition filed by the City of Somerville (the "City") requesting designation as a surrounding community (the "Petition") of MSM's proposed Category 1 gaming facility (referred to interchangeably as the "gaming establishment," the "project," the "resort casino") to be located in the City of Revere. Pursuant to the six factors contained in 205 CMR § 125.01 (2), the City is not a surrounding community.

Through its RFA-2 Application for a Category 1 Gaming License ("RFA-2"), MSM has proposed an outward looking resort casino. We have entered into agreements with a variety of different commercial, non-profit and municipal partners throughout Boston, the Greater Revere area and the North Shore so that we can cross-market our facilities and so the project can benefit the entire Greater Boston region. Before and since filing the Petition, MSM has had significant discussions with the City, including personal meetings, telephone conversations and e-mail communications, regarding potential impacts and ways these potential impacts can be mitigated consistent with the outward looking resort casino model. MSM has been and will remain actively engaged with the City. MSM plans to continue these discussions and hopes to enter into a neighboring community agreement with the City.¹

¹ MSM notes that, during the hearings regarding the status of surrounding communities to the Category 2 projects, the Gaming Commission appeared not reach any adverse inference due to the fact that an applicant made better progress on reaching surrounding or nearby community agreements with some communities than others. MSM reiterates that it is open to reaching a neighboring community agreement with the City, as it intends to do with several other municipalities. There should be no prejudicial inference to MSM due to the fact that it may be closer to executing such agreements with other communities. This opposition strictly discusses the City's *statutory* eligibility as a "surrounding community," as that term is defined in G. L. c. 23K, \S 4(33), 17 and 205 CMR §§ 125.01(2)(b)-(c). The criteria for determining whether the City is a surrounding community are limited to the six factors enumerated in the Gaming Commission's regulations and does not include the applicant's extent of outreach and progress with other neighboring communities compared to the petitioning community. Id.

I. INTRODUCTION

The Expanded Gaming Act defines "surrounding communities," as "municipalities in proximity to a host community which the commission determines experience or are likely to experience impacts from the development or operation of a gaming establishment, including municipalities from which the transportation infrastructure provides ready access to an existing or proposed gaming establishment." G. L. c. 23K, § 4(33).

The regulations promulgated pursuant to Expanded Gaming Act define the criteria that the Gaming Commission must consider in rendering a decision on the designation of a municipality as a surrounding community. 205 CMR § 125.01(2). See G. L. c. 23K, § 17. The criteria are:

1. <u>Proximity</u>. "... taking into account such factors as any shared border between the community and the host community; and the geographic and commuting distance between the community and the host community, between the community and the gaming establishment, and between residential areas in the community and the gaming establishment."

2. <u>Transportation Infrastructure</u>. "... taking into account such factors as ready access between the community and the gaming establishment; projected changes in level of service at identified intersections; increased volume of trips on local streets; anticipated degradation of infrastructure from additional trips to and from a gaming establishment; adverse impacts on transit ridership and station parking impacts; significant projected vehicle trip generation weekdays and weekends for a 24 hour period; and peak vehicle trips generated on state and federal roadways within the community."

3. <u>Development</u>. "... taking into account such factors as noise and environmental impacts generated during its construction; increased construction vehicle trips on roadways within the community and intersecting the community; and projected increased traffic during the period of construction."

4. <u>Operation</u>. ". . . taking into account such factors as potential public safety impacts on the community; increased demand on community and regional water and sewer systems; impacts on the community from storm water run-off, associated pollutants, and changes in drainage patterns; stresses on the community's housing stock including any projected negative impacts on the appraised value of housing stock due to a gaming establishment; any negative impact on local, retail, entertainment, and service establishments in the community; increased social service needs

including, but not limited to, those related to problem gambling; and demonstrated impact on public education in the community."

5. <u>Other</u>. Whether "... [t]he community will be significantly and adversely affected by any other relevant potential impacts that the commission considers appropriate for evaluation based on its review of the entire application for the gaming establishment."

6. <u>Positive Impacts</u>. "In determining whether a community is a surrounding community the commission may consider any positive impacts on a community that may result from the development and operation of a gaming establishment."

205 CMR §§ 125.01(2)(b)-(c).

A municipality that may experience impacts from a gaming establishment, but does not meet the definition of a surrounding community based on the criteria provided in 205 CMR §§ 125.01(2)(a)-(c), is still eligible to receive mitigation aid from several funds maintained by the Commonwealth and financed by gaming revenue. Id. at § 125.01(4) ("Any finding by the commission that a community is not a surrounding community for purposes of the RFA-2 application shall not preclude the community from applying to and receiving funds from the Community Mitigation Fund established by M.G.L. c. 23K, § 61, the Transportation Infrastructure and Development Fund established by M.G.L. c. 23K, § 62 and the Public Health Trust Fund established by M.G.L. c. 23K, § 59."). See Exhibit 2, Transcript of Gaming Commission Public Meeting #91, Nov. 21, 2013 at pp. 6-7 (hereinafter "Transcript"). Access to this funding ensures that these communities are fully capable of receiving the support they may need to address any nominal impacts that might arise. See id.

Using the criteria established by the Commission, the City is not in proximity to the resort casino. As detailed in our traffic report, there will be no significant adverse effects on the transportation infrastructure of the City as a result of the resort casino. Nor will the City be significantly or adversely impacted by the development or operation of the resort casino. To the contrary, the City stands to gain from the resort casino's development. MSM has submitted with its RFA-2 and attached as exhibits hereto several independent empirical studies that show nearby municipalities and regional local businesses will experience robust economic growth as a result of the gaming establishment – with retailers expanding their customer base, increasing profits, and cities and towns growing their tax base. Similarly, these studies emphatically conclude that the gaming establishment will cause no adverse impacts on public safety in nearby communities.

For the reasons stated herein, MSM respectfully requests the Commission find that the City is not a surrounding community.

II. THE CITY IS NOT IN PROXIMITY TO THE PROJECT

The City generally cites proximity – based on an arbitrary mileage calculation – as a factor militating in favor of designation. The legislative history of the Expanded Gaming Act shows reliance on mileage is insufficient. As Chairman Crosby emphasized: "I think that's a really important point though that people need to hear that this is not about proximity alone. The mere fact of being close, is not in and of itself. What the Legislature and we are concerned about is impacts, independent." Id. at p. 14-15, 20-1.

The City and the project are not proximate. As shown on the chart below and on the map attached as Exhibit 1, the City and MSM's host community do not share a border.² The closest municipal boundary in the City is 3.6 miles away from the project. In addition, the nearest residential neighborhood in the City is located 3.9 miles from the project, which amounts to an 11 minute drive. Somerville City Hall is 4.9 miles from the project and a 13 minute drive from the project.

Community	Length of	Distance from project		Distance from project		Distance from project	
	border with	site to municipal		site to municipal		site to nearest residential	
	Revere	boundary		center		neighborhood	
	Miles	Miles	Driving time	Miles	Driving Time	Miles	Driving Time
			<u>(min)</u>		<u>(min)</u>		(min)
Somerville	<u>0</u>	<u>3.6</u>	<u>8</u>	<u>4.9</u>	<u>13</u>	<u>3.9</u>	<u>11</u>

III. THE GAMING ESTABLISHMENT WILL NOT CREATE SIGNIFICANT AND ADVERSE IMPACTS ON THE TRANSPORTATION INFRASTRUCTURE OF THE CITY

The City cannot demonstrate that its transportation infrastructure will be significantly and adversely affected by the development of the gaming establishment.

At the outset it must be noted that the City may be relying on outdated and inflated traffic figures to support its Petition.

 Transportation experts have proposed, and the Massachusetts Department of Transportation has confirmed, that the number of gaming position is the primary indicator of trip generation to and from a destination resort casino as has been proposed by MSM. See Exhibit 2, Transcript at p. 32, 13-18. Since Sterling Suffolk Racecourse, LLC (SSR) submitted a Draft Environmental Impact Statement (DEIR) proposing a gaming establishment at Suffolk Downs with 6,000 gaming positions, MSM has reduced the number of gaming positions to 5,000 – one thousand fewer

² All distances provided herein were calculated using the Google Maps platform from the resort with the intersection of Furlong Drive and Route 1A (Lee Burbank Highway) as the measuring point.

> than the prior proposed project. Exhibit 3, John J. Kennedy, P.E., PTOE, et al., Report on the Transportation Impact of the proposed Mohegan Sun Massachusetts Resort Casino in the City of Revere on the City of Lynn, Massachusetts (VHB, January 22, 2014), at p.1 (hereinafter the "VHB Report"). MSM will file a Notice of Project Change with the MEPA Office of the Executive Office of Energy and Environmental Affairs further explaining this significant reduction in the development. Id. This 17% reduction in gaming positions will proportionally decrease the number of vehicle trips generated by the gaming establishment, thus greatly mitigating the overall impact on transportation infrastructure in the City (to the extent there are any impacts, at all) and the entire region. Id. Based on this reduction in gaming positions, MSM now projects 2,419 fewer weekly resortgenerated daily vehicle trips. See Exhibit 4, RFA-2 Response 4-24-09; See also Exhibit 5, RFA-2 Response 5-33-06. Further, resort generated traffic is largely countercyclical, meaning that the peak hours of vehicle trips to the gaming establishment will occur after commuter "rush hour" traffic periods or on weekends. Exhibit 3, at p.1.

- MSM's proposed gaming establishment is now within steps from public transportation. Beachmont Station of the MBTA's rapid transit Blue Line, located on the northeast corner of the site, provides immediate access to the resort. MSM's traffic analysis projects than 11 percent of visitors and 30 percent of resort employees will access the site via public transportation. See Exhibit 6 RFA-2 Response 4-08-01; See also Exhibit 5, RFA-2 Response 5-33-06. The change in location of the gaming establishment since SSR submitted its DEIR means that the MBTA station is now much closer to the gaming establishment, increasing the number of patrons and other visitors that will travel to the resort on public transportation. Id. This will further reduce the traffic impacts of the project as projected in the SSR DEIR. Id.
- As with all regional facilities, the vast majority of trips will be primarily on the regional roadway system, owned principally by the Massachusetts Department of Transportation or the Commonwealth of Massachusetts (Department of Conservation and Recreation), and not on roads that are owned or maintained by the City. Therefore, the City cannot plausibly point to any "increased volume of trips on local streets [or] anticipated degradation of infrastructure from additional trips to and from a gaming establishment." 205 CMR §§ 125.01(2)(b)(4).
- Another factor that will further decrease the transportation impacts on the City is MSM's comprehensive Transportation Demand Management Plan (TDM). <u>See</u> Exhibit 4, RFA-2 Response 4-24-09; <u>See also</u> Exhibit 5, RFA-2 Response 5-33-06. The keystone of the TDM is MSM's employee ground shuttle program. MSM will provide strictly limited on-site employee parking, and instead initiate a ground-shuttle service at multiple, geographically dispersed locations to intercept employees and shuttle them to and from the site. <u>Id</u>. The DEIR on which the City may rely to assert its petition for designation as a surrounding community includes both patron

and employee vehicle trips in the projections for resort. <u>Id</u>. As such, these outdated projections overstate the actual traffic impacts of the MSM gaming establishment.

The City provides no traffic data or trip generation numbers with its Petition. The City notes generally that due to the traffic impacts on I-93 and Route 16 that there will likely be a bottleneck at the Callahan Tunnel, a roadway not within or adjacent to the City. There is no reasonable basis for this assertion. Additionally, the City argues that there will most likely be a need to increase capacity on I-93, Route 16 and the Callahan Tunnel. The City also notes that it will experience decreased access to Logan International Airport due to diminished capacity on I-93 and Route 16 especially on Friday night when gaming establishment related traffic and airport traffic peak.

The VHB Report states that the project will add approximately 230 vehicles to the Callahan Tunnel during the Friday design peak. Exhibit 3, at p. 2. The VHB Report also notes that based on information provided by MassPort Logan Airport experiences a higher traffic day on Thursday, rather than Friday.

The VHB Report continues to state that the Callahan Tunnel is projected to have a 10% increase in traffic between 2012 (base year) and 2022 (design year) under no build conditions. Exhibit 3, at p.3 Additional demand associated with the MSM gaming establishment is expected to increase the flow in the Callahan Tunnel by <u>less than</u> 10% in the design year. <u>Id</u>. This projected increase is well within the capacity of the Callahan Tunnel and will not cause a degradation of operations or bottlenecks at the entrance. <u>Id</u>.

The I-93 corridor is expected to have added demand of 2-3% during evening peak. <u>Id.</u> Somerville's roads, including the Route 28 corridor, are expected to have no additional traffic other than local resident demand. <u>Id</u>.

IV. THE DEVELOPMENT OF THE GAMING ESTABLISHMENT WILL NOT CREATE SIGNIFICANT AND ADVERSE IMPACTS ON THE CITY

The City cannot demonstrate that it will be significantly and adversely affected by the development and construction of the gaming establishment.

Due to the distance of the City from the gaming establishment, the City has not argued that it will experience any noise and environmental impacts generated during construction, nor will any construction vehicle trips travel on roadways within the community. See 205 CMR § 125.01(2)(b)(3). There will be absolutely no adverse impacts in the City during the development and construction of the project.

V. THE OPERATION OF THE GAMING ESTABLISHMENT WILL NOT CREATE SIGNIFICANT AND ADVERSE IMPACTS ON THE CITY

The City cannot demonstrate that it will be significantly and adversely affected by the operation of the gaming establishment.

A. The Gaming Establishment Will Inject Hundreds of Millions of Dollars into Local Economies, Draw New Customers, and Increase the City's Tax Base

Far from siphoning patrons from local businesses such as restaurants and retail shops, the gaming establishment will draw <u>additional</u> visitors to businesses in the City. MSM projects that approximately \$290 million will be spent at regional businesses within the first five years of operation, with a best case scenario of \$377 million in ancillary spending at local businesses outside the resort. <u>See</u> Exhibit 7, RFA-2 Response 3-21-01. The City will share in this great economic benefit.

A study by Tourism Economics analyzing the regional economic impact of the MSM resort reported that nationwide, at least 60% of casino patrons also visit restaurants, bars, hotels, retail and general merchandise stores, entertainment venues, and other tourist attractions in cities and towns outside of the casino property. Exhibit 8, Tourism Economics, *The Economic & Fiscal Impacts of the Proposed Mohegan Sun Massachusetts Casino*, December 2013, at p. 17. These casino patrons reported that they were most likely to visit dining, shopping and entertainment venues outside the resort properties. <u>Id</u>.

Another study concluded that, in particular, "local restaurants tended to thrive after a casino opened nearby." Exhibit 9, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Small Local Business*, September 2012, at p. 2. The study reported that, not only does casino development greatly increase revenue at local businesses, but, in turn, wages rise for local employees creating positive multiplier effects throughout the economy. <u>Id</u>. In the same manner, the addition of thousands of high-paying jobs at the MSM resort will create new sources of revenue that will be spent locally in the employees' communities. <u>Id</u>. The Innovation Group study based its conclusion that the gaming establishment would provide substantial economic benefit to local businesses, such as those in the City.

These studies are persuasive in isolation, however they omit perhaps the most positive economic benefit MSM will provide to the City: the one-of-a-kind "Points Partnership Program" that MSM will implement throughout the region. The program will generate millions of dollars of new revenue for retail establishments in the City and the region as a whole. MSM is expecting that hundreds of local businesses will participate in the program, representing a wide and diverse cross-section of the local economy. Almost any retail business that deals in goods and services is eligible to participate. Exhibit 10, *Mohegan Sun Marketing Partnership*.

