



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: Raul J. Aguila, Interim City Manager

DATE: January 13, 2021

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 2021 AS SET FORTH IN ATTACHMENTS A, "PROJECTS"; B, "SOURCE OF FUNDS"; AND C "PROGRAMS.**

ADMINISTRATION RECOMMENDATION

Adopt the Resolution.

STRATEGIC PLAN SUPPORTED

Organizational Innovation – Ensure strong fiscal stewardship

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 2021 – 2025 Capital Improvement Plan and FY 2021 Capital Budget was adopted on September 29, 2020 by Resolution No. 2020-31431.

The First Amendment to the FY 2021 Capital Budget was adopted on November 18, 2020 by Resolution No. 2020-31498.

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.

SECOND AMENDMENT TO THE FY 2021 CAPITAL BUDGET

The Second Amendment to the FY 2021 Capital Budget reflects an overall increase of \$235,705.00 and a re-alignment of \$69,000.00 for the following capital projects:

- 1. Rue Vendome Public Plaza:** The scope of this project includes the construction of the Rue Vendome Plaza around the Normandy Fountain to create an open, at-grade, public plaza. As a result of unforeseen site conditions, including conflicts with the existing underground utilities—requiring the redesign of the drainage system—and the replacement of the fountain’s electrical and pump systems, this project requires additional funding in the amount of \$235,705.00. These funds will be used to fund additional drainage structures and piping that are required as a part of the drainage system redesign, the replacement of the electrical control system of the fountain, and the additional cost of replacing the fountain pump and filtration system.

Funding for this amendment would come from the Capital Reserve (Fund 304) fund balance. These funds exist in order to ensure adequate funding, related to previously approved capital projects, for expenditures which increase due to bids over budget, change orders, or other unforeseen items. This fund is not to be used for increases or changes in scope of an existing project and is estimated to have an available balance of \$1.83 million once funds are appropriated to this project.

Prior Years’ Appropriations	\$ 2,276,000.00
January 13, 2021 Budget Amendment	235,705.00
Proposed Total Appropriations	\$ 2,511,705.00

- 2. 71st Street Business Corridor Lighting:** On September 16, 2020, the Mayor and City Commission referred an item to the Neighborhood and Quality of Life Committee to discuss the options and viability of permanent decorative lighting, similar to the lighting installed throughout portions of prominent business corridors such as 41st Street and Washington Avenue, along portions of the 71st Street Business Corridor to create a safer and more vibrant commercial and retail oriented pedestrian promenade during evening hours.

At the December 16, 2020 Neighborhood and Quality of Life Committee meeting, the Committee directed the Administration to identify funding for this project to be presented to the Mayor and City Commission for consideration at the January 13, 2021 City Commission meeting.

Funding for this project totaling \$69,000 has been identified by the Administration and is proposed to be reallocated from North Beach Quality of Life funds (Fund 307) previously appropriated to the project outlined below:

- Kayak Launch Docks (81st and Crespi portion of this project was cancelled)

Prior Years’ Appropriations	\$ 0.00
January 13, 2021 Budget Amendment	69,000.00
Proposed Total Appropriations	\$ 69,000.00

CONCLUSION

The Administration recommends that the Mayor and City Commission adopt the Second Amendment to the FY 2021 Capital Budget.

RJA/JW/TOS