

City of Rochester 201 4th Street SE Rochester, MN 55904

1101 507-328-2900 144 507-328-2901

February 10, 2023

The Honorable Erin Murphy
Chair, State and Local Government and
Veterans Committee
Minnesota State Senate
3211 Minnesota Senate Building
95 University Ave W
St. Paul, MN 55155

The Honorable Bruce Anderson State and Local Government and Veterans Committee Minnesota State Senate 2209 Minnesota Senate Building 95 University Ave W St Paul, MN 55155

The Honorable Bobby Joe Champion Chair, Jobs and Economic Development Committee Minnesota State Senate 3401 Minnesota Senate Building 95 University Ave W St Paul, MN 55155

The Honorable Rich Draheim
Jobs and Economic Development Committee
Minnesota State Senate
2225 Minnesota Senate Building
95 University Ave W
St. Paul, MN 55155

The Honorable John Marty Chair, Finance Committee Minnesota State Senate 3235 Minnesota Senate Building 95 University Ave W St Paul, MN 55155 The Honorable Ginny Klevorn
Chair, State and Local Government Finance
and Policy Committee
581 State Office Building
100 Rev Dr Martin Luther King Jr Blvd
St. Paul, MN 55155-1206

The Honorable Jim Nash State and Local Government Finance and Policy Committee 349 State Office Building 100 Rev Dr Martin Luther King Jr Blvd St. Paul, MN 55155-1206

The Honorable Hodan Hassan
Chair, Economic Development Finance and
Policy Committee
Minnesota House of Representatives
597 State Office Building
100 Rev Dr Martin Luther King Jr Blvd
St Paul, MN 55155-1206

The Honorable Jon Koznick
Economic Development Finance and Policy
Committee
Minnesota House of Representatives
281 State Office Building
100 Rev Dr Martin Luther King Jr. Blvd
St Paul, MN 55155-1206

The Honorable Liz Olson Chair, Ways and Means Committee Minnesota House of Representatives 479 State Office Building 100 Rev Dr Martin Luther King Jr Blvd St. Paul, MN 55155-1206



February 10, 2023 Page 2

The Honorable Eric Pratt Finance Committee Minnesota State Senate 2217 Minnesota Senate Building 95 University Ave W St Paul, MN 55155

The Honorable Ann Rest Chair, Taxes Committee Minnesota State Senate 328 Capitol 75 Rev Dr Martin Luther King Jr Blvd St Paul. MN 55155

The Honorable Bill Weber
Taxes Committee
Minnesota State Senate
2211 Minnesota Senate Building
95 University Ave W
St. Paul, MN 55155

Commissioner Steve Grove
Minnesota Department of Employment and
Economic Development

1st National Bank Building
332 Minnesota Street, Suite E200
St Paul, MN 55101-1351

Commissioner Paul Marquart Minnesota Department of Revenue 600 North Robert Street St Paul, MN 55101 The Honorable Pat Garofalo
Ways and Means Committee
Minnesota House of Representatives
295 State Office Building
100 Rev Dr. Martin Luther King Jr. Blvd
St. Paul, MN 55155-1206

The Honorable Aisha Gomez Chair, Taxes Committee Minnesota House of Representatives 453 State Office Building 100 Rev Dr Martin Luther King Jr. Blvd. St Paul, MN 55155-1206

The Honorable Greg Davids
Taxes Committee
Minnesota House of Representatives
283 State Office Building
100 Rev. Dr. Martin Luther King Jr Blvd
St. Paul, MN 55155-1206

The Honorable Gregg Wright Chair, Olmsted County Board of Commissioners 151 4th St SE Rochester, MN 55904

Re: Destination Medical Center - February 15, 2023 Report

Dear Senators, Representatives, Commissioners, and Chairs:

On behalf of the Destination Medical Center Corporation (the "DMCC") and the City of Rochester (the "City"), we are pleased to submit this report on the progress of the Destination Medical Center ("DMC") initiative, in accordance with Minnesota Statutes, Sections 469 40 – 469.47 (the "Act").

As we look back on the year 2022, the DMC public-private partnership proved instrumental in turning from the challenges posed by the COVID-19 pandemic and towards the future of establishing the City as the world's premier destination for health and wellness. The certified private investments demonstrate the on-going success of the

DMC initiative. From 2013 through 2021, the collective efforts of Mayo Clinic and other private entities exceeded \$1.2 billion in qualified private investments.