The way the program works is simple. MSM patrons who sign up for the Mohegan Sun rewards program earn "Momentum Points" when gaming, shopping, and dining at the resort by providing a Rewards Card. <u>Id</u>. These points are a cash-equivalent that is spent, like actual currency, at participating businesses. <u>Id</u>. The business accepts these points from the customer, and MSM reimburses the business for the cost of the services or goods

redeemed by the customer at a negotiated rate. <u>Id</u>. MSM will also prominently feature and market participating businesses in its promotional materials and programs.

MSM projects that the Points Partnership Program will generate millions of dollars in new income and attract new customers to local businesses, while increasing tax revenue for local cities and towns. MSM also will engage in direct spending in the local economy as well, committing in the Host Community Agreement with the City of Revere to use best efforts to purchase no less than \$50 million of goods and services for the resort annually from local vendors and suppliers within a 15 mile radius of Revere City Hall. See Exhibit 11, Host Community Agreement § 1.H.2. This radius includes businesses in the City.

In short, the gaming establishment will cause no adverse and significant impacts on the local retail establishments in the City as suggested by its Petition. To the contrary, the gaming establishment will stimulate economic development in the City.

B. The Gaming Establishment Will Not Impact Entertainment Venues in the City

The gaming establishment will not compete with the wide variety of entertainment venues listed in the City's letter, including: The Somerville Armory (Arts @ the Armory), The Somerville Theatre, The Davis Square Theatre, Johnny D's and the new Assembly Row movie theatre (collectively the "Somerville Venues"). There is a substantial experiential difference between visiting an entertainment venue or other cultural institution and a casino. Moreover, entertainment at the MSM resort will cater to a different market and demographic than the Somerville Venues. In fact, the aforementioned studies detailing the positive ancillary regional spending impacts of casinos demonstrated that casino patrons often taken in entertainment at regional venues as part of a visit. Exhibit 8 at pp. 17-18. Far from a competition, the gaming establishment will drive concert-goers to events at the Somerville Venues.

A Study by the Innovation Group contradicts the City's claim that the gaming establishment will have an adverse impact on the Somerville Venues. The study concluded that: "By bringing more out-of-area visitors into the region and increasing tourism, the casino is more likely to have a positive impact on visitation to cultural institutions and entertainment venues than a negative one." Exhibit 12, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Entertainment Venues, the Arts and Cultural Institutions*, October 2012, at p. 1. The Study found further that in a large urban area like metropolitan Boston, "[t]he size and number of acts in a casino venue are generally only a small fraction of the overall demand for entertainment . . ." and, as such, "there is no evidence to suggest that local entertainment or cultural institutions will suffer declines in visitation as a result of the advent of casinos." Id. at pp. 1, 29.

MSM also notes that the Somerville Armory (Arts @ the Armory) and any other venue that is not for profit or municipally owned could have availed itself of the option to

petition for designation as an "impacted live entertainment venue" in accordance with 205 CMR § 126.01(2), but did not. For all these reasons, the City has failed to demonstrate that there will be any significant and adverse, or, in fact, any impacts at all on the Somerville Venues.

C. The Gaming Establishment Will Create No Impacts Public Safety

While the City does not reference the gaming establishment's impacts on public safety in its petition, MSM would like to state that it has been conclusively established that there is no evidence the resort will contribute any adverse impacts to public safety. To begin, the gaming establishment will be served the Gaming Enforcement Unit of the Massachusetts State Police and the Revere Police Department, as well as MSM's own onsite security, fire, and life safety personnel, including ambulance and emergency management services. The Revere Police Department will station at least one officer with the Gaming Enforcement Unit on site. See Exhibit 13 RFA-2 Response 5-38-01.

The Revere Police Department is adjacent to the resort casino, approximately 1,000 feet from the intersection of Tomasello Drive and Winthrop Avenue. Similarly, a Revere Fire Station also is adjacent to the resort on Winthrop Avenue. MSM has further committed to establish a Guaranteed Ride Home program at the resort to complement the extensive training of beverage servers, security, valet attendants and other personnel, which along with liquor service shut-off controls and other best practices, are designed to minimize the hazards of potentially intoxicated persons at the resort. Id. The Guaranteed Ride Home program will help ensure that patrons who may be impaired do not operate a motor vehicle. MSM will prominently advertise and sponsor this service. This obligation, as set forth in Section 2.L of the Revere Host Community Agreement, will further mitigate the traffic patrol related demands on the Revere PD. Id. The Revere Police and Fire Departments will be substantial financial beneficiaries of funding as a result of the Host Community Agreement, allowing both departments to expand to meet any additional demands occasioned by the operation of the gaming establishment. See Exhibit 14, Letter of Revere Police Chief Joseph Cafarelli, Jan. 23, 2014; See also Exhibit 15, Letter of Revere Fire Chief Gene Doherty, Jan. 23, 2014.

Studies prove irrefutably that these demands will not spill over into the City. Exhibit 16. The Innovation Group, *Casinos and Crime*, March 2009. The Report found that while "there is no evidence for city wide increases in major crimes either property or violent," the only even theoretical concern for added crime would be in the "at the neighborhood level where the casino is located" <u>not</u> in cities and towns miles away. <u>Id</u>. at pp. 1, 23. However, even in the neighborhood immediately adjacent to the gaming establishment, the study determined that "the level of crime is so small as to be overwhelmed by other more significant factors, such as the economy." <u>Id</u>. at p. 1. A report by the Rappaport Institute for Greater Boston and the John F. Kennedy School of Economics at Harvard University aptly summarized the public safety impacts of the gaming establishment: "In sum, casinos are **not** associated with general increases in crime rates." <u>Id</u>. (emphasis in original).

VI. THE GAMING ESTABLISHMENT WILL CREATE SIGNIFICANT POSITIVE IMPACTS ON THE REGION AND THE CITY

The resort casino's impact on the regional job market, small businesses, and the local economy are overwhelmingly positive. MSM has committed to using best efforts not only hire resident 75% of its permanent workforce from communities within 15 miles of Revere City (including the City), but to purchase no less than \$50 million annually from local vendors. See Exhibit 11, Host Community Agreement, §§ 1.E.2, 1.H.2. MSM also will stimulate small business growth throughout the region through its unique Points Partnership Program. These purchasing commitments will place a particular emphasis on utilizing minority, veteran and women-owned business enterprises. Id.

With local residents constituting three quarters of MSM's total permanent workforce, the resort's employees will bring well-paid jobs and benefits back to their communities, spending money locally, increasing the tax base and creating positive multiplier effects throughout the region.

For all of the foregoing reasons, MSM respectfully requests that the City's Petition for Designation as a Surrounding Community be denied by the Gaming Commission.

Sincerely,

John A. Stefanin

cc: John Ziemba, Esq. David A. Rome, Esq. Mr. Chip Tuttle

EXHIBIT LIST

Opposition of Mohegan Sun Massachusetts, LLC to Petition of the City of Somerville for Designation as a Surrounding Community

- 1. <u>Exhibit 1</u>, Community Map.
- 2. <u>Exhibit 2</u>, Transcript of Gaming Commission Public Meeting #91, Nov. 21, 2013.
- **3.** <u>Exhibit 3</u>, John J. Kennedy, P.E., PTOE, et. al., Report on the Transportation Impact of the proposed Mohegan Sun Massachusetts Resort Casino in the City of Revere on the City of Somerville, Massachusetts (VHB, January 22, 2014).
- 4. <u>Exhibit 4</u>, RFA-2 Response 4-24-09.
- 5. Exhibit 5, RFA-2 Response 5-33-06.
- 6. Exhibit 6, RFA-2 Response 4-08-01.
- 7. <u>Exhibit 7</u>, RFA-2, Response 3-21-01.
- 8. <u>Exhibit 8</u>, Tourism Economics, *The Economic & Fiscal Impacts of the Proposed Mohegan Sun Massachusetts Casino*, December 2013.
- 9. <u>Exhibit 9</u>, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Small Local Business*, September 2012.
- 10. Exhibit 10, Mohegan Sun Marketing Partnership.
- 11. Exhibit 11, Host Community Agreement § 1.H.2.
- 12. <u>Exhibit 12</u>, The Innovation Group, *Impacts of a Casino at Suffolk Downs on Entertainment Venues, the Arts and Cultural Institutions*, October 2012.
- 13. Exhibit 13, RFA-2 Response 5-38-01.
- 14. Exhibit 14, Letter of Revere Police Chief Joseph Cafarelli, Jan. 22, 2014.
- 15. Exhibit 15, Letter of Revere Fire Chief Gene Doherty, Jan. 23, 2014.
- 16. Exhibit 16, The Innovation Group, Casinos and Crime, March 2009.

EXHIBIT 1


EXHIBIT 2

THE COMMONWEALTH OF MASSACHUSETTS

MASSACHUSETTS GAMING COMMISSION

PUBLIC MEETING #91

CHAIRMAN

Stephen P. Crosby

COMMISSIONERS

Gayle Cameron

James F. McHugh

Bruce W. Stebbins

Enrique Zuniga

November 21, 2013, 9:00 a.m.

BOSTON EXHIBITION AND CONVENTION CENTER

Room 151A

415 Summer Street

Boston, Massachusetts

1	PROCEEDINGS:
2	
3	CHAIRMAN CROSBY: Thank you
4	everybody for coming early. I am pleased to
5	call to order public meeting number 91 of the
б	Massachusetts Gaming Commission at 9:00 at the
7	Boston Convention Center on November 21, 2013.
8	The first item on the agenda as always is the
9	approval of the minutes. Commissioner McHugh?
10	COMMISSIONER MCHUGH: We have two
11	sets of minutes, Mr. Chairman, the November 7
12	and the November 14. The November 7 minutes
13	are in tab 2a. I would move that they be
14	accepted as written with the reservation of the
15	right to correct any mechanical or
16	typographical errors.
17	CHAIRMAN CROSBY: Second?
18	COMMISSIONER CAMERON: Second.
19	CHAIRMAN CROSBY: Any discussion?
20	Does anybody have any issues? All in favor
21	please say aye, aye.
22	COMMISSIONER MCHUGH: Aye.
23	COMMISSIONER STEBBINS: Aye.
24	COMMISSIONER ZUNIGA: Aye.

1

COMMISSIONER CAMERON: Aye.

2 CHAIRMAN CROSBY: Opposed? The ayes3 have it unanimously.

COMMISSIONER MCHUGH: The second set 4 5 of minutes are those for November 14, 2013 are in tab 2b of the books. I would make the same 6 motion that the Commission accept them as they 7 appear in the book reserving the right to 8 9 correct any mechanical or typographical errors. 10 CHAIRMAN CROSBY: Second? COMMISSIONER STEBBINS: Second. 11 CHAIRMAN CROSBY: Any discussion? 12 All in favor say aye, aye. 13 COMMISSIONER MCHUGH: Aye. 14 15 COMMISSIONER STEBBINS: Aye. COMMISSIONER ZUNIGA: Aye. 16 17 COMMISSIONER CAMERON: Aye. 18 CHAIRMAN CROSBY: Opposed? The ayes 19 have it unanimously. We now get to item number 3, Research and Problem Gambling. We are 20 starting with this? 21 MS. BLUE: I believe, Mr. Chairman, 22 23 that has been moved to December 5. 24 CHAIRMAN CROSBY: That item's been

1 moved?

2 MS. BLUE: Been moved to the 3 December 5 meeting.

CHAIRMAN CROSBY: Okay. So, we will 4 talk about the legislative report on research 5 activities, now that you mention it, I do 6 remember that, to our next meeting. So, we go 7 to Ombudsman Ziemba and the Ombudsman's report. 8 9 MR. ZIEMBA: Thank you, Mr. 10 Chairman. So Mr. Chairman, today we hear a number of petitions. We are deciding on a 11 number of petitions for surrounding community 12 status. On or before October 31 of this year, 13 the Commission received nine surrounding 14 community petitions, five petitions remain 15 16 outstanding, Dighton and Bridgewater relating 17 to the Raynham Park, LLC applicant and Bolton, 18 Fitchburg and Sterling relating to the PPE 19 Casino Resorts, LLC applicant. Of the remaining four communities, 20 all of which relate to the Raynham Park 21 applicant, Middleboro was designated as a 22 23 surrounding community on November 11. Berkeley

24 signed a nearby community agreement on November

18. Lakeville signed a nearby community
agreement on November 18. Rehoboth executed a
nearby community agreement on November 18.

The Commission has already conducted 4 5 four public hearings during which testimony was received from communities seeking a surrounding 6 committee designation on November 14 of this 7 year and October 21-23. Communities that are 8 9 designated as surrounding communities have the 10 authority to participate as surrounding communities in the host community hearings 11 scheduled for December 3-5. 12 In addition, upon designation as a 13 surrounding community, such communities will 14 have 30 days to negotiate a surrounding 15 community agreement with applicants, prior to 16 the onset of arbitration if necessary. 17 In

18 order for applications to be complete,

19 agreements with all designated surrounding 20 communities must be reached.

21 Yesterday, the Commission received a 22 letter from the town of Seekonk asking to be 23 designated as a surrounding community. Since 24 this letter was received well past the original

deadline for surrounding community petitions, 1 October 4, and also well past the extension to 2 October 31, it is not being presented to 3 Commission for decision. 4 5 CHAIRMAN CROSBY: And they know 6 that? MR. ZIEMBA: We called them 7 yesterday, but I did not reach them. We 8 9 received the application yesterday. This does 10 not preclude their ability to reach a voluntary agreement with the applicant as long as it is 11 done today. And to the degree that anything is 12 reached in the future days that would require 13 further variants of the Commission because 14 today is the deadline for designations or 15 16 agreements. 17 CHAIRMAN CROSBY: When you called 18 them, did you leave them that message? 19 MR. ZIEMBA: No. CHAIRMAN CROSBY: Do they know that? 20 MR. ZIEMBA: I did not. 21 CHAIRMAN CROSBY: It wouldn't 22 23 preclude them from having access to the 24 community mitigation fund, which is in the

legislation for other issues, right? 1 2 MR. ZIEMBA: That's correct. CHAIRMAN CROSBY: You don't have to 3 be a surrounding community to get access to the 4 5 community mitigation fund if there are 6 problems. MR. ZIEMBA: That's correct. 7 CHAIRMAN CROSBY: Okay. 8 9 MR. ZIEMBA: As was noted in my 10 November 5 memorandum and as presented at the November 7 Commission meeting, staff and 11 outside consultants through the Commission put 12 together reports on each surrounding community 13 petition, which are included in your packets. 14 15 These reports include details from the petitions made by the communities, 16 17 responses by the applicants, reviews completed 18 by regional planning agencies, reviews that 19 were made part of the MEPA process and consultant and staff reviews of such 20 submissions. 21 The reports have been arranged to 22 23 correspond with the applicable section of our 24 surrounding community regulations. Now I'd

like to give you a brief summary of each 1 petition with the Commission discussion and 2 determination after each. We are joined I hope 3 -- I know that there is a couple folks still in 4 transit. -- by representatives from Green 5 International, Mark Vander Linden, and Jennifer 6 Pinck who worked with our sub consultant on 7 housing issues. 8

9 CHAIRMAN CROSBY: Let me just 10 restate this to make sure it is clear to everybody who is watching. There are five 11 communities who have petitioned to become 12 designated as surrounding communities. 13 And there is a debate, a dispute between the 14 applicant and the community as to whether or 15 not they should be a surrounding community. 16 17 And they are therefore petitioning us to make 18 the decision, which is a decision we are authorized to make in our enabling legislation 19 about whether or not they are a surrounding 20 community. And we'll go through those five 21 communities one by one and the Commission will 22 23 make a decision in this public meeting. 24 MR. ZIEMBA: Right. Just one

further bit of background. We have received --1 There have been a number of agreements that 2 have been reached up to this date. As we 3 discussed, the Commission extended the deadline 4 date for surrounding community petitions in 5 order to allow communities and applicants more 6 time to reach conclusions that were not based 7 on an adversarial process. 8

9 To date, we've received surrounding community agreements from Mansfield, North 10 Attleboro and Wrentham. Foxboro has been 11 designated as a surrounding community by the 12 Penn applicant. Further PPE related agreements 13 Lancaster, Lunenburg, Townsend, Westminster and 14 Princeton. And Raynham has reached agreements 15 with Taunton as a surrounding community 16 17 agreement and Berkeley, Lakeville and Rehoboth as nearby impact agreements. 18

We have certain designations where each community -- the communities that have been designated as a surrounding community by the applicant under our regulations, those communities must assent to such designation. We have received from Foxboro, Middleboro and

West Bridgewater letters of assent to such
designations.

