



City of Miami Beach, 1700 Convention Center Drive, Miami Beach, Florida 33139, www.miamibeachfl.gov

COMMISSION MEMORANDUM

TO: Mayor Dan Gelber and Members of the City Commission

FROM: Jimmy L. Morales, City Manager

DATE: May 8, 2019

SUBJECT: **A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING THE SIXTH AMENDMENT TO THE CAPITAL BUDGET FOR FISCAL YEAR 2018/19.**

ADMINISTRATION RECOMMENDATION

Adopt the Resolution.

BACKGROUND

Planning for capital improvements is an ongoing process; as needs change within the City of Miami Beach ("the City"), capital programs and priorities must be adjusted accordingly. The Capital Improvement Plan ("CIP") serves as the primary planning tool for systematically identifying, prioritizing and assigning funds to critical City capital development, improvements and associated needs.

The City's CIP process begins in the spring when all departments are asked to prepare capital improvement updates and requests on the department's ongoing and proposed capital projects. Individual departments prepare submittals identifying potential funding sources and requesting commitment of funds for their respective projects.

The CIP is updated annually and submitted to the City Commission for adoption. The 2018/19 – 2022/23 Capital Improvement Plan and FY 2018/19 Capital Budget was adopted on September 26, 2018 by Resolution 2018-30515.

The First Amendment to the FY 2018/19 Capital Budget was approved on November 14, 2018 by Resolution 2018-30610. The Second Amendment to the FY 2018/19 Capital Budget was approved on December 12, 2018 by Resolution 2018-30649. The Third Amendment to the FY 2018/19 Capital Budget was approved on January 16, 2019 by Resolution 2019-30681. The Fourth Amendment to the FY 2018/19 Capital Budget was approved on March 13, 2019 by Resolution 2019-30753. The Fifth Amendment to the FY 2018/19 Capital Budget was approved on April 10, 2019 by Resolution 2019-30792.

Section 166.241(4) (c.), Florida Statutes, requires that a municipality's budget amendment must be adopted in the same manner as the original budget. The Administration recommends adopting the Resolution for the Sixth Amendment to the FY 2018/19 Capital Budget.

SIXTH AMENDMENT TO THE FY 2018/19 CAPITAL BUDGET

The Sixth Amendment to the FY 2018/19 Capital Budget totals an overall decrease of \$409,503.32 and re-alignment of \$11,313,487.90 in order to provide additional funding for, and to reallocate funding between the following capital projects:

1. **11th Street-Flamingo Neighborhood:** At the April 19, 2019 Finance and Citywide Projects Committee ("FCWPC") meeting, the Committee recommended additional funding to allow for payment to AECOM Technical Services, Inc., for professional services related to the Flamingo Neighborhood project. This budget amendment would fund the cost of additional inspection services on the project site for above-ground work, which resulted from delays in the project due to unforeseen conditions.

Funding for this proposed amendment would come from the Water & Sewer Projects Funded by Operations fund (Fund 418) in the amount of \$40,468.23.

Prior Years' Appropriations	\$ 7,561,992.00
May 8, 2019 Budget Amendment	40,468.23
Proposed Total Appropriations	\$ 7,602,460.23

2. **Pocket Park at 20th Street & Sunset Drive:** The scope of this project includes the development of a new 9429 sq. ft. park, including playground areas, walk and pathways, site furnishings, landscaping, irrigation, utility connections and a perimeter fence. Additional funding is being requested for this project due to the construction cost being higher than the original estimate. This budget amendment would prevent delays in the completion of the project.

Funding for this proposed amendment would come from the Capital Reserve fund balance (Fund 304) in the amount of \$258,000.00.

Prior Years' Appropriations	\$ 677,000.00
May 8, 2019 Budget Amendment	258,000.00
Proposed Total Appropriations	\$ 935,000.00

The following two proposed amendments are housekeeping items which will allow for the swap of funding appropriations between two existing projects, and the de-appropriation of funding in one project in an effort to better align projects with funding sources and allowable uses.

3. **Transit/Transportation Projects Funding Swap:** This proposed amendment would swap funding appropriations between the Intelligent Transportation System project and the Transportation Capital Initiatives projects, in an effort to better align projects with funding sources, based on allowable uses, and to set aside sufficient dollars in the Transportation Capital Initiatives project for the City's participation in one or more demonstration Bus Express Rapid Transit (BERT) projects in collaboration with the Miami Dade Transportation Planning Organization and the Miami Dade County.

Funding for this swap would come from the transfer of \$3,192,028.45 of Fees in Lieu of Parking funds (Fund 155) from the Transportation Capital Initiative project to the Intelligent Transportation System project, and a transfer of \$3,192,028.45 of Concurrency Mitigation funds (Fund 158) to the Transportation Capital Initiative project.

If this budget amendment is approved, the total budget for both these projects will remain unchanged.