Specifically, in 2022, we certified a total of \$155,147,823 20 for the year ending December 31, 2021, which includes \$110,586,916 31 in Mayo Clinic investments and \$44,560,906 89 in other private investments. The cumulative total of Mayo Clinic and other private investments through 2021 is \$1,262,043,959.32 The City of Rochester has contributed \$56,861,752 23 in certified expenditures from July 1, 2013 through December 31, 2021

In addition to these certified investments, there are many other projects proposed or under construction, the majority of which are private investments with no direct DMC public assistance. A map of the DMC development district and key projects is attached as Exhibit A.

The success of the DMC initiative may also be measured by employment and tax revenue. As detailed in the Five-Year Update to the Development Plan (the "Five-Year Update"), from 2015 – 2019, the City added approximately 7,700 jobs. More than 80 percent of the new jobs paid more than the City's Area Median Income of approximately \$75,000. Rochester currently has one of the lowest unemployment rates in the country at 1.6% Tax value per acre within the DMC district increased from approximately \$0.828 billion in 2015 to \$1.813 billion in 2020. A summary of significant projects is attached as Exhibit B.

This report will provide a brief background of the DMC initiative and then provide the responses required by the Act.

Destination Medical Center: Background.

A. Private Investment Leads the Public Investment.

The Act required that private investment lead the way for this private-public model of partnership. over \$200,000,000 in Mayo Clinic and other private investment had to occur before any state funding would begin to flow. That threshold was met, and exceeded, in 2017.

B. Development Plan.

One of the primary goals of the Act was the adoption of a Development Plan. In September 2013, the DMCC established specific goals and objectives for the Development Plan: to create a comprehensive strategic plan, and over the life of the project, to stimulate over \$5 billion in private investment that will be supported by \$585 million in public funds, create 35,000-45,000 new jobs, generate \$7.5 billion to \$8.5 billion in net new tax revenue, and achieve the highest quality patient, visitor, and resident experience.

The Development Plan is the strategic framework for the Destination Medical Center initiative, establishing a comprehensive business and economic development

strategy It includes land use, transportation and infrastructure planning, market research, funding priorities, business and economic development, and market strategies Upon making the findings set forth in the Act, including finding that the City had approved the Development Plan, the DMCC adopted the Development Plan on April 23, 2015. The Act requires that the Development Plan be updated not less than every five years. The Five-Year Update was approved by the City and by the DMCC in 2020

C Mission Statement.

The DMCC's mission statement provides a framework to guide its work.

With Mayo Clinic at its heart, the Destination Medical Center (DMC) Initiative is the catalyst to position Rochester, Minnesota, as the world's premier destination for health and wellness, attracting people, investment, and jobs to America's City for Health and supporting the economic growth of Minnesota, its bioscience sector, and beyond

D Website

The DMCC's website is. www.dmc.mn. The website contains the regular meeting schedule, meeting agendas, minutes, and other information on DMCC activities, as well as project updates, investor and developer information, subdistrict descriptions, market research, and ongoing activities of the EDA. The City's website, www.rochestermn.gov, also has a link to the DMCC website.

Specific Elements Required to Be Included in the Report.

Minnesota Statutes, Section 469.43, subd. 8 requires that five elements be included in this annual report.

(1) "The Development Plan and any proposed changes to the Development Plan."

The Development Plan was initially adopted on April 23, 2015 and amended in 2016 and in 2020 to modify the Destination Medical Center Development District, the geographic area in the City of Rochester in which public infrastructure projects are implemented to support DMC

The Act requires that the Development Plan be updated not less than every five years. In 2020, the Five-Year Update was posted publicly and a public hearing was held. The Development Plan and the Five-Year Update can be found at the DMCC website https://dmc.mn/plan-priorities/.

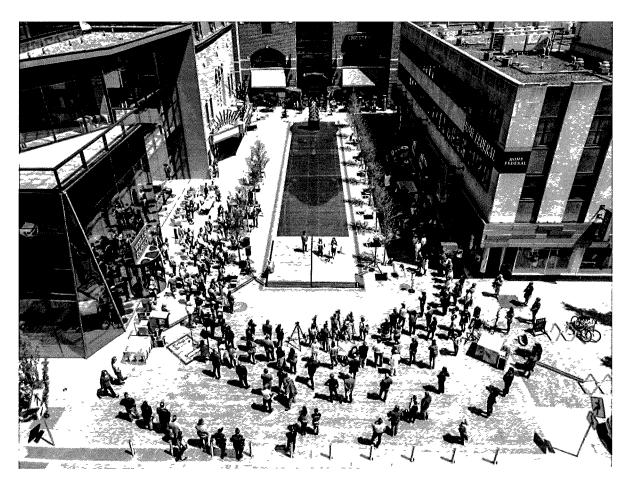
(2) "Progress of projects identified in the Development Plan."

