



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

COMMISSION MEMORANDUM

TO: Honorable Mayor Dan Gelber and Members of the City Commission

FROM: Alina T. Hudak, City Manager

DATE: July 28, 2021

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 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.

The Second Amendment to the FY 2021 Capital Budget was adopted on January 13, 2021 by Resolution No. 2021-31556.

The Third Amendment to the FY 2021 Capital Budget was adopted on March 17, 2021 by Resolution No. 2021-31647.

The Fourth Amendment to the FY 2021 Capital Budget was adopted on May 12, 2021 by Resolution No. 2021-31706.

The Fifth Amendment to the FY 2021 Capital Budget was adopted on June 23, 2021 by Resolution No. 2021-31746.

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.

SIXTH AMENDMENT TO THE FY 2021 CAPITAL BUDGET

The Sixth Amendment to the FY 2021 Capital Budget reflects an overall increase of \$4,000,000.00 and a re-alignment of \$5,125,352.99 for the following capital projects:

At the June 18, 2021 Budget Briefing, the Finance and Economic Resiliency Committee was presented with the preliminary FY 2022 Capital Budget and FY 2022-2026 Capital Improvement Plan. The Administration noted that COVID-19 has disrupted global supply chains, resulting in a spike in prices that are dramatically impacting the City's capital project costs. In addition, various cost impacts from scope changes, normal cost inflation, permitting delays, and competition with private sector construction are impacting the cost of the several of the City's capital projects. Projects 1 through 3, listed below, were included in that presentation as currently experiencing funding gaps:

- 1. Bayshore Park (Par 3):** The scope of this project includes developing the former Par 3 golf course as a natural passive public park including the relocation of underground utilities. The estimated cost of construction submitted by the designer/consultant exceeds the current project budget. The CIP department is working with the consultant in reviewing and modifying some of the park elements to further reduce the estimated construction cost. The Administration recommends the use of \$1.5 million in savings from the Middle Beach Recreational Corridor Phase II project (savings due to an award of grant funds) to reduce this project's budget gap.

Funding for this proposed amendment would address the project's funding gap, and come from funds previously appropriated from the Middle Beach Quality of Life ("QOL") (Fund 306) fund balance to the Middle Beach Recreational Corridor Phase II project.

Prior Years' Appropriations	\$ 8,960,190.00
July 28, 2021 Budget Amendment	1,500,000.00
Proposed Total Appropriations	\$ 10,460,190.00

- 2. North Beach Oceanside Park:** The scope of this project includes the redevelopment of the 35-acre park which includes a dog park, playground, pavilions, open lawns, the addition of a vast number of trees, and a beachwalk. The current project budget lacks sufficient funding for its completion due to higher than anticipated costs. The Administration recommends the use of \$1.9 million in savings from the Middle Beach Recreational Corridor Phase II project (savings due to an award of grant funds) to close this project's budget gap.

Funding for this proposed amendment would come from funds previously appropriated from the Capital Projects Not Funded by Bonds – Post RDA CDT (Fund 388) fund balance to the Middle Beach Recreational Corridor Phase II project.

Prior Years' Appropriations	\$ 13,885,000.00
July 28, 2021 Budget Amendment	1,907,074.99
Proposed Total Appropriations	\$ 15,792,074.99

3. **Maurice Gibb Park:** The scope of this project includes the construction of new walking paths, additional fishing piers, a dog park and a large bay overlook, the replacement of the current playground with a custom-made music-themed play structure and increasing park resiliency with soil remediation, irrigation, and natural landscaping fixes. The current project budget lacks sufficient funding for its completion due to higher than anticipated costs.