Under our regulations, the 30-day 3 clock to begin negotiations under the statutory 4 30 day negotiations does not begin until the 5 Commission issues a written determination after 6 the receipt of the letter of assent by the 7 communities. And as Counsel Blue has 8 9 recommended, what we will do is after this 10 meeting, after we conclude the surrounding community discussions, we will thereby issue 11 the staff written designations of assent to 12 those communities that have sent those letters 13 of assent. I don't think I've missed anybody, 14 but in case I did, we will double-check that. 15 What that would do is as we make 16 17 determinations on surrounding community status for those that have petitioned, they would be 18 on the same statutory 30-day timeframe as those 19 that have assented to such designations but 20 21 have not reached an agreement as of yet. CHAIRMAN CROSBY: So, that's the two 22 23 30-day windows would start? 24 MR. ZIEMBA: That's right. In order

to get into the applications, just let me give 1 2 you -- In the beginning of your packets on page two of your packets, so the packets are broken 3 down by applicant and by community. I will 4 give you the page numbers as we go through the 5 presentation. As I mentioned in the beginning, 6 there are three for the PPE Casino application. 7 CHAIRMAN CROSBY: Which is Cordish 8 9 in Leominster.

10 MR. ZIEMBA: Which is Cordish in Leominster and that is Bolton, Fitchburg and 11 Sterling. We will go alphabetically for each 12 one of these applications. Each one of these 13 communities has a very specific packet. And 14 the packet describes the six criteria that the 15 Commission should consider in making its 16 determination. 17

18 The six criteria are proximity, 19 proximity to both the host community and to the 20 gaming facility. The impacts on the 21 transportation infrastructure. Development 22 impacts, impacts that are related to the 23 construction period. Operational impacts, our 24 regulation has a catchall for communities that

determine that they're experiencing impacts 1 that aren't readily caught in those above 2 categories. Then six, the regulation says that 3 the Commission may consider positive impacts in 4 5 its determinations of surrounding community 6 status. CHAIRMAN CROSBY: These are the 7 criteria that are set out in the law for us to 8 9 use. 10 MR. ZIEMBA: And our regulations. CHAIRMAN CROSBY: And our 11 regulations, right. 12 MR. ZIEMBA: Okay. So, let's turn 13 to the Bolton applicant. Look at page three of 14 your packet. So, proximity, as I mentioned 15 proximity both to the gaming establishment and 16 17 to the host community as a criteria in our regulations. The town of Bolton claims that it 18 19 is five miles to the east of the proposed facility. It is closer than a number of 20 communities that have already reached an 21 22 agreement with the applicant. 23 The applicant argues that the town 24 of Bolton is more than five miles away from the

facility. That the town center is
approximately eight miles from the facility.
And that comparisons to other communities that
have reached agreement with Bolton (SIC) are
irrelevant.

Just one more background, so, I am 6 obviously just giving a summary of very lengthy 7 and detailed presentations that have been made 8 9 by both applicants and communities. And very, 10 very detailed sections included in the applications and numerous other reviews. 11 The Commissioner's packet includes all of the 12 sections. For ease of reference, we've 13 included the summary that all of those sections 14 that have been included in their remarks are 15 obviously part of the question. 16 17 So, if communities or applicants out 18 there are hearing only some of their arguments, what we've tried to do is to distill some of 19 the essence of what their petition's made. 20 As

21 we discussed, we've already had four public 22 hearings on it and there is very detailed 23 presentation.

24

CHAIRMAN CROSBY: And the audience

1	should know, we all have that big folder like
2	you have in front of you. And each of the
3	Commissioners has read, if not literally every
4	word, at least virtually every word in these
5	extended presentations on the issues.
6	MR. ZIEMBA: To continue on on the
7	proximity issue, during the Commission's
8	deliberation on surrounding community policies,
9	the Commission rejected establishing a mileage-
10	based threshold for determining which
11	communities are surrounding communities.
12	What that means is we determined
13	that just because a community is within a mile
14	or within three miles or within five miles that
15	does not mean that one reaches surrounding
16	community status by that designation. The
17	reason why we did that, one of the reasons why
18	we did that is because the Legislature actually
19	rejected amendments that would have said
20	exactly that.
21	They had amendments stating that a
	one-mile threshold or a three-mile threshold or

22 one-mile threshold or a three-mile threshold or a five-mile threshold would automatically make 23 24 you a surrounding community.

14

Instead, they asked us to take a 1 2 look at the overall impacts, as I mentioned, in concert with a review of the geographic 3 proximity. But I do mention that the 4 Legislature did include those amendments of the 5 two-mile, three-mile and five-mile standard as 6 perhaps an indication that they meant to have 7 some limit to the outward geographic proximity. 8 9 Again, we don't have a mileage-based 10 standard, but this is a measuring guideline. It is not a hard and fast rule. As you'll see 11 from our review of the petitions, just because 12 one community is within two miles or within 13 three miles again, that is not an automatic 14 determination of surrounding community status. 15 But this measuring stick of two, three and five 16 17 miles could perhaps be instructive as to some 18 of the range of considerations that you take a 19 look at.

20 CHAIRMAN CROSBY: I think that's a 21 really important point though that people need 22 to hear that this is not about proximity alone. 23 The mere fact of being close, is not in and of 24 itself. What the Legislature and we are

concerned about is impacts, independent. And 1 maybe proximity can be sort of advisory to 2 impacts but it is impacts not proximity which 3 are really determinative here. 4 MR. ZIEMBA: That's right. 5 Commissioners can move to page 10 of the 6 packet. I will discuss the traffic 7 infrastructure. So, I am going to continue. Ι 8 9 am going to go through each one of the factors 10 and then we can go back to our experts with any further questions. 11 In regard to infrastructure, the 12 town of Bolton argues that Route 17 (SIC) 13 provides ready access to the proposed 14 establishment for traffic off of Route 495. 15 And that according to the applicant, at least a 16 17 quarter million new vehicle trips can be 18 expected to pass through Bolton annually. 19 Bolton contests the projections made by the applicant and states that it expects as 20 many as 30 to 45 percent of the patrons who 21 will actually reach the applicant's facility by 22 23 traveling Route 17 (SIC) through Bolton 24 compared to the 11 percent projected by the

applicant. Thus, the number of the annual 1 2 vehicle trips traveling through Bolton could approach one million. Bolton argues that those 3 that regularly travel Route 2 will avoid it and 4 instead will utilize the Mass. Turnpike, Route 5 495 and then Route 117. Bolton also argues 6 that Route 117 is a heavily congested roadway 7 with an approximately three-hour rush between 8 9 4:00 and 7:00 PM where traffic slows from 10 to 10 15 miles an hour.

The applicant states that its market 11 study traffic study show that there will be 12 very limited impacts to roadways in the town 13 and that these impacts will be solely limited 14 to Route 117. The applicant noted that traffic 15 studies completed to date show that the project 16 will increase volumes at 117, I-495 Northbound 17 ramps intersection by only 2.2 percent. 18 An 19 estimated 54 PM peak hour vehicle trips will be added to the existing 2480 vehicle trips 20 passing through the intersection as reported by 21 the town. 22

23 Similarly, the applicant argues that24 the addition of 54 peak hour project trips on

the western edge of Bolton represents a very
modest 3.3 percent increase in traffic volumes.
And that the same peak hour trips between I-495
and Route 110 will use less than two percent of
the traffic capacity of Route 117.

6 Further, the applicant argues that 7 its traffic is countercyclical and is after the 8 PM commuter peak hour. Finally, the applicant 9 notes that the attractiveness of Route 2 as an 10 option will improve planned improvements in 11 Concord.

12 A peer-review conducted by Woodard 13 and Curran and Transportation Engineering 14 Planning and Policy of the applicant's traffic 15 impact study found the study to reflect 16 professional practice and the proposed project 17 appears to have minimal traffic impacts.

18 Green International who is sitting 19 with us now did peer-review of all of the 20 traffic included in each one of these 21 applicants. And they made the following 22 findings. They made many findings, but I'll 23 just reflect a few of them.

24 Comments made from Mass. DOT and

contained in the ENF certificate indicate that 1 at a minimum the DEIR, the draft environmental 2 impact report should include both signalized 3 intersections at the I-495/Route 117 4 interchange in the town of Bolton. This is 5 directly due to the levels of the casino 6 generated traffic as presented to date by the 7 applicant that would travel to the project site 8 9 in Leominster via I-495 and Route 17 (SIC) from 10 the south and east respectively. This Stantec report, which is the 11 traffic report by the applicant assumes that 10 12 percent of the site traffic will use Route 117 13 to the east of I-190 though more detailed 14 market analysis trip distribution presented by 15 the project proponent indicates that 16 approximately 13.5 percent of the site traffic 17 will use Route 117 to the east of I-190 with 18 19 approximately 11 percent traveling through the town of Bolton. 20 Route 117, continuing with Green's 21

22 analysis, Route 117 is the primary route 23 through Bolton that would be used to access the 24 Leominster site. It is primarily a two-lane

highway. Based on general observations and 1 knowledge of the corridor, it operates with 2 constraints at certain intersections, in 3 particular at the I-495 interchange at 4 5 Wattaguadock Hill Road in the Bolton town center and the intersections with Route 70 and 6 Route 110 in Lancaster during the weekday peak 7 periods as well as during portions of Saturday. 8 9 There is a high probability that the 10 use of I-495 and Route 117 has been underestimated. And that these noted traffic 11 increases will be greater. In light of the 12 several factors including the relative close 13 proximity that Bolton is to the proposed casino 14 site, the direct route that Route 17(SIC) 15 provides between I-495 and the project site and 16 the reach of the casino being between 60 and 90 17 miles and that there would not be any other 18 19 nearby competing facility, it is conceivable in our opinion at this stage the applicant's trip 20 projections to the east along Route 117 may be 21 22 low.

It is likely that patrons of thesite would avoid the I-95/Route 2 route due to

more congested conditions often experienced on
I-95 relative to I-495 and the several
bottlenecks along Route 2 in the towns of
Lincoln, Concord and Acton, i.e. traffic
signals along Route 2 and/or the Concord
Rotary.

It is conceived that Route 117 in 7 Bolton could provide access for 20 percent or 8 9 more of the traffic related trips. If that 10 were to occur, the increases in traffic on Route 117 would exceed five percent and 11 approach and exceed -- five percent and 12 approach and exceed 10 percent during certain 13 periods and become more significant and 14 15 measurable impacts.

As a result of the level of casino-16 17 related traffic estimated to pass through the 18 town of Bolton while traveling through to the casino site based on the information that has 19 been reviewed and evaluated and based on the 20 above factors considered in this surrounding 21 community evaluation, it is our opinion that 22 23 there would be a significant and adverse 24 traffic impact.

1	CHAIRMAN CROSBY: Can I make a
2	suggestion here? If I'm saying this correctly,
3	our job here is to determine whether or not a
4	community is a surrounding community.
5	MR. ZIEMBA: Yes.
6	CHAIRMAN CROSBY: On any one of
7	these criteria, we could make that
8	determination. If we were to make it on an
9	early criteria, it doesn't matter what the
10	other criteria say.
11	MR. ZIEMBA: Yes.
12	CHAIRMAN CROSBY: Since we have an
13	objective review here on the issue of traffic
14	that differs from the applicant's assessment,
15	it seems to me But I'm going to ask the
16	Commissioner's whether you agree with this
17	it's worth us stopping now, talking about
18	traffic. If it turned out we thought this was
19	a circumstance which required them to become a
20	surrounding community, we wouldn't have to go
21	through the rest of the issues.
22	COMMISSIONER MCHUGH: That's an
23	interesting point. I was just thinking about
24	that the other day, Mr. Chairman. It could be

an all or nothing kind of thing. On the other hand, I am not sure that if there is a traffic impact and that's the only impact that causes a town to be a surrounding community that the Commission would then advance money for housing studies or problem gambling studies or other kinds of things.

Or that the Commission would 8 9 anticipate that the parties would enter into a 10 surrounding community agreement that would include those criteria, perhaps get hung up on 11 those criteria and a traffic mitigation plan 12 could be achieved and solved that only problem 13 for which the Commission found them to be a 14 surrounding community. 15

16 So. I wonder if it wouldn't be at 17 least helpful, I don't think our regulations 18 really provide for us to say you are 19 surrounding community for traffic purposes.

20 CHAIRMAN CROSBY: I wasn't saying 21 that.

22 COMMISSIONER MCHUGH: No, no, I 23 understand that. But it seems to me that it 24 would be helpful for the Commission to say what

it was that triggered the Commission's
surrounding community determination, both to
provide guidance for us in the future and to
provide guidance for the parties that then will
attempt to negotiate a surrounding community
agreement.

7 That would mean going through each 8 of these. It doesn't mean you can't stop here 9 and discuss traffic. But it would mean going 10 through these and saying if it turns out that 11 way that way that traffic is the only one.

COMMISSIONER ZUNIGA: I completely 12 agree with that notion. I think this will make 13 today a very long meeting, but I think it's 14 very important that we discuss, weigh in on 15 what we think is this a factor or factors that 16 17 make somebody a surrounding community. That in 18 my opinion would hopefully guide the 19 arbitration process. First the negotiation process and then eventually the arbitration 20 process that could result from this. 21 As I understand, in an arbitration 22 23 process all factors could conceivably be

24 considered, whether we thought one was

significant or not. But I completely agree 1 with the notion that it's important for us to 2 at least discuss, weigh in and opine on the 3 significance of factors, of each of the factors 4 that they put forward. 5 MR. ZIEMBA: I will note that 6 although my last summary was rather involved, 7 each one of these applications is different. 8 9 In Bolton, the application by the 10 potential surrounding community was very, very detailed when it came to traffic, but among the 11 other factors there wasn't that much detail. 12 So, I spent a good amount of time on that 13 application. 14 So, if we're thinking we're going to 15 be here for four or five days, that's probably 16 not going to be the case, but I know that 17 preview probably didn't give you much comfort. 18 19 COMMISSIONER MCHUGH: Probably not going to be the case? 20 COMMISSIONER CAMERON: And I would 21 agree with Commissioner McHugh and Commissioner 22 23 Zuniga. And the other piece of this, one of 24 the six criteria are the positive impacts. And

that could be a weighing mechanism for us as
well. So, it's important to discuss it all.

3 CHAIRMAN CROSBY: Are you suggesting 4 -- So, we would go through each of the criteria 5 and we would say because of criteria -- If we 6 say they're not a surrounding community, that's 7 one thing. But we would say which criteria we 8 judge to be a trigger mechanism. Does that 9 then preclude the other criteria?

