

**Orange County/City of Orlando
Camping World & Kia Center
Interlocal and Funding Agreements**



**Board of County Commissioners Meeting
November 19, 2024**



Purpose

To request BCC Approval of the Interlocal and Funding Agreements between Orange County, Florida and City of Orlando, for Camping World Stadium Improvements and Kia Center.



Agenda

- **Background**
- **Timeline**
- **Highlights of Interlocal and Funding Agreements**
- **Action Requested**



Background

- In 2023, Mayor Demings empaneled a Citizen Advisory Task Force to review and provide input to the Board of County Commissioners and the Tourist Development Council on potential uses of future, unallocated Tourist Development Tax revenues that met current guidelines in Florida Statutes.
- During Orange County's regular Board of County Commissioners meeting on [Tuesday, July 25, 2023](#), the board voted to accept the report from the TDT Citizens Advisory Task Force.
- Subsequent to the July 25, 2023 BCC meeting, several other meetings were held to discuss strategies to address recommendations made by the task force.



Timeline

- On January 23, 2024, at the recommendation of Mayor Demings' Tourism Development Tax Citizens Advisory Task Force, the Board of County Commissioners ("Board") approved a funding proposal for Camping World Stadium and Kia Center Improvements for \$400M and \$226M, respectively, to be funded from Tourist Development Taxes.
- On April 5, 2024, the Tourist Development Council unanimously recommended approval of an amendment to the Tourist Development Tax Plan ("TDT Plan") to allow for the Camping World improvements in the amount of \$400M. The Kia Center funding of \$226M did not require a TDT Plan amendment because it is funded by the sixth cent tourist tax which has very limited uses and, therefore, is not included in the TDT Plan.



Timeline

- On April 9, 2024, the Board approved Ordinance 2024-03 amending the TDT Plan found in Section 25-140 of the Orange County Code to update the priorities listed therein.
- In July of 2024, City of Orlando Staff, and Orange County Staff began negotiations with support of County Comptroller's Staff, Bond Counsel, and Financial Advisors on Interlocal and Funding Agreements for Camping World improvements in the amount of \$400M and Kia Center funding of \$226M.



Timeline

Orange County Team

- Chris Dawkins County Comptroller
- Danielle Philippe Fiscal & Business Services
- Eric Gasman County Comptroller
- Jay Glover Public Financial Management
- Jordan Cupps County Comptroller
- Lisa Snead County Administration
- Mason Lively Fiscal & Business Services
- Michael Watkins Greenberg Traurig
- Ray Walls Convention Center
- Stephanie Taub Fiscal & Business Services
- Whitney Evers County Legal



Timeline

- **On October 29, 2024, Orange County BCC approved a settlement agreement that included required approval of the interlocal and funding agreements for Camping World Stadium Improvements and Kia Center, by November 19, 2024.**
- **On November 4, 2024, The City of Orlando approved the settlement agreement that included approval of the interlocal and funding agreements for Camping World Stadium Improvements and Kia Center, by November 19, 2024.**
- **On November 11, 2024, City of Orlando City Council approved the agreements.**



Highlights– Kia & Camping World

1. Do not modify or supersede the Original Interlocal Agreement.
2. County is not liable for any construction cost overruns, operating subsidies, or any ongoing costs of maintaining, repairing, and operating the Stadium/Arena
3. Maintain similar financing terms as Original Interlocal Agreement, including:
 - Bonds primarily secured by the County TDT Contributions held by Trustee
 - A qualified Trustee will manage funds, ensuring exclusive use for authorized purposes and providing monthly updates
 - Bonds shall be classified as Credit Enhanced Obligations
 - Bonds shall be structured with a maximum ten (10) year no call provision
 - Refunding bonds shall not mature later than the bonds being refunded
 - Reserves funded by bond proceeds or County Contributions will be used for bond redemption when sufficient
 - The County can prepay at its sole discretion



Highlights– Kia & Camping World (Cont'd)

4. Incorporate similar reporting requirements as Original Interlocal Agreement, including:
 - Quarterly and annual reports of all expenditures
 - Semi-annual reporting of project progress
 - Annual reports on the economic and exposure impact from events
5. County shall be accorded the same admission, event parking, seating benefits, and suite level amenities at the Stadium/Arena as are accorded to the City and defined in the Original Interlocal Agreement
6. Exhibit A of each agreement generally describes the project deliverables



Highlights-Camping World

- The City of Orlando will Issue the Debt
 1. Up to \$400 million for project costs, reserves, and issuance costs (up to 3%)
 2. Maximum annual debt service set at \$27 million
 3. Bonds will mature no later than December 31, 2055



Highlights-Kia Center

- The City of Orlando will Issue the Debt
 1. Up to \$226 million for renovations, required reserves, and capitalized interest/issuance costs (up to 3.5%)
 2. Bond Anticipation Notes (BANs) will provide interim financing until bond issuance in 2027
 3. Funds are strictly for capital improvements (construction, renovation, equipment)
 4. Prohibited uses include operating costs, administrative expenses, salaries, and indirect fees, except for the City's owner representative under certain conditions
 5. The City will minimize financing costs by retiring debt quickly



Highlights-Kia Center (Cont'd)

7. Final maturity of bonds no later than 2047
8. County is relieved of its funding obligation if at any time the Arena is not occupied by a Professional Sports team (NBA, NHL, NFL or MLB)
9. City is required to enter good faith negotiations with the Magic to extend their lease prior to issuing bonds
10. City is required to conduct a quality facility audit every three years, with a report issued to the County outlining any deficiencies in meeting the quality operating standard
11. City is required to budget and appropriate the operation, maintenance, repair and replacement costs of the Arena



Action Requested

- **Approval and execution of the Interlocal and Funding Agreements between Orange County, Florida and City of Orlando for Camping World Stadium and Kia Center Improvements.**

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