According to the Act, a public infrastructure project must be approved by the DMCC before it is proposed to the City. The DMCC must review the project proposal for consistency with the Development Plan. Since the adoption of the Development Plan on April 23, 2015, a number of projects have been approved by the DMCC and the City. A

map of the DMC development district and key projects is included as <u>Exhibit A.</u> A summary of major approved projects in the DMC development district is attached as Exhibit B.

We wish to note the progress in 2022 of certain approved projects, in particular

Heart of the City Phase One. Heart of the City creates a true center of the City, where Mayo Clinic, commercial, hospitality, retail, and residential meet. Enhancing public spaces in Peace Plaza and First Avenue in the Heart of the City subdistrict, home to many hotels, restaurants, medical facilities, and entertainment venues, is a long-standing priority. The first phase of this project focused on renovating the east side of Peace Plaza and surrounding areas. New and expanded commercial and retail businesses occurred. A commemoration was held in May to celebrate the significant progress in completing phase one. Completion is expected in 2023.



<u>Discovery Square Updates</u>: Discovery Square is a sixteen-square-block area in the Development District and is the cornerstone of the DMC economic development strategy. As a live, work, and play environment, it has become a hub of biomedical research, education, and technology innovation. In 2022, construction was completed on

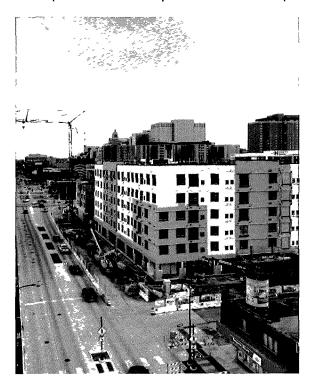
Two Discovery Square, a 125,000 square foot bioscience building that expanded the DMC bio-medical, research, and technology innovation campus. It features tech-forward tenant spaces designed with flexible lab capacity and leading-edge technology.



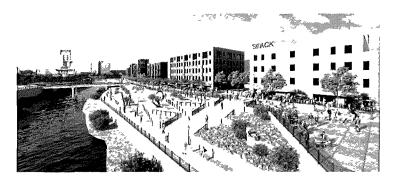
<u>Discovery Walk</u> Construction is well underway for Discovery Walk, a four-block linear parkway along 2nd Avenue SW. It is planned to connect Annenberg Plaza to Soldiers Field Park and function as an extension of the Heart of the City public realm project Discovery Walk will serve pedestrians and vehicle traffic while also serving as a catalyst to future private development in Discovery Square. Construction is expected to be completed in 2023.



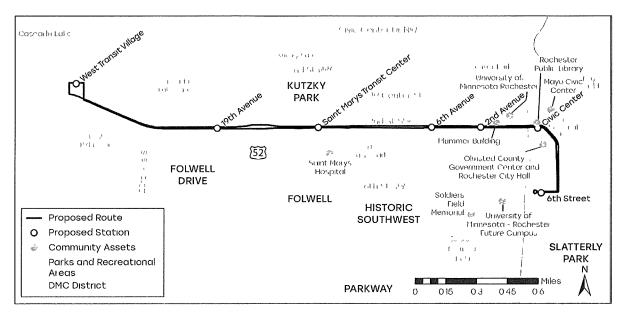
Bryk on Broadway Project The Bryk on Broadway is a mixed-use, mixed-income apartment building with 180 workforce housing apartments, providing rents at varying levels. Construction is anticipated to be completed in the first quarter of 2023.



Riverfront Reimagined: Following a City-initiated small area plan study for a portion of the 60+ acre area, located southeast of the downtown core on the Zumbro River, the City continues to lead development of this "front door" to the river to a gateway into downtown In July 2022, the City adopted a preferred plan to guide the transformation of the redevelopment area to a future mixed-use neighborhood. Next steps include review by the Army Corps of Engineers, further design work, and interim site activation. In August of 2022, the City was awarded a RAISE grant in the amount of \$19.9 million for the Sixth Street Bridge crossing the Zumbro River. Funds from the DMCC- and City-approved Capital Improvement Plan supported both the small area plan and the Sixth Street Bridge initial planning and design work.



Mobility In 2022, with community input, the DMCC and the City approved revisions to the approximately three-mile bus rapid transit project known as "Link BRT." They approved a route realignment, including a new station on 6th Street SE, west of 3rd Avenue SE, and adding a westbound station at the downtown library. In addition, they approved enhanced station design, with weather projection for twelve stations and direct vertical access to pedestrian subways for three stations, to improve the riders' use. These revisions were made to the pending Federal Transit Administration (FTA) Small Starts application. The amount of DMC funds is expected to remain constant. To advance the long-term success of this project, the City and Mayo Clinic entered a twenty-year operating agreement in which Mayo Clinic will cover the annual local match for operating costs and all riders may use the system without paying fares.



