



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: March 18, 2020

SUBJECT: **A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING THE THIRD 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.

The Second Amendment to the FY 2020 Capital Budget was approved on February 12, 2020 by Resolution 2020-31179.

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 Third Amendment to the FY 2020 Capital Budget.

THIRD AMENDMENT TO THE FY 2020 CAPITAL BUDGET

The Third Amendment to the FY 2020 Capital Budget realigns \$652,310.26 in order to reallocate funding between the following capital projects:

- 1. Normandy Isle Park Pool Renovations:** This project entails repairing the water leak at the main and kiddie pool, replacing the pool playground and surfacing, and purchasing new pool furnishings, and is scheduled to be completed in FY 2021. The project has a funding gap due to the actual cost of the repairs and replacements being higher than budgeted. The Parks and Recreation department was able to identify funding to cover this gap.

Funding for this amendment would come from the realignment of \$47,000.00 of Capital Projects Financed by Other Funds dollars (Fund 301) previously appropriated to the project outlined below:

- Batting Cages at North Shore Park (project will be replaced by a quad baseball field in the area, being funded by the General Obligation Bond)

Prior Years' Appropriations	\$375,000.00
March 18, 2020 Budget Amendment	47,000.00
Proposed Total Appropriations	\$422,000.00

- 2. North Shore Park Restrooms:** This project entails the construction of restroom facilities for general park users within the proximity of the fields. The project has a funding gap due to bids coming in higher than the budget. The Parks and Recreation department was able to identify funding to cover this gap.

Funding for this amendment would come from the realignment of funds previously appropriated to the projects outlined below:

- Batting Cages at North Shore Park - \$187,311.60 of Capital Projects Financed by Other Funds dollars (Fund 301) - project will be replaced by a quad baseball field in the area, being funded by the General Obligation Bond
- North Shore Tennis Facility Fence - \$47,000.00 of North Beach Quality of Life funds (Fund 307) - project was completed with operating dollars

Prior Years' Appropriations	\$1,001,000.00
March 18, 2020 Budget Amendment	234,311.60
Proposed Total Appropriations	\$1,235,311.60

- 3. 1755 Meridian – Chiller Replacement:** The scope of this project includes the replacement of the chiller for the building located at 1755 Meridian Ave. After further evaluation of the mechanical systems, the pumps, pipes and valves also need to be replaced. This amendment would provide additional funding in the amount of \$104,044.92 for the increased scope of the project.

Funding for this amendment would come from the realignment of funds previously appropriated to the projects outlined below:

- South Shore Root Mitigation & Flooring Replacement - \$64,728.00 of PAYGO funds (Fund 302) - funds from the project were used to address any life safety issues caused by the roots on the playground. Major work at this location is on hold pending finalization of discussions on the of Fire Station 1 relocation.
- Fire Station 4 Security Enhancement - \$39,316.92 of PAYGO funds - this project was completed with savings

Prior Years' Appropriations	\$107,000.00
March 18, 2020 Budget Amendment	104,044.92
Proposed Total Appropriations	\$211,044.92

- 4. Lighting Enhancement at Belle Isle Park:** At the March 4, 2020 Neighborhood and Quality of Life Committee meeting, the committee recommended funding for additional lighting at the Belle Island Park to provide enhanced security, as residents of Belle Isle have reported concerns regarding the lack of lighting and corresponding safety concerns.

The Public Works Infrastructure division staff have assessed Belle Isle Park and surrounding areas and recommend replacing existing Holophane light fixtures with new LED lighting and installing poles and fixtures within the park's core area as well as the dog park. The project's estimated total cost is \$110,000.00. Results from the 2019 Resident Survey show that 64% of residents rated street lighting as excellent/good. In order to continue maintaining excellent standards in this area, the City continues to find alternatives for lighting enhancement throughout the City.

Funding for this amendment would come from the realignment of \$110,000.00 of PAYGO funds previously appropriated to the project outlined below:

- Citywide Parks Irrigation System - project is in the planning phase and replacement funding will be requested during the development of the FY 2021 capital budget

Prior Years' Appropriations	\$0.00
March 18, 2020 Budget Amendment	110,000.00
Proposed Total Appropriations	\$110,000.00

- 5. Fairway Park Drainage and Playground:** As outlined in LTC # 557-2019, dated October 15, 2019, this project is in need of additional funding as a result of project design changes requested by residents, including a baseball diamond within the soccer/multipurpose field, a dog park, renovation of the bathrooms, bike rack, park monument sign and additional landscaping and irrigation. In addition to these scope changes, the Public Works department requested additional changes to the stormwater drainage design approach and methodology.

At the January 25, 2019 Finance and Citywide Projects Committee (FCWPC) meeting, staff presented the project scope and the funding shortfall. The estimated

total project cost at that time, including the additional scope related to the revised drainage requirement, was \$2,274,045.00, reflecting a budget shortfall of \$1,002,045.00. The FCWPC advised the administration to proceed with phasing of the project and trying to build what was affordable.

The permitting process was extensive and required coordination with all the City departments, as well as outside agencies. During this time, the plans were revised to incorporate comments received during the permitting process and the storm water model was adjusted to address the revised storm water drainage design approach. The total project cost for the entire scope of work, including a more complex drainage system and cost escalation is now \$2,504,101.00, reflecting a budget shortfall of \$1,232,101.00.

In an effort to advance this project and deliver the requested and needed improvements at the park, the administration separated the project into two phases, moving forward with the original scope as Phase 1. The total project cost for phase one is \$1,959,941.00.

This proposed amendment would assist in reducing the gap by \$156,953.74. These additional funds are needed to allow for encumbrances during FY 2020, as the project is scheduled to commence in June 2020. Funding for this amendment would come from the realignment of various funds previously appropriated to the projects outlined below:

- Belle Isle Park Bermuda Grass - \$2,635.00 of Pay As You Go (PAYGO) funds (Fund 302) - this project was completed with operating funds
- Flamingo Park Baseball Outfield Net - \$15,258.63 of PAYGO funds - project was completed with savings
- Neighborhood Basketball Courts - \$48,227.05 of PAYGO funds - balance is for the Fairway Park basketball courts
- Neighborhood Tennis Court Renovations - \$41,501.35 of PAYGO funds - balance is for the Fairway Park tennis courts
- Normandy Shores Park Fitness Circuit - \$13,210.09 of PAYGO funds and \$116.45 of 2003 General Obligation Bonds for Parks and Recreation (Fund 383) - project was completed with savings
- Palm Island Tennis Court Lighting - \$23,050.00 of PAYGO funds - project was completed with savings
- Parkview Island - \$2,336.09 of PAYGO funds: project was completed with savings
- Scott Rakow Youth Center Playground - \$1,923.00 of Capital Renewal & Replacement funds (Fund 125) and \$8,696.08 of PAYGO funds - project was completed with savings

Prior Years' Appropriations	\$1,272,000.00
March 18, 2020 Budget Amendment	156,953.74
Proposed Total Appropriations	\$1,428,953.74