10 COMMISSIONER MCHUGH: No, it 11 doesn't, I don't think, as a matter of law. 12 But it does guide the communities if they come 13 to us say and want to do a -- get money for a 14 housing study. And we've already found that 15 the housing isn't a piece. It guides them and 16 us in dealing with that.

17 And it also guides our determination 18 as to what the triggers are, guides the 19 applicant and the community as to the focus we 20 think they ought to put into a surrounding 21 community agreement. It may make it easier for 22 them to reach one than if the door for 23 everything is wide open.

24 CHAIRMAN CROSBY: I was pretty sure

I was going to wind five-zero on this one, but 1 I was wrong. That's fine. Go ahead. 2 COMMISSIONER ZUNIGA: Were you done 3 with the introduction? 4 MR. ZIEMBA: I have a few other 5 sections, development, operation and other and 6 positive impacts. 7 COMMISSIONER ZUNIGA: Because I do 8 9 have a general question for our consultants 10 that applies to just about everybody. So, let's continue and we'll get to that. 11 MR. ZIEMBA: Okay. Development, so 12 this relates to impacts prior to operation, 13 construction impacts, etc. 14 The town of Bolton argues that it is 15 inevitable that a significant portion of the 16 construction vehicles will use the shortcut 17 18 from 495 through Bolton. The applicant states 19 that it will direct its construction team to avoid local roads and to utilize the major 20 highways for all construction traffic. 21 Furthermore, it states that the town cannot 22 23 demonstrate that any noise or environmental 24 issues, if any, caused by the project will have

1 a significant or adverse impact on the town.

Green International found that the 2 applicant has stated the construction related 3 heavy vehicle traffic would be controlled and 4 remain on the area's major roadways. With I-5 190 adjacent to the site, this would be 6 expected to provide the major route of access 7 for transporting materials to the site 8 9 particularly long-haul trips. However, there 10 is a potential for I-495 use and with that the potential for Route 117 be used by nonlocal 11 construction traffic. 12

While it is fairly early in the 13 process now definitively the sources and 14 materials and construction traffic and the 15 source of materials would be controlled to a 16 17 large degree by the applicant. This would be 18 important with respect to minimize the 19 potential use of 114 (SIC) by this type of traffic. 20

21 If you turn to page 48, this 22 discusses operation. The town of Bolton argues 23 that increased traffic volumes and the fact 24 that the facility serves alcohol will increase the number of accidents and arrests or related
mutual aid calls.

The applicant includes letters from 3 the Leominster police and fire departments 4 stating that they do not expect any mutual aid 5 from Bolton. Further, the applicant notes that 6 the addition of Leominster police station at 7 the facility in addition to State Police and 8 9 Gaming Commission personnel. Finally, the 10 applicant notes that based on a review of crash data along Route 117, projected traffic would 11 result in less than three incidents per year. 12 There's no description in other. 13 They were adequately captured in the other 14 categories. Then at positive impacts, the 15

16 applicant noted several positive impacts from 17 the development including approximately \$20 18 million that may be spent annually on local 19 goods and services.

20 Obviously, I'm not going to go into 21 depth about each one of these applications, but 22 each one of these applications obviously comes 23 with a very significant new employees at the 24 facilities, impacts their purchases and others

in the general area and in the region. 1 Significant revenues that can be attributable 2 to the host communities and obviously very 3 significant revenues that will be received by 4 the state among many other positive impacts. 5 So, that concludes the six factors, 6 and we welcome your questions that you may 7 have. 8 9 COMMISSIONER ZUNIGA: T have a 10 couple. In your prior remarks, earlier remarks you were reading off of over this and you 11 mentioned Route 17, but every time you were 12 referring to it, it's really Route 117. I just 13 wanted to make that --14 MR. ZIEMBA: Yes my mistake. 15 COMMISSIONER ZUNIGA: I had a 16 17 general question on traffic that applies to 18 just about everybody. So, I might as well ask 19 it now. I know that there's a lot of analyses that gets to particular intersections and where 20 the flow is coming from and what level of usage 21 22 is currently and anticipated, etc. 23 As I read through this packet, I

24 wondered if both sets of applicants or the two

applicants in question here start from 1 generally the same amount of overall traffic 2 that could come to each of these facilities. 3 That the analyses is very different, has been 4 5 done by a couple of different parties 6 obviously, has been verified by our consultants. But I did wonder if they are both 7 generally talking about the same total number 8 9 of vehicle trips per day.

MR. SCULLY: Approximately. They 10 both forecast traffic in different ways. On 11 the Raynham Park side, DOT has asked for more 12 supporting documentation to look at a different 13 method of forecasting. But in terms of total, 14 Raynham might be a little bit higher in their 15 numbers right now, but they're roughly the 16 17 same.

COMMISSIONER ZUNIGA: Thank you. 18 19 MR. ZIEMBA: I think it's been reported to me that for example, Raynham uses 20 the method that has been pushed forward by DOT, 21 which is you take three comparable facilities 22 23 and do some of the analysis based on that. Is 24 that correct, Bill? But their numbers actually

might be a little bit conservative in relation 1 to that DOT method, if I understand correctly. 2 MR. SCULLY: I apologize, it's 3 probably more opposite, John, on that one. 4 5 Leominster, I think, went with the approach and they may even have to provide more supporting 6 documentation as they are going through the 7 environmental process with the state. But the 8 9 method used in Raynham was actually being 10 questioned by DOT in terms of, for example, they use the size of the building as opposed to 11 the number of gaming positions. 12 Right now, in the industry, it 13 appears the gaming positions start to become 14 the predominant variable that you base your 15 casino forecast on. You might even be 16 thinking, John, of the Plainville site too that 17 18 did look at multiple observations. 19 COMMISSIONER ZUNIGA: Thank you. CHAIRMAN CROSBY: Questions? 20 COMMISSIONER CAMERON: Mr. Scully 21 22 did you have anything further to add to John's 23 analysis of your expert opinion that there 24 would be a significant increase in traffic?

What you are really saying is you disagree with
the initial report that the applicant had

3 prepared?

MR. SCULLY: Yes. In looking at the 4 criteria, the various factors for traffic 5 impact of the project on Bolton, in our opinion 6 they do have the potential to experience an 7 adverse impact. There are issues on that 8 9 corridor, but that corridor does bring them 10 directly to the casino from 495. And 495 to 117 to Route 2 is a very major route that 11 people use as a "shortcut" or ultimate way as 12 opposed to going up to Route 2. 13 COMMISSIONER CAMERON: In your 14 analysis, you're only evaluating the additional 15 traffic. The road is already congested, in 16 17 other words. So, you are looking at just what the new traffic would be due to this facility? 18 MR. SCULLY: Correct. 19 CHAIRMAN CROSBY: Others? 20 COMMISSIONER MCHUGH: The applicant 21 says that the traffic is going to be 22 23 countercyclical. I gather that by that it 24 means it is going to be traffic to their

facility is going to occur at times when the 1 2 rush-hour is not in progress. Did you find any basis for that in the papers you reviewed? 3 MR. SCULLY: Yes, they are correct 4 in a large degree. Certainly, the morning peak 5 commuting time, very busy on any of the 6 roadways, including 117. You would expect the 7 casino traffic to be fairly low in the morning 8 9 peak hour.

10 In the afternoon, the PM peak hour, for an example, what our my research has shown 11 is that on Friday evening, let's say after 12 6:00, between 6:00 and 8:00 becomes a very busy 13 time for casino related traffic generation. In 14 the PM the commuter time, particularly that 15 there is a Friday time period is another very 16 busy time for the casino-related. 17

18 So, while there may be some 19 different peaks, it's not all post-commuter. 20 Yes, the casino itself peak generation will 21 occur later in the evening on a Friday or on a 22 Saturday, but it still showed fairly busy 23 movement on the PM peak hour and as well as the 24 midday Saturday peak hours.
CHAIRMAN CROSBY: Others? 1 COMMISSIONER ZUNIGA: 2 It's especially the off-ramps from 495 to 117, that 3 area that causes the highest level of concern 4 5 as well as the other intersection -- I'm not going to be able to pronounce it. 6 MR. SCULLY: Wattaquadock Road? 7 COMMISSIONER ZUNIGA: Yes. 8 9 MR. SCULLY: What you have on 117 10 here is you do have these ramps at I-495. Those are under traffic signal control. Those 11 are controlled by Mass. DOT. There are right 12 now during the peak traffic hours, fairly 13 severe issues at the ramps. And it doesn't go 14 on for three, four or five hours. It tends to 15 be concentrated during the peak commuting 16 17 times. 18 What you have then is a two-lane 19 road, a very highly traveled road during those 20 peak times. So, Wattaquadock Road is a nonsignalized intersection. So, moving out of 21 that will depend on gaps in traffic along 117. 22 23 Right now, they do have trouble at that

24 intersection.

This isn't Lancaster, but Route 70 1 2 at 117, another unsignalized. If you had that type of an intersection, the people trying to 3 exit onto the main street have to wait for that 4 gap in traffic to safely make their movement. 5 As you begin to experience problems on the main 6 line and you add another 50 or 100 or 150 7 vehicles going past that point, then your 8 9 number of gaps and your size of gaps continues 10 to decrease.

11 So, I'm not saying they're creating 12 a problem. There is a problem during the peak 13 times at that intersection and those types of 14 intersections. They probably feel the effect a 15 bit more when you add that 50 to 100 more 16 vehicles on 117 than sometimes a signal will 17 to.

And away from 495, the last thing I'll just mention is the road does come under local jurisdiction. Even though Mass. Highway, it's a numbered route from the state, Mass. Highway will help them fund projects to fix the road at times. That 117 corridor, it does come under the town of Bolton ownership.

1 CHAIRMAN CROSBY: If I understood, 2 this is not about that intersection. Everybody 3 is taking the position that that intersection 4 is going to be dealt with separately. That's 5 not an issue of whether Bolton is a surrounding 6 community or not.

7 The issue of whether Bolton is a 8 surrounding community or not is from the 9 intersection through Bolton to Lancaster, not 10 about intersection per se. Do I have that 11 right? 117 and 495 that's a state issue, which 12 is going to be dealt with at the state level.

13 MR. SCULLY: The state is looking at 14 that location. I am just reporting the point 15 that it's a location or two locations that do 16 experience problems. And that the applicant's 17 engineers forecasted a fairly measurable amount 18 of casino-related traffic will be added through 19 that point.

20 We just made an assessment that says 21 the amount of traffic coming through that point 22 could be more than what they say, somewhat 23 more. We know we are adding a lot of traffic. 24 It is an existing situation. And the road

does connect then directly to the casino. So,
 that was how those factors were pretty much set
 up.

4 COMMISSIONER MCHUGH: But we're not
5 excluding consideration of that intersection
6 from our traffic analysis?
7 CHAIRMAN CROSBY: I'm not sure that
8 it really matters. I didn't think that Bolton
9 was making the claim to be a surrounding
10 community because of the impact on the

11 intersection. I thought that everybody agreed 12 that that was an issue but that was going to be 13 dealt with at the state level. It's not that 14 intersection per se which would then cause them 15 to be a surrounding community.

16 What they're concerned about, and I 17 thought this is what was talking about is the local streets is one and 117 and its access 18 roads after cars get off 495 and get onto 117. 19 20 As I said, I'm not sure this is really relevant, but that was my anticipation. This 21 write-up is not about the intersection per se. 22 23 It's about the consequences of increases from 24 that intersection across Bolton

MR. SCULLY: I agree, Commissioner, 1 2 with that statement that Bolton is concerned about Route 117, which is why I said that 3 corridor aside from the ramps is owned by the 4 town and maintained by the town. The point of 5 the ramps is that's really the beginning of 6 that casino traffic coming into the town on 7 117. 8

9 CHAIRMAN CROSBY: I understand that. 10 Others? I thought the applicant's position was not very credible when I very first heard and 11 read about it, read and heard it. From my own 12 personal experience of accessing that area, and 13 by the way, probably the preponderance of the 14 emails that we get, the correspondence that we 15 get, which we get a ton from this area, 16 17 concerns 117. And when we had public testimony, there was a tremendous amount of 18 19 public testimony about people who access 117 from their homes and have a hard time getting 20 21 out.

22 So, this report corroborates my own 23 personal sense already. And I didn't find the 24 applicant's claim even with an uninformed

assessment didn't make sense to me. So, I find
 this persuasive.

It sounds like the other claims were 3 fairly modest. And I didn't see anything else 4 of a particular note on the other claims. 5 The issue about the trade-offs, and 6 we're going to have to talk about this probably 7 a number of times but trading off positives 8 9 against the visible negative consequences is a very, very tough proposition. In our research 10 project, which is assessing the economic and 11 social impacts all of them good and bad of 12 expanded gaming on Massachusetts, our 13 researchers say don't try to quantify the 14 social aspects and put a dollar value on it to 15 weigh it off against the hard economic assets. 16 17 So, will Bolton benefit from people 18 having jobs, I would say probably yes. Will 19 they benefit by having some marginal impact on the property values because more people are 20 going into their unused properties, maybe. 21 Ι 22 think you have to have a pretty, pretty, 23 pretty, pretty modest negative affect to have 24 it be offset. But we are directed that we may

consider that. So, I think we need to at least
 refer to it.

But for my money, so to speak, 3 that's a pretty tough trade-off. If there are 4 5 measurable adverse consequences, then I think communities have the right to deal with those 6 pretty much on their face independent of the 7 likely positives that will come from this whole 8 9 thing. That's just sort of in general how I 10 feel about it. And apropos of this particular case, I certainly don't think that whatever 11 these potential benefits are that they offset 12 what to me what is a pretty clear traffic 13 14 problem.

15 COMMISSIONER MCHUGH: I would agree 16 in this case with that analysis. Although the 17 broader offset issue seems to be is one that we 18 could talk about when the appropriate case 19 arises. I agree that in this case that the 20 positives don't offset the negative traffic 21 impact.

22 CHAIRMAN CROSBY: Okay. Are we done
23 this? Does somebody want to present a motion
24 on whether or not --

COMMISSIONER ZUNIGA: The only other 1 2 -- a factor that you mentioned is the construction traffic, which the report also 3 mentions there are ways to fairly reasonably 4 5 mitigate that impact with scheduling times, 6 etc. MR. ZIEMBA: Correct. 7 CHAIRMAN CROSBY: And the applicant 8 9 can even tell them which roads you can use, use 10 such and such roads. That was a general point through all of these that our consultants made. 11 The development, the construction traffic 12 tended to be (A) not that big a deal on its 13 face and be something that could be managed. 14 But (B) would tend to use the bigger road 15 anyway and (C) could be managed by the 16 applicant. I agree with you. 17 18 COMMISSIONER ZUNIGA: Right. 19 COMMISSIONER MCHUGH: So, I'd move that in light of the traffic impact revealed by 20 the application and confirmed by the 21 Commission's consultants, Bolton be designated 22 23 as a surrounding community. 24 COMMISSIONER STEBBINS: Second.

CHAIRMAN CROSBY: Any further
 discussion? All in favor of the motion signify
 by saying aye, aye.

COMMISSIONER MCHUGH: Aye. 4 COMMISSIONER STEBBINS: Aye. 5 COMMISSIONER CAMERON: Aye. 6 COMMISSIONER ZUNIGA: Aye. 7 CHAIRMAN CROSBY: All opposed? The 8 9 motion to make Bolton a surrounding community 10 is carried unanimously. MR. ZIEMBA: Commissioners, if you 11 move to Fitchburg page three of the Fitchburg 12 presentation. Although Fitchburg and 13 Leominster share a border, Fitchburg and the 14 proposed gaming facility are not as proximate. 15 As noted in the Fitchburg petition, the 16 17 distance to the gaming establishment is less 18 than 10 miles.

