



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: February 12, 2020

SUBJECT: **A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING THE SECOND AMENDMENT TO THE CAPITAL BUDGET FOR FISCAL YEAR 2020.**

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 2020 – 2024 Capital Improvement Plan and FY 2020 Capital Budget was adopted on September 25, 2019 by Resolution 2019-31007.

The First Amendment to the FY 2020 Capital Budget was approved on January 15, 2020 by Resolution 2020-31139.

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 Second Amendment to the FY 2020 Capital Budget.

SECOND AMENDMENT TO THE FY 2020 CAPITAL BUDGET

The Second Amendment to the FY 2020 Capital Budget totals an overall increase of \$9,104,893.40 and re-alignment of \$75,000.00 in order to provide additional funding for, and to reallocate funding between the following capital projects:

- 1. Pocket Park at 20th Street & Sunset Drive:** This project requires an additional change order to the National Joint Participation Agreement (NJPA) contract with Team Contracting. This would cover additional scope, as set forth in a companion item on the February 12, 2020 Commission meeting agenda. The added scope was required due to the permit approval process, other unforeseen requirements encountered during construction and final inspections, as well as increased funding for AIPP fees for the Pocket Park at 20th Street project.

Funding for this amendment would come from the realignment of \$75,000.00 of Middle Beach Quality of Life funds (Fund 306) previously appropriated to the project outlined below:

- Middle Beach Recreation Corridor - \$75,000.00 (project is 95% completed and the department anticipates having savings upon completion)

Prior Years' Appropriations	\$935,000.00
February 12, 2020 Budget Amendment	75,000.00
Proposed Total Appropriations	\$ 1,010,000.00

- 2. Water Meter Replacement Program:** At the January 15, 2020 Commission meeting, the City Commission accepted the recommendation of the City Manager, via Resolution 2020-31141, to approve the purchase of an Advanced Metering Infrastructure ("AMI") electronic system from Badger Meter, Inc. This includes a system warranty and software maintenance services for a period of twenty (20) years. The total cost approved cannot exceed \$11,104,903.40. This system will replace the City's existing mechanical water meter system, improve the City's water utility operations and enhance customer service. This amendment would increase the appropriated budget by \$9,104,893.40, in order to move forward with the purchase.

Funding for this amendment would come from the Water & Sewer Operating fund balances (Fund 418 and 425).

Prior Years' Appropriations	\$2,000,000.00
February 12, 2020 Budget Amendment	9,104,893.40
Proposed Total Appropriations	\$ 11,104,893.40