



July 19, 2006

Virginia Carmelo  
Councilperson  
Gabrielino-Tongva Tribal Council  
501 Santa Monica Blvd., Ste. 500  
Santa Monica, California 90401-2490

Re: Research and Analysis on City of Inglewood Issues

Dear Councilperson Carmelo:

Recently, the Gabrielino-Tongva Tribe ("Tribe") commissioned Analysis Group to conduct research and analysis on revenue sharing with the City of Inglewood. Set forth below are summaries of our findings.

Issue #1: If the Tribe were to contribute a minimum of \$25 million per year to the City of Inglewood, what fire and police service costs could be covered?

For fiscal year 2005-2006, the City of Inglewood's fire department budget is approximately \$10 million and the police department budget is approximately \$34 million. Thus, \$25 million per year from the Tribe would either:

- a) pay for all of the fire department costs and 44% of the police department costs; or
- b) pay for 74% of the police department costs alone.

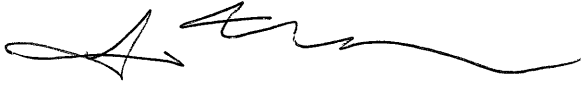
Issue #2: If the Tribe were to contribute a minimum of \$25 million per year to the City of Inglewood, how would this compare to the total contribution currently made by the Hollywood Park racetrack and Hollywood Casino card room?

According to the Community Relations Department at Hollywood Park, total annual payments to the City of Inglewood by the racetrack and card room equal \$7 million. This includes pari-mutuel taxes from racetrack wagering, gaming taxes from the cardroom, utility taxes, parking taxes, the portion of property taxes remitted by Los Angeles County back to Inglewood, and the portion of sales taxes remitted by the State of California back to the City.

Thus, the proposed \$25 million contribution per year by the Tribe would be \$18 million more than what the City currently receives from Hollywood Park race track and casino. This is a 257% increase. However, the actual increase would be even larger. I understand that the Tribe proposes to collect and submit sales tax to the State, a portion of which would be remitted back to the City. Therefore, the additional sales tax to the City would be over and above the \$25 million and the Tribe's total contribution would be larger.

I hope our research and analyses have adequately addressed the issues you asked us to investigate. If you have any questions or if we can be of further assistance, please give me a call.

Sincerely,

A handwritten signature in black ink, appearing to read 'Alan Meister', with a long, sweeping horizontal line extending to the right.

Alan Meister, Ph.D.  
Manager  
Analysis Group, Inc.