- 4. Transportation Capital Initiative:** At the April 26, 2017 City Commission meeting, the Commission adopted Resolution 2017-29939 which provided that the \$36 million, previously allocated from various funding sources for the City's Light Rail/Modern Streetcar project be used solely to support transportation-related initiatives and projects intended to reduce traffic congestion. As a result, the project's name was updated to the "Transportation Capital Initiative" to better reflect the purpose of the project.

In addition to the \$36 million allocation, this project also included an allocation of \$10 million, which was programed to cover the soft costs of the Light Rail/Modern Streetcar project. This budget amendment would de-appropriate the remaining funds from the \$10 million allocation, as the light rail is not currently being contemplated, and the funding source with remaining dollars (Fees in Lieu of Parking Fund) does not allow for expenditures on projects that do not increase parking capacity. If this budget amendment is approved, the remaining available budget in this project would be \$36 million.

Prior Years' Appropriations	\$ 46,000,000.00
May 8, 2019 Budget Amendment	(3,507,971.55)
Proposed Total Appropriations	\$ 42,492,028.45

Transportation Capital Initiative Project							
Fund	Original Budget	Available Funds	Transfer Between Projects	Adjusted Available Funds	Deappropriate Balance of Original \$10M	Amended Budget	Adjusted Available Funds
Fees in Lieu of Parking	6,700,000.00	6,700,000.00	(3,192,028.45)	3,507,971.55	(3,507,971.55)	0.00	0.00
Concurrency Mitigation	5,000,000.00	1,967,971.55	3,192,028.45	5,160,000.00		8,192,028.45	5,160,000.00
Resort Tax	10,000,000.00	10,000,000.00		10,000,000.00		10,000,000.00	10,000,000.00
Non-TIF RDA	8,000,000.00	8,000,000.00		8,000,000.00		8,000,000.00	8,000,000.00
Capital Projects not Financed by Bonds	3,300,000.00	0.08		0.08	(0.08)	3,299,999.92	0.00
Anchor Garage	7,000,000.00	7,000,000.00		7,000,000.00		7,000,000.00	7,000,000.00
Anchor Leasing	6,000,000.00	6,000,000.00		6,000,000.00		6,000,000.00	6,000,000.00
Total	46,000,000.00	39,667,971.63	0.00	39,667,971.63	(3,507,971.63)	42,492,028.37	36,160,000.00

Intelligent Transportation System Project					
Fund	Original Budget	Available Funds	Transfer Between Projects	Adjusted Available Funds	Adjusted Available Funds
Concurrency Mitigation	7,615,000.00	8,628,455.56	(3,192,028.45)	5,436,427.11	5,436,427.11
People's Transportation Fund	2,020,260.00	1,970,092.32		1,970,092.32	1,970,092.32
Parking	2,500,000.00	1,932,162.94		1,932,162.94	1,932,162.94
Fees in Lieu of Parking		0.00	3,192,028.45	3,192,028.45	3,192,028.45
Total	12,135,260.00	12,530,710.82	0.00	12,530,710.82	12,530,710.82

The following three proposed amendments are housekeeping items which will allow for the expedited expenditure of 2010 Parking Bond funds, through increases in appropriations for parking projects which can be started immediately, as well as the transfer of appropriations between existing projects, with a goal toward allocating 2010 Parking Bond funds to projects that will be expensed in the near future, and away from projects which will be expensed at a later time.

- 5. Parking Garage at 1262 Collins Ave:** This project is estimated to be completed in FY 2021. As a result, this proposed amendment would allow for the reallocation of \$2,929,431.00 in appropriations, from the 2010 Parking Bond fund (Fund 486) to the Parking Capital not Bonds fund (Fund 490), thereby releasing bond funds to be appropriated to other projects which could be expensed on an earlier date. The total budget for this project will remain unchanged.

- 6. 17th Street Parking Garage Coating:** This proposed amendment would reallocation of \$2,000,000.00 in appropriations from the Parking Capital not Bonds fund (Fund 490) to the 2010 Parking Bond fund (Fund 486). An additional \$2,000,000, which was programmed to be funded in FY 2020, would be also appropriated from the 2010 Parking Bond fund (Fund 486), as the Property Management department is able to complete this work during FY 2019.

Prior Years' Appropriations	\$ 2,000,000.00
May 8, 2019 Budget Amendment	2,000,000.00
Proposed Total Appropriations	\$ 4,000,000.00

7. **13th Street Parking Garage Coating:** This proposed amendment would allow for the appropriation of funds for the coating of the 13th Street Parking Garage, which was programmed to be funded in FY 2020, as the Property Management department is able to complete this work during FY 2019.

Funding for this proposed amendment would come from the 2010 Parking Bonds (Fund 486), in the amount of \$142,982.00, and the Parking Capital not Bonds fund, in the amount of \$657,018.00.

Prior Years' Appropriations	\$ 0.00
May 8, 2019 Budget Amendment	800,000.00
Proposed Total Appropriations	\$ 800,000.00

JLM/JW/TOS