19 The proponent notes that the project 20 is located approximately 6.5 miles from the 21 nearest city neighborhood and notes that the 22 driving time to Fitchburg's downtown, 18 23 minutes, is approximately the same time it 24 takes to drive from the location of the project to the city of Worcester, which clearly is not
 in proximity to the project.

I mention the same, I won't go through this each time but I mention the same amendments that were offered by the Legislature as a guide, two, three, five.

Infrastructure, page eight of your 7 packets, the city of Fitchburg argues that not 8 9 an insignificant amount of 7,800 projected 10 vehicle trips per day will travel through the city. It also notes that the primary access 11 route to the slot parlor including residents of 12 New Hampshire are stated to be Route 12, Route 13 2 and Route 12, which transverse the city. 14

The city notes that Route 12 is a 15 16 heavily congested roadway with approximately 17 22,000 vehicles per day near Leominster approximately 30,000 vehicles per day on Route 18 19 12 near Route 2. The applicant argues that the market study traffic studies show there will be 20 almost no measurable traffic impacts on the 21 22 city's primary thoroughfares Route 12 and Route 23 31. The applicant notes that the project will 24 add only two PM peak hour vehicle trips to

Route 12 and eight PM peak hour vehicle trips
 to Route 31.

3 These two PM peak hours and eight PM 4 peak hour projections compared to the 5 theoretical 2800 vehicle per hour capacity of a 6 two-lane, two-way highway. The applicant also 7 states that the project traffic will not result 8 in any change in operation level of service at 9 any intersection in the city.

10 Other analyses on this project impact do not state that Fitchburg traffic 11 infrastructure will be significantly and 12 adversely impacted. For example, according to 13 the minutes of the August 27, 2013 meeting of 14 the Montachusett Regional Planning Council, 15 although significant concerns were raised about 16 traffic on Route 117 in Lancaster and Bolton 17 18 and the MRPC analysis recommends that the study of those intersections, no intersections in 19 Fitchburg were recommended for study. The MRPC 20 did note the likely increases in traffic from 21 Route 12 to the north to New Hampshire. And 22 23 noted that impacts on Route 2 within a 45 minute drive time should be addressed. 24

The city of Leominster peer-reviewed 1 the proponents traffic plan, indicated no 2 significant impacts on Fitchburg's 3 transportation infrastructure. 4 Green International noted that the 5 Stantec traffic study examined locations only 6 within Leominster. The information provided in 7 the study or other sources within the 8 9 application does not provide a substantial 10 amount of information relative to the potential traffic impact on Fitchburg. 11 In the comment letter, the Mass. DOT 12 comment letter, the DOT has not mentioned any 13 potential concern relative to the state 14 highways in the city of Fitchburg nor called 15 for the applicant to include any subsequent 16 environmental studies. One possible reason is 17 that Route 12 in Fitchburg is not under Mass. 18 DOT jurisdiction. 19 Route 12 is the primary route 20 through Fitchburg that would be used to access 21 the Leominster site is primarily a two-lane 22

24 knowledge of the corridor, it operates with

highway. Based on general observations and

23

constraints between Route 2 and the downtown
 area during weekday peak periods as well as
 during portions of Saturday.

The section of the roadway near Route 2 and into Fitchburg has undergone recent improvements by Mass. DOT. However, it remains a two-lane arterial for the most part as rightof-way constraints exist and acquisition by the city was not accomplished.

10 The Route 2/Route 12 interchange remains a concern in the region. Route 12 11 connects with Route 31 in the center of 12 Fitchburg, which Route 31 continues north and 13 provides connections to communities in southern 14 New Hampshire. As a result of remaining a two-15 lane arterial with a number of access drives 16 17 and intersecting ways, current congestion just 18 as a rule will remain in the future regardless of the proposed casino. 19

20 The proposed casino site is situated 21 approximately nine miles to downtown Fitchburg. 22 There is no direct road connection between the 23 city and the casino site however Route 31 to 24 Route 12 runs into Leominster and then connects

1 with Route 117 in downtown Leominster.

In any event, while Fitchburg is 2 proximate to Leominster, the city's level of 3 direct connectivity in relation to traffic and 4 access to the casino should be considered low. 5 Under existing conditions, the 6 congestion and motorists' delays are 7 experienced. If one presumes five percent of 8 9 the casino traffic would be traveling along 10 Route 12, this would amount to approximately 25 trips during the PM peak hour and approximately 11 40 vehicle trips during the Friday, Saturday 12 peak hours of the casino. Those locations are 13 currently experiencing long delays and will 14 continue to do so with the project. However, 15 at these levels of added traffic, there will 16 17 not be a noticeable change in congestion and 18 delays.

While we believe there is a reasonable possibility that more casino related traffic would be oriented to the west and north including Fitchburg Route 12 than was predicted by Stantec, the likelihood of a negative change in level of service even if the estimated

1 traffic was doubled would be small.

2 Based on the noted five percent estimate on Route 12, one could assume from the 3 Stantec study it would result in approximately 4 25 vehicle trips during the PM peak hour and 5 approximately 40 during the casino peak periods 6 Friday and Saturday evenings. Compared to the 7 current Route 12 volumes, the increase in 8 9 traffic on Route 12 is expected to be 10 approximately one to two percent during the PM peak hours. This would typically be considered 11 a small impact. 12

Significant peak vehicle generation 13 on state and federal highways, the two state 14 highways but under city jurisdiction that pass 15 through Fitchburg would be 12 and 31. 16 Based on the applicant's traffic projections as well as 17 18 the potential higher level of additional traffic volumes discussed above, the proposed 19 casino would not result in a significant peak 20 generation on the state highway located in the 21 city Fitchburg. 22

While there undoubtedly will be somecasino related traffic originating from

Fitchburg as well as passing through the city, 1 it is not evident based on the combined 2 information that has been presented, reviewed 3 and evaluated that the facility would likely 4 cause a significant and adverse impact on the 5 roadways. The surrounding community 6 determination will need to be based on other 7 factors including geographic proximity to the 8 9 site and host community and operational concerns other than traffic. 10 Turn to page 37 for development. 11 Fitchburg states potential of increased traffic 12 congestion associated with the two-year 13 construction phase of the project is inevitable 14 and that the applicant has not shared 15 construction mitigation plan with the city. 16 17 The applicant argues that Fitchburg cannot demonstrate the noise or environmental 18 issues will have a significant adverse impact 19 on the city given the distance between the 20 project and the city. Applicant states that it 21 will direct its construction team to avoid 22 23 local roads and to utilize the major highways 24 for all construction traffic.

1 The ENF requires the applicant to 2 include a construction discussion in the draft 3 environmental impact in order to minimize 4 impacts. 51

5 Green International, I'll just 6 paraphrase. Green International said that the 7 applicant has stated that construction related 8 heavy vehicle traffic would be controlled and 9 would remain within the major roadways. And 10 that it believes that the impact on Route 12 11 and 31 would be minimal.

Fitchburg operations, this is on page 42, Fitchburg anticipates an increased demand for housing due to the affordable nature of its existing housing stock, and notes that further inspections and timely enforcement of housing units will strain city resources.

Fitchburg notes that this expert studies indicate that a greater proportion of problem gamblers come from a lower socio-strata and the incidents of addictive gambling is greater within the 10-mile radius of a gambling facility. As the city is within such 10-mile radius and has a significant population that is in the lower-end of the socio-economic strata,
 it states its social services provided by the
 city will be strained beyond capacity.

Fitchburg also notes that it's
likely to experience a significant increase in
mutual aid requests from Leominster for fire
and EMT services.

8 The applicant responds that there 9 are significant vacant housing stock in 10 Leominster and that the city of Leominster's 11 peer-review indicated that the applicant's 12 commitment to local hiring should have no 13 adverse impact on the local housing stock 14 throughout the region.

15 The applicant states that the 16 project will not create any significant need 17 for new housing in the city in response to the 18 concern about additional inspection personnel. 19 Further, Leominster police and fire departments 20 issued letters stating that they do not expect 21 any mutual aid assistance from the city.

Further, it notes that Leominster will build a police substation in the facility and the addition of State Police presence and

the Gaming Commission presence. Finally, in 1 2 regard to concerns about problem gamblers, the applicant argue that significant expenditures 3 in excess of \$15 million per year will be 4 5 utilized to address problem gambling. The MRPG, the Montachusett Regional 6 Planning Commission noted that there's 7 significant distress properties and foreclosed 8 9 properties in Fitchburg. And that the host 10 community and surrounding communities should use this new job generating facility as an 11 opportunity to connect employees with available 12 homes, reversing disinvestment and stimulating 13 reinvestment in neighborhoods throughout the 14 Montachusett region, thus stabilizing 15 neighborhoods. 16 Mr. Vander Linden commented on the 17 18 existing research related to connections on problem gambling. He noted that problem 19 gambling rates in proximity to gaming 20 availability. He said that there are many 21 studies have found a relationship between 22 23 proximity gambling venues and the prevalence of

24 problem gambling. In 1998, an analysis of US

gambling impact and behavior study data found
 that location of a casino within 50 miles was
 associated with approximately double the rate
 of pathological gambling.

He noted that there is a small body 5 of research that explores whether gambling acts 6 as a form of regressive taxation where poorer 7 people contribute disproportionately more to 8 9 gambling revenue than people with higher 10 incomes. Although it is clear that lower income people contribute proportionally more of 11 their income to gambling than do middle and 12 high-income groups, it is important to 13 recognize that most of these studies average 14 annual expenditure on gambling still tends to 15 increase as a function of income class. 16 17 He notes that it seems logical to 18 conclude that the increase in persons with gambling disorders would create a burden on the 19 city's social service agencies, however, as 20 pointed out by Dr. Williams, one of the 21 person's study, the bulk of the impact tend to 22 23 be social nonmonetary in nature because only a 24 minority of the problem gamblers seek to

receive treatment. And only a minority
 typically have police/child welfare/employment
 involvement.

That being said it is difficult to 4 accurately predict the actual impact because 5 ultimately it will vary between jurisdictions 6 depending on the type gambling introduced and 7 the magnitude of this change. For example, a 8 9 new casino in a small community with limited 10 prior exposure to gambling has a much larger impact than if a casino that is introduced into 11 a larger city with easy access for a range of 12 gambling operations. 13

In reference in the report by Dr. 14 Robert Williams, I think also referenced in the 15 Fitchburg application, he concluded that 16 17 overall impact of gambling in a particular 18 jurisdiction in a specific time period ranges 19 from small to large and from strongly positive to strongly negative. That being said, in most 20 jurisdictions in most time periods, the impacts 21 of gambling are mixed with a range of mildly 22 23 positively economic impacts offset by a range 24 of mild to moderate negative social impacts.

The question to what extent will the 1 introduction of a gaming facility create 2 negative impacts in Fitchburg is difficult to 3 answer. However, the Commission is currently 4 working closely with SEIGMA and UMass Amherst 5 to conduct a controlled before and after 6 comparison of changes in rates of problem 7 gambling and related indices coincident with 8 9 the introduction of gaming facility. The 10 ongoing findings of this study will provide the most accurate determination of what the true 11 social and economic impacts in host and 12 surrounding communities. 13

A more precise understanding of the impacts will inform the best use of the Public Health Trust Fund which was created to assist social service agencies and public health programs to mitigate the potential addictive nature of gambling.

20 We also commissioned a specific 21 study on Fitchburg's housing stock. Nancy can 22 answer any questions, if you have any, from 23 Pinck and Co. Lynn D. Sweet Consulting Group 24 noted that we find that it cannot be determined

from the submitted materials and our 1 2 independent evaluation that the city of Fitchburg will be significantly and adversely 3 affected by the operation of the gaming 4 5 establishment after its opening due to housing impacts resulting from the facility. 6 In fact, the additional jobs should 7 add to the employment base in Fitchburg. Ιt 8 9 may also address issues of a declining 10 population and vacancy. Based on the unemployment rates, the housing vacancy rates 11 and the skill level of most jobs that the slots 12 parlor will create, it is safe to conclude that 13 very few of the 500 to 700 new jobs will be 14 filled by personnel moving to the area. 15 In fact, most jobs will be filled by persons who 16 live in the area and therefore who already have 17 housing. 18

19 Therefore, given the likelihood that 20 the majority of workers will be from the 21 immediate area and the city appears to be 22 keeping up with inspecting general housing 23 stock, we conclude that the city of Fitchburg 24 will not be significantly adversely impacted by the operation of a gaming establishment after
 the opening due to housing impacts from the
 facility.

4	If the Commission will turn to page
5	69 under other, there is nothing. Then if the
6	Commission then turns to page 84, we just
7	discuss the positive impacts for the town of
8	Bolton, there are similar positive impacts
9	related to the city of Fitchburg. But I note
10	that earlier in my testimony, the applicant
11	said that there would be positive impacts on
12	housing in the region as a result of their
13	facility and employment.
14	And we're available for any
15	questions.
16	CHAIRMAN CROSBY: Questions?
17	MR. ZIEMBA: A lot of words, I'm
18	sorry.
19	COMMISSIONER MCHUGH: Very helpful,
20	very helpful. You hit the highlights.
21	CHAIRMAN CROSBY: Anybody? I
22	thought in the housing report, Nancy, I don't
23	think that it necessarily changes the bottom
24	line, but the report says the current number of

units just completed and in development in the
 city, it appears that the city inspectional
 services department does have the capacity to
 monitor housing conditions in its general
 housing stock. And it goes on to say the city
 appears to be keeping up with inspecting the
 general housing stock.

8 Where did that conclusion come from? 9 MS. STACK: I think it is a general 10 statement and may also have done a little bit 11 of research to compare other municipalities as 12 far as of the inspection staff. But it's not 13 found in a lot of data that's included in the 14 report.

CHAIRMAN CROSBY: There's a lot of 15 data about vacant units and so forth. I think 16 17 the conclusion that this is not likely to have any negative affect at all, if anything, it 18 19 might have a positive affect probably makes sense, but I don't understand that conclusion. 20 I'd hate to have an assertion that 21 22 maybe is not very relevant but also maybe is 23 wrong. It doesn't make our report look very 24 good. And I don't know whether they're keeping

up with the inspections or not. It's sort of 1 2 not the point. It's an assertion in here, which maybe we can at least confirm where that 3 comes from. If it's accurate clarify why. 4 Ιf it isn't, take it out, because if it's wrong, 5 I'd hate to have it on the record. 6 MS. PINCK: We can clarify that. 7 CHAIRMAN CROSBY: Great. Others, 8 9 anybody else? 10 COMMISSIONER ZUNIGA: Are we ready to discuss each of the factors I suppose? 11 CHAIRMAN CROSBY: Yes, that is what 12 we are talking about. 13 COMMISSIONER ZUNIGA: I did just 14 want to mention on the topic of housing, which 15 is just what you were talking about. This is 16 17 perhaps one of the examples of positive impact. 18 If people were to move to vacant units, 19 foreclosed units and of courses there's work to be done at the local level, those additional 20 tenants really represent a positive impact. 21 Tenants or owners, so there's a case to be made 22 23 that that is a virtuous circle in theory or one 24 that could stop a vicious circle of foreclosure

1 and vacancies.

