



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: April 22, 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 totals an overall increase of \$2,038,000.00 and re-alignment of \$693,348.66 in order to provide additional funding for, and 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 |
| April 22, 2020 Budget Amendment | 47,000.00 |
| Proposed Total Appropriations | \$422,000.00 |

- 2. 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 |
| April 22, 2020 Budget Amendment | 104,044.92 |
| Proposed Total Appropriations | \$211,044.92 |

- 3. 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 I. The total project cost for Phase I is \$1,959,941.00.

This proposed amendment would assist in reducing the Phase I 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. The remainder of the funds required for Phase I will be requested during the FY 2021 Capital Budget Process. 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 |
| April 22, 2020 Budget Amendment | 156,953.74 |
| Proposed Total Appropriations | \$1,428,953.74 |

- 4. Beach Shower Drainage System - Phase II:** This project aims to optimize the drainage system of the City's beach showers. In order to complete the upgrading of the beach showers located on 11th Street, 14th Street, and South Pointe Park Lifeguard Garage (South Beach), additional exploratory work, directional boring, and the locating of existing utilities needs to be performed. The scope of the additional work includes to replacement of existing water service at the South Pointe Park showers, concrete slab renewal, trench drains and installation of sand interceptors at specified locations.

Funding for this amendment would come from the realignment of \$70,350.00 of South Beach Quality of Life funds (Fund 305) previously appropriated to the project outlined below:

- Ocean Drive Extended Sidewalk Project (project will be funded by the General Obligation Bond)

| | |
|--------------------------------------|---------------------|
| Prior Years' Appropriations | \$300,000.00 |
| April 22, 2020 Budget Amendment | 70,350.00 |
| Proposed Total Appropriations | \$370,350.00 |

- 5. Miami Beach Golf Clubhouse Roof:** The scope of this project is to replace the roof at the Miami Beach Golf Course Clubhouse. Additional funds are required in order to pay the service fee for using the Job Order Contract (JOC).

Funding for this amendment would come from the realignment of \$12,000.00 of Mid-Beach Quality of Life Fund dollars (Fund 306) previously appropriated to the project outlined below:

- Miami Beach Golf Course Tank Replacement (project is anticipated to be completed with savings)

| | |
|--------------------------------------|---------------------|
| Prior Years' Appropriations | \$245,000.00 |
| April 22, 2020 Budget Amendment | 12,000.00 |
| Proposed Total Appropriations | \$257,000.00 |

- 6. Buildout 1701 Meridian Building 4th Floor (Administrative Office of Housing & Community Services Department):** This project involves the renovation of the offices at the City's 1701 building. Due to the age of the building, additional electrical upgrades were required to be done in order to meet current Florida Building Code requirements. The proposed amendment would provide funding for the additional scope of work.

Funding for this amendment would come from the realignment of \$33,000.00 of PAYGO funds previously appropriated to the project outlined below:

- Flagler Monument Solar Illumination (project completed with savings and grant funding)

| | |
|--------------------------------------|---------------------|
| Prior Years' Appropriations | \$100,000.00 |
| April 22, 2020 Budget Amendment | 33,000.00 |
| Proposed Total Appropriations | \$133,000.00 |

- 7. Flamingo Park:** The project includes various park-wide improvements including the restoration of Historic Lodge, renovation of baseball field stadium including ADA compliance and bathroom renovations; upgrade of field lighting and pedestrian lighting; and the remodeling of the HAAS and Rubin buildings.

During the paint removal process at the Joe Rubin building, it was discovered that the existing stucco presented extensive fractures and, in some areas, delamination. This was a hidden condition, as the existing walls had multiple layers of paint that covered the actual state of the stucco. Additional funds are required for the removal of the existing cracked and/or delaminated stucco and installation of a new three coat stucco system at all the interior and exterior walls of the Robert C. Hass courts in addition to the cost increasing due to the phasing of the project. The proposed amendment would provide funding of the additional work and cost increases.

Funding for this amendment would come from the realignment of \$270,000.00 of Capital Projects Not Funded by Bonds - Post RDA CDT funds (Fund 388) previously appropriated to the project outlined below:

- Middle Beach Recreational Corridor Phase II (project is 97% complete and expected to have savings upon completion)

| | |
|--------------------------------------|------------------------|
| Prior Years' Appropriations | \$17,923,130.00 |
| April 22, 2020 Budget Amendment | 270,000.00 |
| Proposed Total Appropriations | \$18,193,130.00 |

- 8. Sunset Harbour Pump Station Upgrades (Screening):** This project includes the screening of three pump stations in Sunset Harbour in order to provide a greater level of storm water services for the community. The original scope included the installation of perforated aluminum panels.

Additional funding in the amount of \$251,000, would allow for the screening of Sunset Harbour Pump Station #3 with perforated stainless-steel panels, instead of aluminum, and the awarding of that construction contract to Harbour Construction. The proposal includes the installation of panels, varying in height from 3'-0" to 9'-0", the replacement of the existing traffic barriers to support the screens which were taller than 3'-0", the Maintenance of Traffic (MOT) methodologies required for the road closures during construction, and the restoration of the asphalt paving at the adjacent roadway. Signage with accent lighting delineating the entrance to the Sunset Harbour Neighborhood will be incorporated into the eastern façade of the screen as requested by the community. The cost for construction, to include the

additional work, exceeds the initial project budget. The proposed amendment would provide the additional funding needed.

Funding for this amendment would come from the Miami Dade County Inter-Local Agreement (MDC ILA) fund balance set aside for above ground portion of projects (Fund 320).

| | |
|--------------------------------------|------------------------|
| Prior Years' Appropriations | \$28,024,370.00 |
| April 22, 2020 Budget Amendment | 251,000.00 |
| Proposed Total Appropriations | \$28,275,370.00 |

- 9. West Avenue Improvements Phase II:** This project provides for infrastructure improvements to West Avenue from 8th Street to 15th Street and includes the installation of a new drainage system and the replacement of the water and sewer system, among other changes. As part of the permitting process for the stormwater component of the West Avenue Project (Phase II), the Miami Dade County Department of Regulatory and Economic Resources (DRER) is requiring additional water quality treatment. The proposed budget amendment would provide funding for the design work required for this additional water quality treatment.

Funding for this amendment would come from the Storm Water MDC ILA fund balance set aside for below ground portion of projects (Fund 433).

| | |
|--------------------------------------|-------------------------|
| Prior Years' Appropriations | \$79,158,564.00 |
| April 22, 2020 Budget Amendment | 1,787,000.00 |
| Proposed Total Appropriations | \$ 80,945,564.00 |

JLM/JW/TOS