In addition to these projects, the DMCC and the City have approved a Capital Improvement Plan ("CIP") for public infrastructure projects for 2023. Projects identified in the CIP are categorized as follows. Public Realm, Strategic Redevelopment, Streets and Sewers, and Mobility.

Public Realm Projects include:

- Chateau Theatre Improvements and Assets Preservation
- Discovery Walk Construction
- Education-Recreation Subdistrict (Soldiers Memorial Field Park)
- Downtown Waterfront: Riverfront Planning and Design

Streets and Sewers Projects include.

- Sixth Street Bridge, Sixth Street SE, Waterfront Connectivity
- Sanitary Sewer Capacity Bypass on 3rd Ave. SW

	•			
-				
,				
		•		

Mobility Projects include:

- Arrive Rochester Implementation
- Rapid Transit Implementation, including Second Street Reconstruction and Streetscape

Soldiers Memorial Field Park ("Soldiers Field") contains 150 acres of memorials and active recreation space. The northern portion lies within the DMC district and is featured in the Development Plan. Discovery Walk will connect the Heart of the City to Soldiers Field and the Sixth Street Bridge will link Soldiers Field to the downtown waterfront area. In 2022, the City Park Board adopted a short-term Soldiers Field Master Plan The 2023 CIP includes funding for planning, design, and construction for this significant project.

DMC public realm projects have benefited from a community co-design process that encourages the involvement of individuals and communities most impacted by a project. Community members are retained to assist with reaching previously underrepresented communities and perspectives. It is an example of the efforts to advance equitable and inclusive economic development strategies. Building on the success of community co-design in a variety of DMC-funded projects, in May 2022, a community co-design toolkit was created to assist others with inclusive engagement. It is available at: https://dmc.mn/dmc-celebrates-community-co-design-toolkit/.

The DMC-funded projects above reflect only a portion of the number and type of public and private development projects in the DMC district. Early strategic DMC investments in public infrastructure and commercial and residential projects successfully established Rochester as a destination for investment and development. Other projects, which are now proceeding without the need for public DMC support, include workforce and market-rate housing, extended stay hotels for patients and companions, renovations to historic properties, world-class medical care and research facilities, co-working space, small business improvements, and more.

(3) "Actual costs and financing sources, including the amount paid under Minnesota Statutes Section 469.47, and required local contributions of projects completed in the previous two years by the DMCC, City, Olmsted County and Mayo."

The Act requires that an annual certification of private investment by Mayo Clinic and other private investors be made to DEED by April 1 of each year, and DEED must certify that \$200,000,000 of private investment has been made before any state funding may be paid. This threshold was met and exceeded in 2017 The cumulative total amount of private and Mayo Clinic certified investments to date is \$1,262,043,959

In compliance with Minnesota Statutes Section 469.47, attached is the annual certification of Mayo Clinic and other private investment that was submitted to DEED on March 23, 2022, as revised June 16, 2022 (<u>Exhibit C</u>). We also attach the revised annual certification of City expenditures, which was submitted to DEED on June 15, 2022 (<u>Exhibit D</u>) DEED conducted its own audit process of the certified expenditures,

requested revisions, and then approved the expenditures The DEED certifications, dated June 30, 2022, are attached (<u>Exhibit E</u>)

In addition, we offer the following information:

- 1. Through December 31, 2022, State Infrastructure Aid in the amount of \$97,591,189.36 has been received No State Transit Aid has been received
- Actual costs paid by the City from commencement through December 31, 2022 have totaled \$79,018,424.79, based on year-end unaudited costs. The funding source was initially City internal borrowing, which is being repaid, along with the costs for new projects and initiatives, by the City's 0.25% DMC sales tax. The City has also issued capital debt for a new parking ramp in the district. Just as the Mayo Clinic investments and other private investments have underscored the commitment to DMC, so too have the City contributions
- 3. Through December 31, 2022, Olmsted County has contributed \$16,500,000
- 4. The 2023 combined operating and capital improvements budget for the DMC totals \$52,181,135, a portion of which (approximately \$8 million) is being paid for with funding other than state funds. Of this amount \$3,419,779 will be provided by Olmsted County from its 0 25% sales tax. The remaining amount is to be provided by the City of Rochester from a variety of City funding sources, including its 0 25% DMC sales tax. In addition, Mayo Clinic has pledged financial and in-kind funding to the EDA in the amount of \$1,411,390.
- (4) "Estimated costs and financing sources for projects to be started in the next two years by the DMCC, City, Olmsted County and Mayo."