CHAIRMAN CROSBY: I would say that's 2 precisely one of the consequences that the 3 Legislature was looking for. That's the 4 positive side of economic development. At a 5 certain point, it could be onerous but clearly 6 that at the maximum impact it's very, very 7 slight, but whatever it is, it would have a net 8 positive. I would agree with you. 9 10 COMMISSIONER ZUNIGA: Not only that, the number of jobs and some of the promises 11 about local hiring may actually have no 12 additional impacts because some of those 13 employees actually are already in theory living 14 in the area. So, I agree with that. 15 CHAIRMAN CROSBY: Mr. Scully, in the 16 17 your transportation report it says that the 18 applicant's trip projection from west and north 19 may be low. You go onto say even if they are low by a factor of two that they're not enough 20 to have any negative impact. But you also say 21 22 that whether the trip counts are right or not, 23 trip projections are right or not are to be 24 reviewed in the MEPA process.

It's page five of your Fitchburg
 analysis, the middle of the second bullet
 point, second paragraph.

I just wondered what would be the consequence of that? If MEPA sees that the trip count is low, what is the consequence of that?

MR. SCULLY: It likens to my 8 9 statement that even if traffic was doubled --10 for example, what we've seen to date is the applicant projecting about 10 percent of the 11 casino related traffic heading sort of to the 12 west along Route 2, to the north beyond the 13 Fitchburg boundary, a total of 10 percent, 14 which looking at all of the information that 15 we've scanned through, and granted we didn't 16 have a lot of the detail that the applicant is 17 18 basing his analysis on, it just appeared 19 potentially that it could be --

20 CHAIRMAN CROSBY: -- could be low. 21 MR. SCULLY: All I'm saying is that 22 as MEPA is going through their process, and I 23 believe in some of the DOT comments as well as 24 maybe the secretary's direction, to provide

more supporting information and detail on the
 travel forecasting.

So, in short, the consequence would 3 be let's say it's not 10 percent, let's say 4 it's 20 percent. You saw the concerns by the 5 MRPC of looking at some of our interchanges 6 along Route 2 east and west within 45 minutes. 7 I think that's some of the points where the 8 9 applicant as they're going through the MEOA 10 process would be providing more analysis of areas of concern. 11 CHAIRMAN CROSBY: But you said even 12 if they're doubled, even if they're wrong by 13 half, that it wouldn't affect those kinds of 14 15 interchanges to the extent that it would need remediation? 16 17 MR. SCULLY: Correct. Like Route 12 and Route 2 interchange needs and has been 18 19 looked at by DOT for several years. With respect to specifically Fitchburg and the Route 20

21 12 corridor, even if the traffic was double 22 what is currently projected in my opinion, it 23 would still amount to a small impact on Route 24 12.

The difference in Fitchburg compared 1 2 to Bolton is that while Route 12 is a major arterial providing access into Fitchburg, if I 3 was coming down from New Hampshire and using 4 Route 31, I don't have to get on Route 12 if I 5 don't want to. I can use two or three other 6 ways to get to the area where I want to be in 7 terms of the casino. 8

9 And it was recently improved, Route 10 12 went through a major improvement by DOT. 11 They determined that it wasn't going to be 12 widened even though volumes might suggest it 13 should be widened, but that decision was made 14 because of right-of-way constraints and lack of 15 being able to or want to acquire property.

16 So, there's a lot of different 17 factors. In our opinion, even if the numbers 18 were double on that Route 12 that the relative 19 increase is going to be smaller, the relative 20 changes in operating conditions small.

21 COMMISSIONER MCHUGH: If review 22 under the MEPA process leads to a conclusion 23 that some of these numbers are off, it is 24 conceivable that the permit granting

authorities could impose conditions, mediation 1 conditions for granting a permit, right? 2 MR. SCULLLY: Correct. And I'll add 3 to that in that Route 12 and locations in 4 5 Fitchburg have not been asked to be studied in the MEPA process either by DOT or the MRPC. 6 MRPC, very general but those comments never got 7 to MEPA. And the city of Fitchburg, I did not 8 9 find any reference that they had communicated 10 their concerns to MEPA. So, yes as part of MEPA, if a 11 problem occurred and they did look at the Route 12 12/Route 2 interchange, and it needed some 13 things and they could do it, Mass. DOT may 14 require them to do something. 15 16 CHAIRMAN CROSBY: Yes. Thank you, Commissioner. That's why I wanted to focus on 17 18 this because Mayor Wong of Fitchburg has written us an impassioned rational letter 19 saying that she really be concerned about the 20 issues. I think your analysis is persuasive. 21 I think the point that in your judgment is even 22 23 if it is doubled it is still negligible in 24 terms of its adverse impact but it's also

important that there is another bite at the
 apple should the city choose to pursue it
 appropriately, which it should have done a
 while back.

5 COMMISSIONER MCHUGH: Again, if 6 experience proves that there are unanticipated 7 consequences, access to the community 8 mitigation fund is available.

9 CHAIRMAN CROSBY: Correct, good 10 point, thank you. There's a third bite at the 11 Apple.

12 COMMISSIONER ZUNIGA: Could I 13 mention something about the problem giving 14 topic? I think it's maybe obvious to a couple 15 of us, but I think it's important for the 16 record to underscore what you mentioned.

17 We're spending quite a bit of money 18 on a baseline study as we speak to try to 19 determine what is the level of impact currently on the state and the region, the environments. 20 Our Public Health Trust Fund is projected to be 21 perhaps close to 30 percent of what is spent 22 23 nationally in the United States currently for 24 addressing problem gambling. So, I think it is very important to remember that we are covering
 this.

The Legislature gave us the tools, 3 very important and powerful tools to study it 4 first and then address it. Even though 5 proximity may be a factor, I think it's 6 important to look at it where we're looking at 7 it from which is at the state level and with 8 9 the appropriate prior research rather than 10 assigning it to our surrounding community discussion. 11 CHAIRMAN CROSBY: That's a really 12 important point. Thank you. And also, not 13 only are we doing the statewide study, be we 14 will also have a sample of the immediate 15 region, the most heavily impacted region. 16 So, if, for example, if Leominster 17 18 were selected to be the licensee, we'll have a 19 sample of the immediate impact, the primary area. We're going to know more about what is 20 happening than any community can possibly find 21 out on their own (A). And (B) we are going to 22 23 have more resources to deal with it than any 24 community could possibly have.

1 So, it's a very important point that 2 this is one that the Legislature got right and 3 we will address.

4	Do we have a motion?
5	COMMISSIONER STEBBINS: I was just
6	going to say in reviewing the information we've
7	gotten from the city of Fitchburg, it just
8	raised kind of the ironic question of
9	designating a community as a surrounding
10	community based on what I see as one of the
11	positives. You have a community with high
12	unemployment rate, looking for jobs. It's nice
13	to have a mix of jobs in the region be they
14	full-time or part-time.
15	The question of a strain on
16	inspectional services, most of the inspectional
17	services revenues are all driven by and based
18	on inspections. It's not driven by general
19	appropriation by a community. I'm not sure if
20	that's how Fitchburg operates. I only saw the
21	positives even though it seems that those
22	things seem to be a negative that would warrant
23	the surrounding community designation.

24 Hopefully, it will stress that our

applicant and the city could work something out
 that would focus on any type of agreement would
 have a positive impact and being strategic
 about that.

5 CHAIRMAN CROSBY: Anybody else? COMMISSIONER CAMERON: I am 6 7 persuaded that between the RPAs and the experts that we have hired that we've looked at all of 8 9 the potential impacts in the petition. And 10 they do not rise to the level of designating as a surrounding community. 11 CHAIRMAN CROSBY: So moved. 12 COMMISSIONER CAMERON: I move that 13 14 we do not designate Fitchburg as a surrounding 15 community. CHAIRMAN CROSBY: Second? 16 COMMISSIONER MCHUGH: 17 Second. 18 CHAIRMAN CROSBY: Any further 19 discussion? All in favor of denying the application for surrounding community status by 20 community of Fitchburg signify by saying aye, 21 22 aye. 23 COMMISSIONER MCHUGH: Aye. 24 COMMISSIONER CAMERON: Aye.

1	COMMISSIONER ZUNIGA: Aye.
2	COMMISSIONER STEBBINS: Aye.
3	CHAIRMAN CROSBY: All opposed? The
4	ayes have it unanimously.
5	MR. ZIEMBA: One thing I wanted to
6	mention Commissioners is at the last meeting,
7	the applicant did note that they had an
8	agreement that they had offered to nearby
9	communities and that they would keep that
10	agreement on the table. I'm not saying that
11	that's connected to your analysis that you just
12	completed, but I will note that for the record
13	in addition to potential for community
14	mitigation fund.
15	CHAIRMAN CROSBY: That was gracious
16	of them. And I appreciate you reminding us.

MR. ZIEMBA: And I think since they included that assertion that would likely be part of our application process by which they're held.

21 CHAIRMAN CROSBY: Right.
22 MR. ZIEMBA: Let's move onto
23 Sterling. If you look at page three of the
24 packet, Sterling and Leominster share a border.
Both the applicant and the community agreed
 that the proposed facility is within one guarter of a mile of the Sterling border.

The applicant argues that Sterling 4 is not in proximity to the project, because 5 Jungle Road the site of the project is on a 6 dead-end road that does not extend into 7 Sterling. That the center of Sterling is 8 approximately 5.5 miles from the project. 9 And 10 that the likely driving route between the project and the town would be Jungle Road to I-11 190. 12

The applicant and Sterling disagree 13 about the likelihood of future extensions of 14 Jungle Road to other Sterling Roads. Sterling 15 notes that there are a number of full-service 16 restaurants located within one mile from the 17 18 slot parlor site. We reference that two, 19 three, five issue previously. One-quarter of a mile would be well within such standard offered 20 by the Legislature's amendments. 21

Infrastructure, page nine, the town of Sterling argues that town roadways directly servicing or impacted by the proposed slots

parlor include Route 12, Route 62, Chocksett 1 Road and Pratt's Junction Road. And that I-190 2 runs through Sterling for approximately six 3 miles. And it is one of the major feeder roads 4 to the slots parlor. 5 The town argues that PPE's own data 6 from its travel consultants Stantec 7 acknowledges that there will be increased 8 9 traffic on I-190, Route 12 and Route 62 as a 10 direct result of vehicles going and coming from the slots parlor. There are already several 11 areas of special traffic concern. The on and 12 off ramps at Route 12 and the I-190 13 interchange, the intersection of Route 12 and 14 Chocksett Road, the intersection of Chocksett 15 Road and Pratt's Junction Road and Route 62 16 from the Clinton town line to Route 12 in 17 18 Sterling which will be a major route from 19 Clinton to the site. These concerns will be heightened as a result of traffic flowing to 20 and from the slots parlor. 21 It is reasonable and logical to 22 23 conclude and commonsense dictates that an increase in traffic will lead to an increase in 24

traffic accidents and motor vehicle law
 violations. One may also reasonably assume
 that the slots parlor will generate more day
 tour bus traffic to and from the slots parlor
 which would heighten the likelihood of
 significant motor vehicle accident involving
 multiple casualties.

The applicant notes the project will 8 9 add only two PM peak hour vehicle trips to 10 Route 62 and one PM peak hour vehicle trip to Route 12. These two peak hour and one peak 11 hour vehicle trip projections compare to the 12 theoretical 2800 vehicle per hour capacity of a 13 two-lane two-way highway. Similarly, the 14 applicant also states that the projected 15 traffic will not result in any change in 16 17 operational level service at any intersection. 18 Similar to what was reported in the past, the August 27, 2013 meeting the MRPC 19 according to its minutes, concerns were raised 20 regarding Route 117 in Lancaster and Bolton. 21 Both the MRPC analysis recommends the study of 22 23 those intersections, no intersections in 24 Sterling were recommended to study.

1 The city of Leominster's peer-review 2 of the applicant's traffic plan indicated no 3 significant impact on Sterling's transportation 4 infrastructure. No Sterling intersections were 5 included in the ENF certificate on the list to 6 be studied by the applicant.

Green International noted that the 7 proposed casino is located on Jungle Road that 8 9 its close proximity to Route 117 and I-190 all 10 in Leominster. While there was no direct connection between the proposed casino location 11 and the town of Sterling, traffic from Sterling 12 could access the proposed casino via Route 12, 13 Willard Street and Route 117. Traveling along 14 this route, the project site is approximately 15 2.4 miles from the Leominster/sterling, and 16 approximately 5.5 miles from the center of 17 18 Sterling.

19 Vehicles could also use the
20 residential roadway of Old Mill Road to travel
21 between Willard Street and Jungle Road access
22 the site. However, it's more likely that any
23 traffic originating from Sterling would to
24 access the casino site using I-190 either from

Route 12 or Route 490 (SIC) interchange rather
 than continuing on local roads from Sterling
 and into Leominster.

While the Stantec report did not specifically address traffic originating from and traveling through Sterling, it assumed that one percent of the site traffic would travel along the Old Mill Road but noted that this was a conservatively high estimate.

10 The proposed casino site is situated 11 approximately 5.5 miles from Sterling. There 12 is no direct route from Sterling to the 13 proposed casino site, not including I-190 that 14 is a major regional highway passing through the 15 town.

16 There are no analysis for Route 12 17 in Sterling by the applicant. Based on the 18 trip distribution presented by the applicant, 19 approximately five vehicle trips during the PM 20 peak hour and eight during the Saturday peak 21 hour of the casino would use local roads within 22 the town of Sterling.

This level of additional vehicletrips is not expected to result in any

1 noticeable change in traffic operations.

I'll skip ahead to significant peak 2 vehicle generation on state and federal 3 highways, based on the applicant's market 4 analysis and traffic study, 20 to 22 percent --5 22.5 percent of all traffic is expected to use 6 I-190 to and from south of the project site as 7 a result would travel through the town of 8 9 Sterling and I-190. While this amount could be 10 considered significant, I-190 is a major regional highway. The vast majority of this 11 traffic would stay on I-190 and pass through 12 13 the town.

14 Green also reviewed the historical
15 crash data on I-190 in the town of Sterling.
16 The data reviewed were the three latest years
17 contained in the Mass. DOT records.

Based on the current crash rate in this segment of I-190, the additional traffic could be expected to result in an additional .79 crashes per year, i.e. less than one additional crash per year. While we are sensitive to the fact that all crashes are important, if one additional crash per year

occurs in this section due to the proposed 1 2 casino, it would not significantly change the overall crash data and the average crash rate 3 would remain low, below the statewide average 4 for this type of highway. 5 If you turn to page 37, development, 6 Sterling has not indicated that the 7 construction as a concern in its petition. The 8 9 applicant argues that Sterling cannot 10 demonstrate noise or environmental issues will have a significant or adverse impact. 11 Green International found that the 12 applicant stated that construction related 13 heavy traffic would be controlled and remain on 14 the area's major roadways. I-190 would provide 15 the major route of access for transporting 16 17 materials to the site. These vehicle trips are 18 not expected to use Route 12 along the southern end of Leominster through Sterling. However, 19 it is fairly early in the process to know 20 definitively regarding the sources of 21 materials. 22 23 In addition, construction traffic 24 including the facility that materials are

procured from would be controlled to a degree
 by the applicant. Thus the direct impact of
 construction traffic along routes in Sterling
 will be minimized.

