

MIAMI BEACH

COMMISSION MEMORANDUM

TO: Honorable Mayor and Members of the City Commission

FROM: Eric Carpenter, City Manager

DATE: February 3, 2025 2:05 p.m. Public Hearing

TITLE: 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 2025 AS SET FORTH IN ATTACHMENTS A, "PROJECTS"; B, "SOURCE OF FUNDS"; AND C "PROGRAMS."

RECOMMENDATION

The Administration recommends that the City Commission adopt the attached Resolution.

BACKGROUND/HISTORY

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 policy and planning tool for systematically identifying, prioritizing, and assigning funds to critical City capital improvement projects.

The City's CIP and Capital Budget development process begins in the winter when all departments are asked to prepare updates and requests on their department's ongoing and new 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 Fiscal Years ("FY") 2025 – 2029 CIP and FY 2025 Capital Budget was adopted on September 25, 2024 by Resolution No. 2024-33297.

The First Amendment to the FY 2025 Capital Budget was adopted on October 30, 2024 by Resolution No. 2024-33348.

The Second Amendment to the FY 2025 Capital Budget was adopted on December 11, 2024 by Resolution No. 2024-33442.

ANALYSIS

THIRD AMENDMENT TO THE FY 2025 CAPITAL BUDGET

The proposed Third Amendment to the FY 2025 Capital Budget reflects an overall increase of \$3,056,242.00 and a re-alignment of \$9,035,601.00 for the following capital projects:

- 1. Wastewater Stations Rehabilitation (20619):** This project addresses the critical need to rehabilitate the City's wastewater (sewer) pump stations, including all related systems and components. The City currently operates six water pump stations, 23 sewer pump stations, and 48 stormwater pump stations. Among these, Sewer Pump Station #28 (P.S. 28) is currently the City's largest lift/booster station.

Owned and operated by the City of Miami Beach, P.S. 28 plays a pivotal role in the overall sewer collection and transmission system. It services the sanitary sewer areas of Middle and North Beach, as well as neighboring municipalities such as Surfside, Bay Harbor Islands, and Bal Harbour. The station conveys wastewater flow from the City's middle and northern regions to the Miami-Dade County Central District Wastewater Treatment Plant on Virginia Key. As one of only two regional booster stations, P.S. 28 is vital to the City's infrastructure, and its failure would result in significant impacts.

The need for this rehabilitation was identified as a priority in the 2019 Sewer Master Plan. The plan recommended a complete overhaul of P.S. 28 to ensure long-term reliability and functionality. This includes upgrades to mechanical, electrical, and instrumentation systems, all of which have reached the end of their useful life, as well as necessary structural repairs to the pump station itself. This additional funding will ensure the timely rehabilitation of P.S. 28 while maintaining the City's commitment to its broader infrastructure improvement goals.

Based on the contractor's bid, additional funding is required to address the immediate financial needs of the project. To meet this requirement, this proposed amendment temporarily reallocates \$9,035,601 from the Florida Department of Transportation (FDOT) Alton Road Utilities Relocation Project (#20527). The reallocated funds from the FDOT project will be restored through a funding request during the FY 2026 budget process.

Funding for this proposed amendment would come from the following:

- \$6,975,216.32 from 2017 Water & Sewer Bond Funds (Fund 419) previously appropriated to the FDOT Alton Road Utilities Relocation Project
- \$2,060,384.68 from Water & Sewer Projects Funded from Operations Funds (Fund 418) previously appropriated to the FDOT Alton Road Utilities Relocation Project

Prior Appropriations	\$37,684,634.00
February 3, 2025 Budget Amendment	9,035,601.00
Proposed Total Appropriations	\$46,720,235.00

- 2. Convention Center/Lincoln Road Connector (29310):** This project aims to enhance the pedestrian experience from the Convention Center complex to Lincoln Road along Drexel Avenue, Pennsylvania Avenue, and Meridian Avenue. The project consists of new lighting, sidewalk reconstruction, street furnishings, landscaping, healthy tree fertilization systems, road reconstruction, and crosswalk enhancements.

Based on the contractor's estimate, an additional \$2,639,042.00 is required to complete the water, sewer, and stormwater components of this project. The water and

sewer component has a shortfall of \$1,971,756.00, while the stormwater component has a shortfall of \$667,286.00. This additional funding will cover construction costs, professional service fees, contingencies, and internal project management expenses.

Funding for this proposed amendment would come from fund balance that is available for appropriation in the following:

- \$1,971,756.00 from 2017 Water & Sewer Bond Funds (Fund 419)
- \$667,286.00 from 2017 Stormwater Bond Funds (Fund 429)

Prior Appropriations	\$25,953,010.00
February 3, 2025 Budget Amendment	2,639,042.00
Proposed Total Appropriations	\$28,592,052.00

- 3. Art In Public Places (AiPP) Bayshore Park (New Project):** This project will fund the creation and installation of permanent artworks within the newly developed Bayshore Park. The allocated budget will cover all associated expenditures, including fabrication, artist fees, permitting, installation, honorariums, and other related costs.

Funding for this proposed amendment would come from fund balance that is available for appropriation in the Art in Public Places Fund (Fund 147).

Prior Appropriations	\$ -
February 3, 2025 Budget Amendment	406,000.00
Proposed Total Appropriations	\$406,000.00

- 4. AiPP Flamingo Park (22718):** This project will fund the creation and installation of permanent artwork within Flamingo Park. This additional funding will fully fund all associated expenditures, including fabrication, artist fees, permitting, installation, honorariums, and other related costs.

At the September 11, 2024 City Commission meeting, the Mayor and City Commission directed the Administration to implement Resolution No. 2019-31038 through Resolution No. 2024-33258. This directive requires that a portion of the General Obligation (“GO”) Bond appropriations for projects within Flamingo Park be allocated for commissioning a flamingo-related work of art to be incorporated within Flamingo Park.

Funding for this proposed amendment would come from fund balance that is available for appropriation in the Art in Public Places Fund (Fund 147).

Prior Appropriations	\$194,000.00
February 3, 2025 Budget Amendment	11,200.00
Proposed Total Appropriations	\$205,200.00

FISCAL IMPACT STATEMENT

See details provided above.

Does this Ordinance require a Business Impact Estimate?
(FOR ORDINANCES ONLY)

If applicable, the Business Impact Estimate (BIE) was published on:
See BIE at: <https://www.miamibeachfl.gov/city-hall/city-clerk/meeting-notice/>

FINANCIAL INFORMATION

CONCLUSION

The City Administration recommends that the Mayor and City Commission adopt the Third Amendment to the Capital Budget for FY 2025 described herein and further detailed in Attachments A-C.

EC/JDG/TOS

Applicable Area

Citywide

Is this a "Residents Right to Know" item, pursuant to City Code Section 2-17?

Yes

Is this item related to a G.O. Bond Project?

No

Was this Agenda Item initially requested by a lobbyist which, as defined in Code Sec. 2-481, includes a principal engaged in lobbying? No

If so, specify the name of lobbyist(s) and principal(s):

Department

Management and Budget

Sponsor(s)

Co-sponsor(s)

Condensed Title

2:05 p.m. PH, Adopt 3rd Amendment to FY 2025 Capital Budget. OMG