



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: July 2, 2018

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 2017/18.**

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 2017/18 – 2021/22 Capital Improvement Plan and FY 2017/18 Capital Budget was adopted on September 25, 2017 by Resolution 2017-30026.

The First Amendment to the FY 2017/18 Capital Budget was approved on October 31, 2017 by Resolution 2017-30080. The Second Amendment to the FY 2017/18 Capital Budget was approved on January 17, 2018 by Resolution 2018-30158. The Third Amendment to the FY 2017/18 Capital Budget was approved on February 14, 2018 by Resolution 2018-30187. The Fourth Amendment to the FY 2017/18 Capital Budget was approved on April 11, 2018 by Resolution 2018-30277. The Fifth Amendment to the FY 2017/18 Capital Budget was approved on May 16, 2018 by Resolution 2018-30304.

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. Administration recommends adopting the Resolution for the Sixth Amendment to the FY 2017/18 Capital Budget.

SIXTH AMENDMENT TO THE FY 2017/18 CAPITAL BUDGET

The Sixth Amendment to the FY 2017/18 Capital Budget totals a decrease of \$2,224,653.33 in order to reduce funding, as well provide additional funding, and re-appropriate funding for the following capital projects.

- 1. The Fillmore Miami Beach – 40-Year Recertification:** At the March 7, 2018 City Commission meeting, the Commission accepted the recommendation of the Finance and Citywide Projects Committee (“FCWPC”) to fund this project. The Fillmore Miami Beach at the Jackie Gleason Theater is a three-story theatre building with structural walls in concrete. A structural and electrical inspection was completed for recertification and it was determined that some actions and repairs needed to be completed before this building could be recertified. This would need to occur in order to conform to the minimum inspection procedural guidelines as issued by the Miami-Dade County Board of Rules and Appeals. The scope of this project includes the correction of several structural and electrical deficiencies outlined by an assessment and specifications report presented by Douglas Wood & Associates, Inc. and TLC Engineering. The estimated cost of \$654,734.30 also includes painting.

Funding for this proposed amendment would come from the Pay As You Go (“PAYGO”) fund balance (Fund 302). These dollars became available upon County Commission approval of the Fourth Amendment to the November 16, 1993 Interlocal Cooperation Agreement between Miami-Dade County and the City on June 19, 2018, through Resolution R-644-18. This amendment was approved by the City on April 25, 2018, through Resolution 2018-30288.

Prior Years' Appropriations	\$0.00
July 2, 2018 Budget Amendment	654,734.30
Proposed Total Appropriations	\$654,734.30

- 2. 11th Street Flamingo Neighborhood:** At the February 14, 2018 City Commission meeting, the Commission approved the funding of the above ground portion of this project with a Line of Credit for budget appropriations and encumbrances in order to issue purchase orders via the Third Amendment to the FY 2017/18 Capital Budget (Resolution 2018-30187). This budget amendment would transfer the \$1,058,679 previously appropriated against the Line of Credit to the PAYGO fund. These dollars became available upon County Commission approval of the Fourth Amendment to the November 16, 1993 Interlocal Cooperation Agreement between Miami-Dade County and the City on June 19, 2018, through resolution R-644-18. This amendment was approved by the City on April 25, 2018 through Resolution 2018-30288. If the General Obligation (“GO”) bond is approved, these PAYGO dollars would be released, and this project would be funded from GO Bond proceeds.

Prior Years' Appropriations	\$7,561,991.85
July 2, 2018 Budget Amendment	0.00
Proposed Total Appropriations	\$7,561,991.85

- 3. West Avenue Phase II:** At the February 14, 2018 City Commission meeting, the Commission approved the funding of the above ground portion of this project with a Line of Credit for budget appropriations and encumbrances in order to issue purchase orders via the Third Amendment to the FY 2017/18 Capital Budget (Resolution 2018-30187). This budget amendment would transfer a portion of the appropriations against the Line of Credit to the PAYGO fund, in the amount of \$2,059,587. These dollars became available upon County Commission approval of the Fourth Amendment to the November 16, 1993 Interlocal Cooperation Agreement between Miami-Dade County and the City on June 19, 2018, through Resolution R-644-18. This amendment was approved by the City on April 25, 2018 through Resolution 2018-30288. If the GO bond is approved, these PAYGO dollars would be released, and this project would be funded from GO Bond proceeds.

Prior Years' Appropriations	\$62,219,971.57
July 2, 2018 Budget Amendment	0.00
Proposed Total Appropriations	\$62,219,971.57

- 4. Historic City Hall Roof Repair:** At the June 6, 2018 City Commission meeting, the Commission approved funding of this item without a referral to the FCWPC, due to the urgent nature of this project.

Several roof deficiencies have resulted in water intrusion and interior damage to the Historic City Hall. An Invitation to Quote (ITQ) has been issued to gather the necessary proposals. The anticipated costs are presently estimated at \$150,000. Due to the condition of the roof, and the anticipated rain season, there is potential for additional property damage if this repair is delayed.

Funding for this proposed amendment would come from the Capital Renewal & Replacement fund balance (Fund 125).

Prior Years' Appropriations	\$0.00
July 2, 2018 Budget Amendment	150,000.00
Proposed Total Appropriations	\$150,000.00

- 5. Parking Garage at 2660 Collins Avenue:** At the June 6, 2018 City Commission meeting, the City Commission accepted the FCWPC's recommendation to de-appropriate the funds previously allocated for the Parking Garage at 2660 Collins Avenue. As such, the remaining funds are being de-appropriated and released to the Middle Beach Fees in Lieu of Parking fund balance (Fund 155).

Prior Years' Appropriations	\$3,366,270.00
July 2, 2018 Budget Amendment	(3,307,637.13)
Proposed Total Appropriations	\$58,632.87

- 6. Miami City Ballet – Various Repairs & Renewals:** This budget amendment is needed in order to formally fund the remaining \$278,249.50 of the City's \$720,048.00 match towards the Miami City Ballet's grant agreement with the State of Florida's Division of Cultural Affairs. At the May 18, 2016 City Commission meeting, the Commission approved the appropriation of funding, including matching funds, for this grant through Resolution 2016-29411. This multifaceted project will allow the Miami City Ballet to perform needed roof repairs, repair exterior stucco cracks, repaint the building, enhance current studio lighting, replace theatre flooring as well as execute upgrades to existing HVAC equipment and controls.

Funding for this amendment would come from the Miami City Ballet fund balance (Fund 169).

Prior Years' Appropriations	\$0.00
July 2, 2018 Budget Amendment	278,249.50
Proposed Total Appropriations	\$278,249.50

JLM/JW/TOS