If you move forward to operation 5 page 41, the town of Sterling argues that there 6 are societal and public safety impacts 7 associated with the proposed slot parlor 8 9 including a potential for increased larcenies 10 and other crimes in Sterling. The slots parlor proposal includes locating a police substation 11 within the facility and surveillance cameras 12 both inside and outside. While this will 13 certainly have a positive impact on reducing 14 crime at the site, it will have the inevitable 15 16 and foreseeable consequence pushing criminal activity to other locations away from the 17 18 police presence and cameras, which means into 19 Sterling, less than a quarter-mile away. A potential for increased gambling 20 addiction, which could strain the social 21 service infrastructure of Sterling, if 22 23 employment opportunities at the Leominster

24 slots parlor leads to more people choosing to

reside in the neighboring town of Sterling,
 there will be an increased number of students
 entering the Sterling school system which will
 lead to further economic pressures on
 Sterling's budget.

Sterling is also concerned for the 6 reduction of property values that will result 7 to homes in the vicinity and the proposed slots 8 parlor, not only out of concern for the owners 9 10 of those properties but also for the diminution of property taxes that will result. 11 The applicant responded that 12 increased crime and increased gambling 13 addiction appears to be speculation that has no 14 basis in fact. And that the facility will 15 benefit from an onsite police station and State 16 17 Police presence. And that the average 18 demographic of a casino customer is 55 years of age or older. And that there is no proximate 19 physical connection between the project site 20 and the town. 21

22 That applicant asserts no causal 23 relationship between the opening of a gaming 24 facility and property values and noted that

most of the jobs are to be filled by Leominster 1 and area residents and that there is a 2 significant housing stock in Leominster. 3 Would it be fair to characterize 4 your results, Mr. Vander Linden, for Sterling 5 as similar or very similar to the ones that you 6 raised in Fitchburg? 7 MR. VANDER LINDEN: Yes. 8 9 CHAIRMAN CROSBY: Is there any 10 significant differences? MR. VANDER LINDEN: Not that I could 11 And as with Fitchburg as with Sterling 12 tell. as with other communities, I think it's 13 important to understand that it's all 14 contextual and that while it might point to a 15 lot of evidence that would lead in one 16 17 direction or the other that the community itself what is the current availability of 18 19 gambling and what are the community demographic characteristics are really important to 20 consider. And I think that as you pointed out, 21 Mr. Chairman -- I'm sorry, Commissioner Zuniga 22 23 that we are spending a lot of money to try to 24 understand this at a very local level and so

that we can sort of differentiate and sort out
 this context to really get a good determination
 of it.

CHAIRMAN CROSBY: That's a good 4 Because the study is not just on 5 point. problem gambling. The study is everything, so 6 it's domestic violence, property values, job 7 starts, demand on public services, crime. 8 9 Again, we'll be doing this at a level of detail 10 that will inform subsequent conversations and can inform the community mitigation fund which 11 is there to deal with unanticipated problems. 12 So, it's a good point. It's more than just 13 problem gambling. 14

15 MR. ZIEMBA: So, I will not go into 16 the Lynn D. Sweet Consulting Group had similar 17 results to the housing study related to 18 Sterling.

19 Then lastly, Sterling indicated a 20 concern regarding its water supply and 21 increased demand on water/sewer system. We 22 asked for a study by City Point Partners that 23 indicated that both Sterling statements on 24 water use and sewer use are unsupported

allegations. Leominster's water supply is 1 2 adequate capacity to serve future needs and that Leominster's sewer systems have capacity. 3 On number five other, there is 4 nothing to report. Number six positive 5 impacts, these are the similar impacts as the 6 ones that I previously mentioned. We are ready 7 for any questions that you may have. 8 CHAIRMAN CROSBY: Commissioners? 9 10 COMMISSIONER ZUNIGA: I will only highlight something that the petition here that 11 is also resulting in our ability to address it 12 in the future if it presents itself by virtue 13 of the community mitigation fund. I believe 14 their concern that additional access where 15 currently none exists would be a concern. 16 Ιf 17 that manifests itself clearly, a very important tool would be that community mitigation fund 18 19 that they could apply to.

20 COMMISSIONER MCHUGH: I just note 21 that the concern about problems arising from 22 the fact that there are 12 restaurants, I think 23 was the number 12 restaurants or the business 24 establishments that might be attended by people

who were going to or from a gaming 1 2 establishment is another example of something the legislation was designed to encourage. 3 So, it's a positive benefit. And one that we 4 strongly encourage as well through the urging 5 that cross-marketing and the like be 6 undertaken. So, that really falls not in the 7 negative category but in the positive. 8

9 CHAIRMAN CROSBY: Yes, I agree. Ι 10 think the point about our research project, I hadn't really thought about this before, but 11 our research project will be doing very, very 12 careful analysis of all of the impacts, of all 13 of the things that any community including and 14 hope for surrounding community that we're 15 dealing with now will have real, real data, 16 17 hard finite data on the impacts. And we will 18 use that.

19 If we were wrong in some of our 20 judgments here and there are impacts, we will 21 use that data that the Legislature is having us 22 collect to inform our use of the community 23 mitigation fund. I think it's worth putting 24 that in our opinions. I think that should be a

summary assurance. If we miss one here, we 1 will have really good data to demonstrate that 2 and that will help us to figure out where to 3 spend our community mitigation money. 4 5 This is just for the record, Mr. Scully, but in your concluding opinion on 6 Sterling as I think in others you say that it 7 is not evident based on the information that 8 9 has been reviewed and evaluated that the 10 facility would cause a significant adverse effect. I assume that you have had enough 11 information to evaluate and review to feel 12 confident in your judgments. 13 MR. SCULLY: Yes. 14 CHAIRMAN CROSBY: Do I have a motion 15 on the issue on surrounding community status 16 for Sterling? 17 18 COMMISSIONER MCHUGH: I'd move that 19 the petition of Sterling to be designated as surrounding community be denied. 20 CHAIRMAN CROSBY: Second? 21 COMMISSIONER STEBBINS: Second. 22 23 CHAIRMAN CROSBY: Any further 24 discussion? All in favor of the motion to deny

1 the petition for surrounding community status

2 for Sterling signify by saying aye, aye.

ayes have it unanimously.

8

3 COMMISSIONER MCHUGH: Aye.
4 COMMISSIONER STEBBINS: Aye.
5 COMMISSIONER ZUNIGA: Aye.
6 COMMISSIONER CAMERON: Aye.
7 CHAIRMAN CROSBY: Any opposed? The

9 MR. ZIEMBA: Mr. Chairman, we could 10 go to Dighton first and then take Bridgewater to finish. Dighton, if you look at page three 11 of the Dighton proposal, no information 12 regarding Dighton's proximity to the Raynham 13 facility into Raynham was provided by Dighton 14 or the applicant. According to Google maps 15 this is between the Raynham facility and 16 17 Dighton there is 12.7 miles with a commuting 18 time of 27 minutes traveling along Route 138 or 16.9 miles and 25 minutes traveling on Route 19 24. This compares to the two, three, five that 20 I mentioned earlier. 21

If you go to page seven, traffic infrastructure, Dighton's petition did not mention traffic as a concern. The town of 1 Dighton's petition to be designated as a 2 surrounding community stated that the town 3 requests that its possible designation in 4 relation to the Raynham slots parlor remain 5 undecided until the parlor's actual impact on 6 this town can be accurately assayed when the 7 slot parlor actually commences operations.

8 The accompanying letter from the 9 chief for the town of Dighton fire department 10 stated that I see no impact on the town of 11 Dighton with any of these establishments other 12 than a possible call for mutual aid to a 13 surrounding town.

The applicant opposes the petition 14 because the community is not likely to 15 experience impacts from the development or 16 17 operation of the Raynham Park Gaming 18 establishment. The applicant's nearby impact 19 report compiled by Nitsch Engineering, which concluded that a number of geographically 20 closer communities were not significantly and 21 adversely impacted, did not study Dighton's 22 23 impacts.

24

The Commission contracted with

Southeast Regional Economic Development 1 District, SRPEDD and the Old Colony Planning 2 Council to study potential impacts of a 3 facility on nearby communities. SRPEDD 4 5 concluded that SRPEDD's analysis was not detailed enough to find a measurable 6 deterioration of a level of service at 7 locations in other communities in the SRPEDD 8 9 region including Dighton attributable to the 10 Raynham facility.

Dighton was not addressed in the 11 project's ENF certificate. In some analysis by 12 Green, increased traffic volumes on local 13 streets as noted above, the casino related 14 traffic in Dighton is 60 vehicle trips per day 15 based on the SRPEDD travel model. If all were 16 to be on Route 44, this would result in an 17 increase of approximately .5 percent. 18 That would be considered minimal. 19

20 While there is limited potential for 21 casino related traffic to travel through the 22 local roadways in the town of Dighton, it is 23 not evident based on the information that has 24 been reviewed and evaluated that the facility

would likely cause a significant and adverse
 traffic impact on the subject roadways. The
 surrounding community determination will need
 to be based on other facts including geographic
 proximity to the site and host community and
 operational concerns.

If you move to the operational on 7 page 33, Dighton did not reference specific 8 9 operational concerns other than the potential 10 that any facilities might have mutual aid requests. I note the previous analyses that I 11 just mentioned. Also included in your 12 responses in an analysis that was conducted 13 regarding the Raynham related housing 14 facilities. In the Raynham related housing 15 facilities analysis concluded a very similar 16 result to the result that was included in the 17 Fitchburg, Sterling and Bolton materials in 18 19 relation to the availability of housing in Raynham and the likelihood that this would have 20 no significant impact upon the housing stock. 21 In the other, there is no other. 22 23 Then regarding the positive impacts, the

24 applicant's application includes a description

of many positive impacts of the proposed 1 facility including approximately an annual tax 2 revenue of \$137,800,000 for the state. The 3 economic impact of the facility statewide will 4 be the creation of nearly 1800 total job 5 opportunities providing nearly \$73 million in 6 annual employee earnings and approximately 800 7 persons employed from the area at the facility. 8 9 Further, it projects \$38 million 10 annually in regional goods and services. In addition, regional businesses will realize 11 between \$150 to \$190 million per year in 12 I welcome any questions. 13 revenues. COMMISSIONER MCHUGH: This is really 14 just a placeholder application, right, in the 15 last analysis, isn't it? They are requesting 16 17 that we wait. And that's really what the 18 community mitigation fund is all about. CHAIRMAN CROSBY: Exactly. Most of 19 the petitioner's claim includes this quote: 20 "its possible designation in relation to a 21 Raynham slot parlor remain undecided until the 22 23 parlor's actual impact on the town campaign 24 accurately assayed." And that's what it says

in each case, and I appreciate the point. But 1 Commissioner McHugh I agree said it exactly 2 right. That is exactly what the community 3 mitigation fund is for. 4 5 Anything else, comments? COMMISSIONER MCHUGH: I would move 6 7 that the petition of Dighton to be designated as a surrounding community be denied. 8 9 COMMISSIONER CAMERON: Second. 10 CHAIRMAN CROSBY: All in favor of the motion to deny the petition of Dighton to 11 be a surrounding community, signify by saying 12 13 aye, aye. COMMISSIONER MCHUGH: Aye. 14 15 COMMISSIONER STEBBINS: Aye. 16 COMMISSIONER ZUNIGA: Aye. 17 COMMISSIONER CAMERON: Aye. 18 CHAIRMAN CROSBY: Opposed? The ayes 19 have it unanimously. I am going to suggest a quick break and we'll come back to Bridgewater. 20 21 22 (A recess was taken) 23 24 CHAIRMAN CROSBY: We're ready to

reconvene for our fifth surrounding community.
 We are reconvening at 11:00. Mr. Ziemba, are
 you ready to pick up?

MR. ZIEMBA: Great. Counsel Blue 4 and I were just discussing potentially before 5 we get to the last one maybe it might make 6 sense to deal with the Fitchburg involuntary 7 disbursements petition, which accompanied the 8 9 Fitchburg surrounding community petition. 10 One of the standards in our regulations for an involuntary disbursement is 11 that the community will likely be designated as 12 a surrounding community. Now that we have the 13 status and we know the status that they have 14 not been designated as a surrounding community 15

16 that impacts the involuntary disbursements
17 standard.

18 COMMISSIONER MCHUGH: So, I would 19 move -- although I thought we did this last 20 week, I would not the petition, the Fitchburg 21 petition for involuntary disbursements be 22 denied. 23 COMMISSIONER CAMERON: Second.

23 COMMISSIONER CAMERON: Second.24 CHAIRMAN CROSBY: Any other

1 discussion?

2	COMMISSIONER ZUNIGA: No. I think
3	much of the discussion we had on this very
4	topic really transfers to the same petition.
5	CHAIRMAN CROSBY: Including a point
6	about the research that'll be done and the
7	community mitigation fund. All in favor of the
8	motion signify by saying aye, aye.
9	COMMISSIONER STEBBINS: Aye.
10	COMMISSIONER ZUNIGA: Aye.
11	COMMISSIONER MCHGUH: Aye.
12	COMMISSIONER CAMERON: Aye.
13	CHAIRMAN CROSBY: Opposed? The ayes
14	have it unanimously.
15	MR. ZIEMBA: Then Counsel Blue has
16	something to report regarding impacted live
17	entertainment venues.
18	MS. BLUE: In your Commission
19	package under section 5c we had a petition from
20	South Shore Music Circus to be designated as a
21	impacted live entertainment venue. We received
22	word late last night that the applicant,
23	Raynham, has agreed to designate them as an
24	impacted live entertainment venue. We believe

they will assent and that they will work 1 2 together to create an appropriate agreement. So, the Commission need not take action on that 3 today as they have designated them. 4 5 CHAIRMAN CROSBY: Great. Do you have any more like that? 6 MR. ZIEMBA: Now onto Bridgewater, 7 go over to page three in your Bridgewater 8 9 packet. In regard to proximity, Bridgewater 10 states that other than the city of Taunton, Bridgewater and Raynham share a border far 11 greater than any other town. The applicant's 12 nearby community's impact reports states the 13 proposed facility is approximately one mile 14 15 from Bridgewater's town line, two miles by road and approximately 4.2 miles to the municipal 16 17 center. Google maps provides an estimated commuting distance of 7.9 miles and 17 minutes 18 19 between the site of the proposed facility and Bridgewater town hall using Routes 138, 106 and 20 28. 21

If you look at infrastructure, page seven, the town of Bridgewater claims that the developer's study fails to identify any

destination traffic coming from the south or
 east through Bridgewater. Yet, it is self evident that the applicant's project will
 generate at least some traffic from the south
 coast area.

6 We question the thoroughness of a 7 study that fails to account for any traffic 8 coming from a population of roughly 175,000 9 year-round residents. Of particular concern of 10 Bridgewater is an intersection at Route 104 and 11 Elm Street East.

Additionally, the town indicates a concern that Bridgewater will experience greater strain on its first responders to incidents on Routes 24 and 495. Further, Bridgewater notes that 60 percent of its mutual aid calls are generated from Raynham. In Bridgewater's testimony before

19 the Commission, Bridgewater stated an increase 20 in traffic on Routes 24 and 495 as the 21 applicant concedes will generate additional 22 emergency calls from Bridgewater as the first 23 responder.

24

Since 2006, our fire department has

responded to almost 500 calls on Route 24 and 1 Since 2006, our police department has 2 495. responded to over 300 calls to the most 3 westerly part of Route 104. Since 2006, our 4 5 fire department has responded to almost 100 calls for mutual aid to Raynham with whom we 6 have a mutual aid agreement. And increase in 7 traffic to and from the applicant's proposed 8 9 facility will require additional resources from 10 the town of Bridgewater. The applicant status that both its 11 nearby community's impact report and its 12 traffic impact study conclude that Bridgewater 13 is not likely to experience impact from the 14 construction or operation of a Raynham Park 15 gaming establishment. The applicant's nearby 16 17 community's impact report concludes that use of 18 minor local roadways to access the site is 19 anticipated to be minimal.

