



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

COMMISSION MEMORANDUM

TO: Honorable Mayor Steven Meiner and Members of the City Commission

FROM: Rickelle Williams, Interim City Manager

DATE: July 24, 2024

SUBJECT: **A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING THE EIGHTH AMENDMENT TO THE CAPITAL BUDGET FOR FISCAL YEAR 2024 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

The Administration recommends that the City Commission 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 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") 2024 – 2028 CIP and FY 2024 Capital Budget was adopted on September 27, 2023 by Resolution No. 2023-32788.

The First Amendment to the FY 2024 Capital Budget was adopted on December 13, 2023 by Resolution No. 2023-32861.

The Second Amendment to the FY 2024 Capital Budget was adopted on January 31, 2024 by Resolution No. 2024-32902.

The Third Amendment to the FY 2024 Capital Budget was adopted on February 21, 2024 by Resolution No. 2024-32933.

The Fourth Amendment to the FY 2024 Capital Budget was adopted on March 13, 2024 by Resolution No. 2024-32966.

The Fifth Amendment to the FY 2024 Capital Budget was adopted on April 3, 2024 by Resolution No. 2024-32998.

The Sixth Amendment to the FY 2024 Capital Budget was adopted on May 15, 2024 by Resolution No. 2024-33069.

The Seventh Amendment to the FY 2024 Capital Budget was adopted on June 26, 2024 by Resolution No. 2024-33148.

EIGHTH AMENDMENT TO THE FY 2024 CAPITAL BUDGET

The proposed Eighth Amendment to the FY 2024 Capital Budget reflects an overall increase of \$84,512,492.00 and a re-alignment of \$1,219,149.83 for the following capital projects:

Proposed 2025 Series Water & Sewer Bond

On April 19, 2024, the Finance and Economic Resiliency Committee (“FERC”) passed a motion endorsing the Administration's recommendation to execute a Declaration of Official Intent to issue new Water and Sewer bonds in the amount of \$84,060,792.00, which excludes issuance costs.

Subsequently, on May 15, 2024, the City Commission accepted the recommendation of the FERC through Resolution No. 2024-33024. As a result, this proposed amendment would appropriate funding for the following projects (inclusive of critical needs projects) as a part of the 2025 Series Water and Sewer bond:

- 1. Water & Wastewater Mains and Rehab (#28520):** This project provides funding for the rehabilitation and upgrade of existing water and wastewater pipelines, as well as the construction of new pipelines.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$44,528,372.00. Additional funding is being proposed in item #11 below.

Prior Years' Appropriations	\$58,042,873.37
July 24, 2024 Budget Amendment – part 1	44,528,372.00
Proposed Total Appropriations	\$102,571,245.37

- 2. Wastewater Stations Rehabilitation (#20619):** This project provides funding for rehabilitation of the City's wastewater pump stations and all related systems and appurtenances.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$22,047,319.00.

Prior Years' Appropriations	\$15,637,315.00
July 24, 2024 Budget Amendment	22,047,319.00
Proposed Total Appropriations	\$37,684,634.00

- 3. FDOT Utilities Relocation (#20527):** This project provides funding for utility design construction contracts for City-owned utilities that require relocation as part of the Florida Department of Transportation (FDOT) state roads projects.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$7,935,000.00.

Prior Years' Appropriations	\$13,702,805.32
July 24, 2024 Budget Amendment	7,935,000.00
Proposed Total Appropriations	\$21,637,805.32

- 4. Wastewater Manhole Rehabilitation (#28220):** This project provides funding for rehabilitation of existing manholes as well as the construction of new manholes. The rehabilitation process includes structural integrity improvements by restoring surfaces, cleaning, eradicating leaks, correcting corrosion, repairing benches and inverts, and applying new liners to prevent future corrosion.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$3,905,235.00.

Prior Years' Appropriations	\$2,729,735.00
July 24, 2024 Budget Amendment	3,905,235.00
Proposed Total Appropriations	\$6,634,970.00

- 5. Water Pump Stations Improvements (#28120):** This project provides funding for the rehabilitation, upgrade, and construction of water pump stations, yard piping, and all related appurtenances and systems.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$2,252,496.00.