Funding for this proposed amendment, in the amount of \$1.2 million, would come from funds previously appropriated through the 2019 GO Bonds – Parks (Fund 391) fund to the following projects which were completed with savings:

- GO#17 Polo Park - \$6,325.00
- GO#26 Roofs for Cultural Facilities - \$47,369.00
- GO#21 Stillwater Park - \$2,559.00
- GO#3 Crespi Park - \$26,079.00
- GO#2 Collins Park - \$82,713.00
- GO#18 Scott Rakow Youth Center (Paint, HVAC, Roof, and Generator sub-projects) - \$1,034,955.00

Prior Years' Appropriations	\$ 3,300,000.00
July 28, 2021 Budget Amendment	1,200,000.00
Proposed Total Appropriations	\$ 4,500,000.00

4. **Adaptive Fitness and Recreation Center:** At the June 23, 2021 Commission meeting, the Commission accepted the FERC's recommendation to appropriate an amount not-to-exceed \$2.5 million to the Sabrina Cohen Foundation ("the Foundation"). This appropriation would be for the City to match future donations made to the Foundation for the design and construction of the Sabrina Cohen Foundation Adaptive Fitness and Recreation Center. The Center is intended to be a first-class accessible amenity for people from the community with physical and cognitive disabilities. The City's contribution is contingent on funds being raised within a period of time to be determined by the Mayor and City Commission.

Funding for this proposed amendment, in the amount of \$2.5 million, would be appropriated from the PAYGO (Fund 302) fund balance, contingent on the approval of the 5th Amendment to the FY 2021 Operating Budget which authorizes the transfer of General Fund Reserves to the PAYGO fund.

Prior Years' Appropriations	\$ 0.00
July 28, 2021 Budget Amendment	2,500,000.00
Proposed Total Appropriations	\$ 2,500,000.00

- 5. Real-Time Crime Center Buildout and Equipment:** At the March 17, 2021 Commission meeting, the City Commission accepted the FERC's recommendation, via Resolution No. 2021-31646, to appropriate \$1.5 million in the Police Department's FY 2021 General Fund operating budget from General Fund reserves for the creation of a Real Time Crime Center (RTCC).

Due to the size and complexity of the Police Department's annual General Fund operating budget, and in order to better track and monitor the progress and costs associated with the Real Time Crime Center (RTCC) build-out and equipment, this proposed amendment would create a stand-alone project that will provide for better tracking and monitoring of the existing \$1.5 million previously appropriated in the Police Department's FY 2021 General Fund operating budget from General Fund Reserves.

Funding for this proposed amendment, in the amount of \$1.5 million would be appropriated from the PAYGO (Fund 302) fund balance, contingent on the approval of the 5th Amendment to the FY 2021 Operating Budget.

Prior Years' Appropriations	\$ 0.00
July 28, 2021 Budget Amendment	1,500,000.00
Proposed Total Appropriations	\$ 1,500,000.00

- 6. Miami Beach Police Department (MBPD) Headquarters Renovation:** As part of the ongoing MBPD Headquarter Facility Project (GOB #48), it is necessary to move the existing Public Safety Communications Unit ("PSCU") on the 4th floor of the station to the area currently occupied by the Firing Range on the 5th floor, in order to create space for the construction of a new Real Time Crime Center. The 5th floor buildout of a new PSCU was not a part of the existing GOB project scope. As such, additional funding (outside of the GOB) is required for design and construction of this area. This renovation will allow for the enhancement of the City's policing operations while also affording the PSCU greater autonomy within our existing police station.

Funding for this proposed amendment, in the amount of \$181,936.00, would come from funds previously appropriated to the following projects, where savings were identified:

- Historic City Hall Elevator - \$30,000.00 from Capital Renewal & Replacement ("CRR") (Fund 125) fund balance
- Fire Station #1 Roof Replacement - \$69,600.00 from CRR (Fund 125) fund balance
- Fillmore 40-Year Recertification - \$32,436.00 from Pay As You Go ("PAYGO") (Fund 302) fund balance
- Fire Station #2 A/C Replacement - \$33,800.00 from South Beach QOL (Fund 305) fund balance
- Bass Museum Emergency Generator - \$16,100.00 from South Beach QOL (Fund 305) fund balance

Prior Years' Appropriations	\$ 0.00
July 28, 2021 Budget Amendment	181,936.00
Proposed Total Appropriations	\$ 181,936.00

- 7. Fire Station #2 Training Tower and Admin Building:** This project consists of the repair of the Fire Administration building training tower, including waterproofing and structural repairs. The scope of work has increased due to higher than anticipated damage to the tower. The updated scope will also include the waterproofing of the middle roof, as well as painting of the exterior training tower and administration building, which share the exterior walls.

