



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: November 30, 2022

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 2023 AS SET FORTH IN ATTACHMENTS A, "PROJECTS"; B, "SOURCE OF FUNDS"; AND C "PROGRAMS.**

STRATEGIC PLAN SUPPORTED

Organizational Innovation – Ensure strong fiscal stewardship

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 FY 2023 – 2027 Capital Improvement Plan and FY 2023 Capital Budget was adopted on September 28, 2022 by Resolution No. 2022-32337.

The First Amendment to the FY 2023 Capital Budget was adopted on October 26, 2022 by Resolution No. 2022-32381.

SECOND AMENDMENT TO THE FY 2023 CAPITAL BUDGET

The Second Amendment to the FY 2023 Capital Budget reflects an overall increase of \$717,000.00 and a re-alignment of \$1,227,000.00 for the following capital projects:

- 1. Waterway Restoration (GO Bond Project #25):** The scope of this project aims to protect and restore city waterways by dredging contaminated waters and removing invasive species along shorelines. Funding in the amount of \$250,000 was previously appropriated from PAYGO funds for the design services related to this project in a separate non-GO Bond project # 65920. The design process is currently at 90% completion and additional funding is now required in order to proceed to the permitting phase. The GO Bond funding for this project is programmed in tranche 2.

Funding of \$100,000 for this proposed amendment would come from 2019 GO Bond - Parks (Fund 391) funds previously appropriated to the North Shore Park and Youth Center - Path & Fields sub-project, which will not commence until after the issuance of Tranche 2 GO bonds.

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| Prior Years' Appropriations | \$0.00 |
| November 30, 2022 Capital Budget Amendment | 100,000.00 |
| Proposed Total Appropriation | \$100,000.00 |

- 2. 42nd Street Garage 50-Year Certification:** Florida State and Miami Dade County building code requires structures to be examined at the 50-year mark of their life. This project aims to satisfy these requirements as the 42nd Street Garage requires a 50-year certification per existing code.

In October 2020, the Facilities and Fleet Management department retained the consulting firm of BCC Engineering, Inc. to prepare an assessment report for the structure, including a list of deficiencies and recommendations for repairs. Subsequently, construction documents were prepared to execute the repairs and an ITB for Construction was issued on March 25, 2022. The ITB for construction yielded bids that significantly exceed the project's budget.

As a result of the collapse of the Champlain Tower South in Surfside in June 2021, the State imposed additional requirements to the repair work necessary to recertify the structure than those originally contemplated. Additionally, COVID-related supply chain delays and shortages in the local labor market contributed to significant cost escalations over the project's original estimate. As a result of the aforementioned factors, an additional \$732,000.00 is needed to execute this 50-year recertification repairs project. Given the critical nature of these repairs, the Facilities and Fleet Management Department recommends the approval of this budget request.

Funding for this proposed amendment would come from available Parking (Fund 480/490) fund balance, in the amount of \$717,000.00, and the remaining \$15,000.00 from 2010 Parking Bond (Fund 486) funds previously appropriated to the 42nd Street Garage-Dispatch Area project (#67418), where savings were identified.

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| Prior Years' Appropriations | \$312,090.00 |
| November 30, 2022 Capital Budget Amendment | 732,000.00 |
| Proposed Total Appropriation | \$1,044,090.00 |

- 3. G.O. Bond Project #34 - Above Ground Improvements – Indian Creek:** The scope of this project includes enhancing aesthetics in neighborhoods citywide, including blue and green infrastructure, street lighting, shaded tree canopies and other landscaping. Funding in the amount of \$2,000,000.00 for this project is programmed in tranche 2 of the G.O. Bond.

Concurrently, the bids received for the related Indian Creek Landscape and Irrigation project have exceeded the available budget. Additional funding in the amount of \$1,112,000 is needed in order to execute the landscaping portion of this Indian Creek project.

Funding for this proposed amendment would come from available funds previously appropriated through the 2019 G.O. Neighborhoods and Infrastructure Bond (Fund 393) to the following projects until replenished after the issuance of tranche 2:

- Sidewalk Improvements (project #24619) - \$509,616 (anticipated that funds will not be required until issuance of tranche 2)
- Washington Avenue Corridor (project #27719) - \$602,384 (anticipated that funds will not be required until issuance of tranche 2)

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| Prior Years' Appropriations | \$0.00 |
| November 30, 2022 Capital Budget Amendment | 1,112,000.00 |
| Proposed Total Appropriation | \$1,112,000.00 |

ATH/JW/TOS