



Californians for Tribal Sovereignty and Safe Gaming **opposes Prop 27** because of its **deceptive funding promises**, lack of real jobs and investment in California, and lack of safe gaming infrastructure that protects our kids. The out-of-state companies behind it have **sketchy, unreliable track records** and their measure has too many risks and too few benefits.

## Loopholes and Deductions Threaten Funding for Californians' Needs

Prop 27 will allow exploitable deduction write-offs and loopholes to minimize the amount of taxes that will end up funding homelessness or helping California's poorest Native American tribes. The huge upfront licensing fee they are proposing is actually written to provide a huge credit toward future tax liabilities. In the past, they've promised large tax benefits to other states as well, and those states are coming up short on promised budgets.

## No Real California Jobs and Investment

The out-of-state corporations behind Prop 27 are chasing the new California gold rush and plan to come into the market, exploit its resources, and take their profits back to Wall Street investors. They will employ very few Californians and make no real investments in the state. The jobs created and profits made from expanded California gaming will be outsourced to other states where they're headquartered – they care only about profiting from California, not investing in it.

## Threatens the Safety of Our Kids & Vulnerable Populations

Prop 27 does not provide for in-person age verification, opening the door to illegal gambling by young people and easy access to problem gamblers. Several have been fined for marketing to minors and violating underage gaming rules.

## Threat to Tribal Sovereignty - Breaks California's Promise to California Tribes

Prop 27 is a direct assault on Tribal sovereignty and exclusivity. It requires tribes to give up their rights under the California Constitution in order to participate, breaking a promise made to tribes by California voters that created the successful partnership that is working so well today. In addition, the commercial operators behind Prop 27 have explicitly stated that sports wagering is just a first step toward full online gambling, a step that would destroy the sovereignty and economic viability of California Tribes.

## No Competition, Questionable Operators

Prop 27 is deliberately designed to block anyone but the top four or five biggest national firms from even getting a state license, forcing tribes to be beholden to these companies. Those firms have been accused of running illegal betting in 8 states, some of which have been ordered by authorities to stop taking wagers and have been accused of rigging games and false advertising, leading to a multimillion dollar settlement payout. Several commercial operators are under investigation by the SEC or involved in litigation with the IRS.

Ad paid for by No on 27 - Californians for Tribal Sovereignty and Safe Gaming, sponsored by tribal organizations. Committee major funding from:

San Manuel Band of Mission Indians

Rincon Band of Luiseño Indians

Pala Casino Spa Resort

Funding details at: <https://www.fppc.ca.gov/>