Funding for this proposed amendment, in the amount of \$80,091.00, would come from funds previously appropriated through the Middle Beach QOL (Fund 306) fund balance to the MB Golf Course Storage Tank project, where savings were identified.

Prior Years' Appropriations	\$ 321,600.00
July 28, 2021 Budget Amendment	80,091.00
Proposed Total Appropriations	\$ 401,691.00

- 8. Fire Station #2 Fire Alarm System Renewal:** The scope of the project includes the replacement of the fire alarm system which has exceeded its life expectancy. The current project budget lacks sufficient funding for its completion as construction costs have increased.

Funding for this proposed amendment, in the amount of \$10,000.00, would come from funds previously appropriated from the Middle Beach QOL (Fund 306) fund balance to the MB Golf Course Storage Tank project, where savings were identified.

Prior Years' Appropriations	\$ 89,000.00
July 28, 2021 Budget Amendment	10,000.00
Proposed Total Appropriations	\$ 99,000.00

- 9. South Pointe Park Restrooms Renovation:** This project is being requested for the renovation of existing men's and women's restrooms located at the South Pointe Park Pavilion. These restrooms are currently out of service due to major plumbing leaks discovered within the walls. These restrooms have been closed and will remain inoperable until the necessary repair work is conducted. A complete renovation, to include permitted construction documents, is needed to bring these restrooms back into service.

Funding for this proposed amendment, in the amount of \$86,000.00, would come from funds previously appropriated to the following projects, where savings were identified:

- Beach Restrooms Paint and Concrete - \$66,000.00 from PAYGO (Fund 302) fund balance
- Beach Restrooms - Renovations - \$20,000.00 from South Beach QOL (Fund 305) fund balance

Prior Years' Appropriations	\$ 0.00
July 28, 2021 Budget Amendment	86,000.00
Proposed Total Appropriations	\$ 86,000.00

- 10. 7th Street Garage Roof Top (Deck Vestibule Window Replacement):** The current scope of this project includes the replacement of deteriorated steel support structures on both roof top vestibules (NW & SE corners). Additional funding is needed for this project to protect the top deck elevator vestibule from hurricanes and storms by replacing the existing window system with impact resistant windows. This enhanced scope will include the removal and disposal of

the existing corroded shutters and defective shutter structure. The actual system will be replaced to match the existing layout and will enhance the appearance of the garage. Funding for this proposed amendment, in the amount of \$110,251.00, would come from funds previously appropriated from the 7th Street Garage (Fund 142) fund balance to the following projects which were completed with savings:

- 7th Street Garage – Roofing Repairs - \$38,244.00
- 7th Street Garage Upgrade Lighting - \$72,007.00

Prior Years' Appropriations	\$ 30,000.00
July 28, 2021 Budget Amendment	110,251.00
Proposed Total Appropriations	\$ 140,251.00

11. 12th Street Parking Garage Fire Alarm Installation: The 12th Street Parking Garage currently does not have a fire alarm system installed. After upgrading the elevator, the Fire Marshall requested that the garage be updated to meet current National Fire Protection Association ("NFPA") Code.

Funding for this proposed amendment, in the amount of \$50,000.00, would come from funds previously appropriated from the Parking Capital not Bonds (Fund 490) fund balance to the 12th Street Parking Garage Elevator project, which was completed with savings.

Prior Years' Appropriations	\$ 0.00
July 28, 2021 Budget Amendment	50,000.00
Proposed Total Appropriations	\$ 50,000.00

CONCLUSION

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

ATH/JW/TOS