Prior Years' Appropriations	\$7,177,751.00
July 24, 2024 Budget Amendment	2,252,496.00
Proposed Total Appropriations	\$9,430,247.00

- 6. Sewer Pump Station Odor Control (#28320):** This project provides funding for the replacement of existing odor control systems at sewer pump stations which eliminate unwanted and unhealthy gases and odors from the environment.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$1,500,000.00.

Prior Years' Appropriations	\$1,700,600.00
July 24, 2024 Budget Amendment	1,500,000.00
Proposed Total Appropriations	\$3,200,600.00

- 7. DERM & EPA Consent Decree (#60419):** This project provides funding for continual condition assessments of all sewer system components specifically targeting infiltration and inflow, as mandated by the U.S. Environmental Protection Agency (EPA).

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$1,359,370.00.

Prior Years' Appropriations	\$6,074,940.00
July 24, 2024 Budget Amendment	1,359,370.00
Proposed Total Appropriations	\$7,434,310.00

- 8. Public Works Operations Facility (#22720):** This project provides funding for the renovation of an existing pump station building for use as an operations facility.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$299,000.00.

Prior Years' Appropriations	\$0.00
July 24, 2024 Budget Amendment	299,000.00
Proposed Total Appropriations	\$299,000.00

- 9. Stormwater Critical Needs (#21424):** This project provides funding for various stormwater solutions which can be adapted to future infrastructure improvements. The improvements may include installation or rehabilitation of drainage pipes and structures, injection wells, swales, curbs and gutters, seawalls, roadways and sidewalks regrading, and other stormwater solutions. This stormwater project includes water and sewer components.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$184,000.00.

Prior Years' Appropriations	\$3,000,000.00
July 24, 2024 Budget Amendment	184,000.00
Proposed Total Appropriations	\$3,184,000.00

10. SCADA (Supervisory Control and Data Acquisition) and PLC (Programmable Logic Controller) Systems (#20719): This project provides funding for all necessary electrical and instrumentation systems and appurtenances for the water, wastewater, and stormwater systems.

Funding for this proposed amendment would come from the 2025 Water and Sewer Bonds (Fund 417) in the amount of \$50,000.00.

Prior Years' Appropriations	\$6,656,508.31
July 24, 2024 Budget Amendment	50,000.00
Proposed Total Appropriations	\$6,706,508.31

Other Capital Budget Amendments

11. Water & Wastewater Mains and Rehab (#28520): As stated in item #8 above, this project provides funding for existing and new water and wastewater pipelines.

In order to prioritize projects with immediate funding needs, the Public Works Department conducted a review of the existing water and sewer projects. The goal was to redirect available funds towards projects with urgent needs, while programming to fund projects with future funding needs through the issuance of water and sewer bonds.

The plan is to re-align available 2017 bond funds in order to better position the City for a future bond issuance.

Funding for this amendment, in the amount of \$1,219,149.83 would come from funds previously appropriated to the Water Meter Replacement Program project (#60319) as follows:

- 2017 Water & Sewer Bonds (Fund 419) - \$854,912.04
- Water & Sewer Projects funded from Operations (Fund 418) - \$364,237.79

Prior Years' Appropriations	\$58,042,873.37
Item #1 Recommended Above – part 1	44,528,372.00
Sub-Total	\$102,571,245.37
July 24, 2024 Budget Amendment – part 2	1,219,149.83
Proposed Total Appropriation	\$103,790,395.20

12. North Shore Bandshell Rear Canopy (#20421): This project provides funding for the canopy covering the seating area at the rear of the amphitheater. The canopy will be constructed with a steel piping frame structure and engineered canopy fabric integrated with flexible solar panel. Additionally, the canopy will include USB phone charging consoles and LED RGB lighting instruments with wireless controls.

As a result of the contractor's proposal received for construction, additional funding in the amount of \$451,700.00 is required for this project. This would also fund additional costs related to construction administration services and project contingencies.

Funding for this proposed amendment, in the amount of \$451,700, would come from available North Beach Quality of Life (Fund 307) fund balance.

Prior Years' Appropriations	\$310,000.00
July 24, 2024 Budget Amendment	451,700.00
Proposed Total Appropriation	\$761,700.00

CONCLUSION

The City Administration recommends that the Mayor and City Commission adopt the Eighth Amendment to the Capital Budget for FY 2024 described herein and further detailed in Attachments A-C.

RW/JDG/TOS