20 The Commission contracted with the 21 Old Colony Planning Council to conduct an 22 analysis of impacts likely to be experienced by 23 nearby communities. In its analysis, the OCPC 24 stated that the traffic impact study highlights

the fact that the proposed project is
 sandwiched between I-495 Route 24 and claims
 that 70 percent of the trips generated by the
 proposed project will use those limited access
 highways.

Although a large amount of traffic 6 is expected to utilize I-495 and Route 24, the 7 local road network will still be a viable 8 9 option for patrons and employees, and therefore 10 should be included in the expanded study area. Specifically, the study area should include --11 should analyze traffic impacts on a number of 12 different routes that the OCPC names including 13 Route 104 in Bridgewater. 14

The OCPC also noted the applicant's 15 nearby community impact report does not take 16 17 into account potential public safety impacts that may be experienced by surrounding 18 19 communities as a result of the project. The responsibility to respond to these traffic 20 related issues will be addressed by the 21 community in which the issue occurs. 22

23 The environmental notification form24 certificate for the project did not include any

1 recommendation to study intersections in

Green International finds that the 3 Nitsch traffic study examined locations 4 essentially along Route 138 in Raynham north of 5 Route I-495. The information provided in the 6 study or other sources within the application 7 does not provide a substantial amount of 8 9 information relative to the potential traffic 10 impact on Bridgewater.

Mass. DOT comments to date have been 11 in relation to the ENF filed by the applicant. 12 In the comment letter, the DOT comments focused 13 on Route 24 or Route 106 as well as the 14 applicant's forecast methods. The DOT did not 15 mention any potential concern relative to Route 16 104 in the town of Bridgewater nor called for 17 18 the applicant to provide to include any 19 subsequent environmental studies. One possible reason is that Route 104 west of Bridgewater 20 center is not under Mass. DOT jurisdiction 21 within the exception of the area of the Route 22 23 24 interchange.

24

2

Bridgewater.

In contrast to Mass. DOT, both

regional planning agencies, Old Colony Planning 1 Council and Southeastern Regional Planning and 2 Economic Development District, SRPEDD, have 3 commented to MEPA that the applicant study has 4 adequately evaluated a broad enough area 5 including the Route 104 corridor in 6 Bridgewater. Both have called for it to be 7 included in subsequent MEPA analysis. 8

9 The proposed slots casino in Raynham 10 is to be located off 138 on the site of the 11 former of greyhound racing site. That site is 12 currently active with the simulcast activities 13 and other unrelated activities occurring. 138 14 is a state owned and maintained roadway and is 15 maintained in this area, a two-lane highway.

16 North of the site is Route 106 in 17 Easton. The Route 106 intersection with Route 18 138 is currently signalized and is planned for 19 some improvements by DOT.

20 Approximately 1.5 miles south of the 21 site is Route 138 interchange with I-495. Elm 22 Street intersects with 138 approximately 1.3 23 miles south of the site and the intersection is 24 controlled by traffic signal.

1 The Nitsch study estimates that the 2 proposed casino project will result in a total 3 traffic generation of approximately 7500 over 4 the course of the day with a net new number of 5 trips being approximately 5850. The town of 6 Bridgewater is located to the east of Raynham 7 and is a bordering community.

Elm Street that is located south of 8 9 the project site on Route 138 provides a 10 connection to Route 104 in Bridgewater. Route 104 is a state numbered route that passes 11 through Bridgewater and later intersects with 12 Route 106 in East Bridgewater where that route 13 continues to the east providing access to 14 communities such as Halifax, Plympton and 15 16 Kingston.

Within Bridgewater, Route 104 17 18 connects to the town center where it intersects with Route 18 and 28 to routes that provide 19 connections to Middleboro and Lakeville. Route 20 104 which comes under the jurisdiction west of 21 the town center intersects with Route 24 as 22 23 well. Based on the data from the OCPC, the Elm 24 Street area east of Route 138 in Raynham

carries approximately 4200 vehicles per day
 while Route 104 just west of Route 24
 interchange was observed to have a daily volume
 of approximately 9800 vehicles.

5 One pattern that has been noted is 6 that a relatively large movement of motorists 7 travel between I-495/Route 138 interchange and 8 the Elm Street/104 section avoiding the Route 9 104/Route 24 interchange to I-495 movement.

10 The Nitsch study notwithstanding being limited in study area and questions 11 pertaining to trip forecasting projects 12 approximately five percent of the casino 13 traffic to use Elm Street to and from the east. 14 Our review of the analysis and information 15 provided by the applicant as well as the 16 17 information from the regional planning agencies 18 would suggest that this movement may be between 19 five and eight percent.

20 Based on these percentage and 21 presume that the Nitsch forecasts are 22 reasonably correct in terms of total site 23 traffic results in daily and weekend PM peak 24 hour estimates of added traffic on Elm Street

and Route 104 in Bridgewater of approximately
 375 to 600 over the day and 55 to 90 during the
 PM peak hour. Again, the applicant did not
 provide analyses of peak Saturday conditions,
 but based on our assessment, the Saturday peak
 hour added volumes to Elm Street due to the
 casino could exceed 100 vehicles.

The relative traffic increases in 8 9 Elm Street east of Route 138 and Route 104 10 between Elm Street and Route 24 interchange were calculated based on a potential and the 11 trips to the streets. This results in an 12 estimated daily increase of between eight and 13 14 percent on the Elm Street section and four 14 to six increase on the Route 104 section. The 15 weekday peak hour increases would be between 10 16 and 17 percent on Elm Street and 6 to 10 17 18 percent on the subject Route 104 section. At 19 these levels, the increases could be noticeable and may result in changes in operating 20 conditions at key locations particularly 21 unsignalized intersections. 22 23 There is no analysis for this

24 corridor by the applicant. So, the current

operating levels are not fully known. However, analysis provided by OCPC shows that the Route 104 intersection with Elm Street is currently operating poorly at a level of F while the signals at the Route 24 interchange ramps are operating at level service D or better.

An increase of 90 vehicle trips 7 could potentially alter the levels of service, 8 9 although the Route 24 ramp intersection will 10 continue operating at acceptable levels, but the motorist delays at the unsignalized 11 intersection of Route 104 with Elm Street could 12 be significantly increased. Again, there's no 13 peak Saturday analysis completed by the 14 15 applicant.

Based on the above it is estimated 16 that the PM peak hours increases at Elm Street 17 18 range from 10 to 17 percent during the weekday 19 peak hour. And while Route 104 increases could range from six to 10 percent, daily traffic 20 increases would be generally similar. 21 The levels of service would likely be noticeable 22 23 and would be considered moderately high. 24 Significant peak vehicle trend on

highways on state and federal highways, the 1 2 state highway that passes through Bridgewater would be a potential concern is 104. The trip 3 generation related to the casino trips would be 4 between 50 to 90 vehicle trips. While Saturday 5 peak analysis is not completed, we would 6 estimate site trips potentially added to Route 7 104 during this time would be greater than 100 8 9 vehicle trips. The level of added trips to the 10 two-lane Route 104 highway would likely be noticeable and could be considered significant. 11 As a result of the level of casino 12 related traffic estimated to pass through the 13 town of Bridgewater while traveling to the 14 casino based on the information that has been 15 reviewed and evaluated, based on the above 16 factors considered in the surrounding community 17 18 evaluation, it is our opinion that there would 19 be a significant and adverse traffic impact. If the Commission would go to page 20 25 development -- excuse me, page 29 on 21 operations, if you could summarize your 22 23 development recommendation. 24 MR. SCULLY: On which subject, John?

MR. ZIEMBA: On Bridgewater.
 MR. SCULLY: You just gave the
 concluding opinion.

MR. ZIEMBA: Construction. 4 MR. SCULLY: Oh, construction, I'm 5 sorry. Again, it's very early in the process 6 to know exactly where construction materials 7 and construction vehicles will be routed. 8 9 However, you have 138 within one and a half 10 miles of the 495 interchange. So, we would expect most of the construction heavy vehicle 11 trips to be on the main routes and to use the 12 regional highway system. 13

Again, similar to the others, once 14 you get into the construction management phase, 15 it is something that is controllable so that 16 17 you can work with your contractors scheduling as well as routes. There should be again on 18 19 long haul trips, nonlocal generated construction vehicles, no reason to be 20 traveling along Route 104 with construction 21 22 type traffic. 23 MR. ZIEMBA: Thank you, Bill.

24 Operations, page 35, Bridgewater's critical

concern and one not contemplated by the
 Expanded Gaming Act in its regulations was the
 potential impact on Bridgewater's shared
 regional school district.

Bridgewater expressed concern that 5 Raynham with additional contributions from the 6 applicant could dissolve the regional school 7 district. Further, higher contributions from 8 9 Raynham could negatively impact educational 10 opportunities in Bridgewater. Bridgewater also expressed concern that its lower housing costs 11 could lead to greater school enrollment. 12

The applicant provided no response 13 14 to the concern about regional school budgets, however, its nearby community's impact report 15 states that based on the history of the site, 16 the size of the project and the site's 17 proximity to residential neighborhoods in 18 19 nearby communities there will be minimal impacts to the housing market in nearby 20 communities. 21

The OCPC states that it seems
unlikely that there would be a major housing
impact associated with the slot parlor and the

surrounding communities under the maximum job 1 scenario of 600 new jobs. Almost all of the 2 positions consisting both mostly of unskilled 3 and semi-skilled jobs would be able to be 4 filled by applicants within a 30-minute commute 5 6 of the site without requiring the construction of new housing and new families into the 7 surrounding communities but that this result 8 9 cannot be guaranteed.

10 Neither of the Commission's internal 11 staff nor outside consultants have determined 12 the method to verify whether Bridgewater's 13 concerns about regional school budgets and 14 participation by Raynham are likely. There is 15 no reference to contributions to school budgets 16 in Raynham's host community agreement.

17 The Lynn Sweet Consulting Group noted that we find it cannot be determined from 18 19 the submitted materials and our independent evaluation that the communities surrounding 20 Raynham will be significantly and adversely 21 affected by the operation of the gaming 22 23 establishment after its opening due to the 24 housing impacts resulting from this facility.

They also noted Old Colony Planning 1 Council document examined vacant units in a 20-2 mile radius around the site and concluded that 3 it seems unlikely that there would be a major 4 5 housing impact associated with the slots parlor on the surrounding communities. 6 On page 66 Bridgewater other, there 7 is nothing although perhaps the reference to 8 9 regional school district perhaps would be an 10 other rather than operational concern. Ιt could fit under either. 11 And then positive impacts, I've read 12 a statement earlier regarding the job 13 opportunities that will result from the Raynham 14 15 facility. We are available for any questions. CHAIRMAN CROSBY: Ouestions? 16 COMMISSIONER ZUNIGA: I did want to 17 18 talk about regional school district because I 19 do have some background on this myself. And the background goes back to my days at the 20 School Building Authority where we saw a lot of 21 regional schools dynamics. 22 23 Maybe a little historical 24 perspective might help the discussion. During

the 80s the Department of Education 1 incentivized a lot of these regional schools to 2 form for many good reasons. They were given 3 strong incentives with the likes of additional 4 transportation money. When budget constraints 5 at the state level caused some of those 6 incentives to go away, they were later 7 reinstated in other forms, almost every 8 9 regional school district started to rethink 10 their region and wanted to split up back to where they were. 11

So, the tensions that exist with the 12 regional schools is nothing new. Bridgewater's 13 claim here, it occurs to me, is like a spouse 14 that says I don't want my spouse to make more 15 money because that is going to cause us to 16 17 divorce. Moreover, Bridgewater has the 18 majority of school committee seats because they 19 are the majority -- they are the larger school district in this case. 20

21 So, I understand the dynamics that 22 go at the local level, but I don't think that 23 this even fits in the other category that the 24 Gaming Act contemplated in terms of potential 1 impacts.

2 CHAIRMAN CROSBY: So, you don't see 3 it as --

4 COMMISSIONER ZUNIGA: I don't see 5 this as an impact. It is clearly a positive 6 impact for Raynham. They have a larger 7 commercial base where Bridgewater does not. 8 That has been a source of conflict in this 9 particular region.

CHAIRMAN CROSBY: Because of their
 ability to contribute tax revenue.

12 COMMISSIONER ZUNIGA: Because they 13 can contribute tax revenue. This will further 14 be helping Raynham arguably -- not arguably, it 15 would be helping Raynham. But that in my view 16 does not make Bridgewater a surrounding 17 community that needs to be compensated for that 18 imbalance.

By the way, something else, if the license were to go to Raynham essentially, the contribution that they get will eventually be factored into the Chapter 70 formula where the state provides help for education.

24 CHAIRMAN CROSBY: Maybe while you're

here, you'd like to explain the Chapter 70
 formula?

COMMISSIONER ZUNIGA: I think 3 there's about three people --4 5 CHAIRMAN CROSBY: You would lose everybody in the room. 6 COMMISSIONER ZUNIGA: One of the 7 factors is the relative wealth of the 8 9 community. And that factors into regional school districts. And that often has tensions 10 in terms of the dynamics that happen locally. 11 But there will be a smoothing factor 12 eventually, I don't know how soon, that will 13 take these additional contributions to Raynham 14 eventually. 15 CHAIRMAN CROSBY: I would defer to 16 17 Commissioner Zuniga on that item. Others? 18 Comments? 19 COMMISSIONER MCHUGH: No. It does seem to me that the traffic impact on Route 104 20 and the Elm Street piece at the bottom is 21 significant. And it is logical when one looks 22 23 at the map, 104 is a logical drain from the

24 center of Bridgewater over to the facility.

It's a small road. It's already got 1 a substantial amount of traffic. It's also a 2 logical place for people to get off of Route 24 3 and go across Elm Street to Route 138 and up. 4 So, I think that the thoughtful and careful 5 analysis by our independent experts from Green 6 supports the proposition that there will be at 7 least there is the potential for a significant 8 9 impact on traffic in that southwest corner of 10 Bridgewater as a result of this facility, 11 period. CHAIRMAN CROSBY: What about the 12 other issues, did you see anything substantive 13 about the construction and operations? 14 COMMISSIONER ZUNIGA: Well, I think 15 the construction applies to just about 16 everybody just like Mr. Scully was outlining. 17 18 There are many ways to mitigate construction 19 vehicle traffic in terms of delivery times. That could be stipulated to all of the vendors 20 when construction happens. The concerns that a 21 couple of these towns raise I think apply --22 23 can be mitigated, in other words, very 24 thoughtfully.

COMMISSIONER CAMERON: There's no 1 evidence from our consultant's evaluation that 2 the other factors raised as possible 3 significant impacts. There is just no evidence 4 5 to say there is in school and housing in 6 particular. CHAIRMAN CROSBY: Anything else? 7 Commissioner McHugh, do you want to make a 8 9 motion. 10 COMMISSIONER MCHUGH: Surely. I move that the Commission designate the town of 11 Bridgewater a surrounding community because of 12 the traffic impacts that the facility is likely 13 to produce with respect to Route 104. 14 15 COMMISSIONER CAMERON: Second. CHAIRMAN CROSBY: Any other 16 discussion? All in favor of the motion to make 17 18 Bridgewater a surrounding community due to the 19 issue of traffic please signify by saying aye, 20 aye. 21 COMMISSIONER MCHUGH: Aye. 22 COMMISSIONER STEBBINS: Aye. 23 COMMISSIONER ZUNIGA: Aye. 24 COMMISSIONER CAMERON: Aye.