The Development Plan sets forth a framework and examples of projects that may be considered for funding in the next several years. Each project will be approved on an individual basis. See also the response to "2" and "3," above.

(5) "Debt service schedules for all outstanding obligations of the City for debt issued for projects identified in the plan."

The debt service schedule is attached as Exhibit F.

		1	
		·	

CONCLUSION

Thank you for your consideration of this annual report On behalf of both the DMCC and the City, we welcome your comments or questions We look forward to continued progress on the Destination Medical Center initiative in 2023.

Pamela Wheelock, Chair

Destination Medical Center Corporation

Kim Norton, Mayor

City of Rochester

Enclosures

cc: Legislative Reference Library

1442888-9 DOCX

TABLE OF EXHIBITS

Exhibit A Map of DMC Development District and key projects
 Exhibit B Summary of major projects
 Exhibit C Annual certification of Mayo Clinic and other private investment dated March 23, 2022, as revised June 16, 2022
 Exhibit D Revised annual certification of City expenditures dated June 15, 2022
 Exhibit E DEED certifications dated June 30, 2022
 Exhibit F City debt service schedule



EXHIBIT B

Summary of Major Projects in the Destination Medical Center Development District (Non-Mayo Clinic)

I. DMCC-APPROVED PROJECTS WITH PUBLIC FUNDING

The Hilton Rochester Mayo Clinic Area (formerly known as the "Broadway at Center" project). Is located in the "Downtown Waterfront" subdistrict as described in the Development Plan Approved in 2015, this 371,000 square foot mixed-use project includes a 264-room hotel, restaurants, retail space, a skyway connection, and a five-level public parking ramp with 540 public spaces and 90 private spaces. The restaurants and hotel opened in 2019.

The Berkman Apartments (formerly known as the "Alatus Project"). is located on 2nd Street SW in the "Saint Marys" subdistrict as described in the Development Plan Approved in 2016, this mixed- use project involved the construction of an approximately 350,000 square foot, thirteen-level commercial and residential complex. It includes 350 market-rate rental units, created an estimated 235 construction jobs and eight permanent jobs, and generated a total of \$115 million in private investment. The Berkman was completed in 2020.

The Maven on Broadway (formerly known as Urban on First): is located south of 4th Street SW between 1st Avenue SW and Broadway Avenue and is in the "Discovery Square" subdistrict as described in the Development Plan. Approved in 2017, this approximately \$38 million mixed use project includes a six-story building with 156 market rate rental units, parking, and street level commercial and retail space for a total of 238,700 square feet. The Maven on Broadway was completed in 2019.

One Discovery Square (formerly known as Discovery Square Phase One). is on First Avenue SW in the "Discovery Square" subdistrict as described in the Development Plan. Approved in 2017, this approximately \$35 million bio-science building will be a center of innovation and is housing companies whose mission is to accelerate bioscience and technology discoveries to market. The four-story, 89,000 square foot building includes office, collaborative and retail space. As noted above, this project is the first phase of achieving a key component of the Development Plan. providing jobs in the bio-science sector. One Discovery Square was completed in 2019 and is approximately 100 percent leased.

Wells Fargo Renovation (21 1st Street SW). This project is a renovation of a 92,000 square foot existing building, located in the "Heart of the City" subdistrict as described in the Development Plan. Approved in 2018, this project is a catalyst for the public realm in the Heart of the City subdistrict and includes connections to the street and pedestrian skyway. The renovation has made approximately 23,000 additional square feet of commercial or office space available. The project created an estimated 30 construction jobs and provided 115 permanent jobs. This project was completed in 2020

EXHIBIT B

Hotel Indigo Renovation: The Hotel Indigo project involved the renovation of an existing 172- room Holiday Inn, located in the "Downtown Waterfront" subdistrict as described in the Development Plan. Approved in 2018, the \$42 million redevelopment included the addition of 33,000 square feet to the existing 114,500 square feet and provided approximately 111 construction jobs and 28 new permanent jobs. Opening of the new hotel and restaurant occurred in 2020

Hyatt House: The Hyatt House project is located in the "Central Station" subdistrict as described in the Development Plan. Approved in 2018, the \$44 million project includes an eight-story, 172- room extended-stay hotel, and is providing approximately 257 construction jobs and while creating 38 permanent jobs. This project was completed in 2021.

<u>Heart of the City Phase 1 – Peace Plaza</u>: This phase of the project is a renovation of the east side of Peace Plaza and surrounding areas. The construction of this transformative project, which includes improved safety, accessibility, universal design elements, sustainability, integrated art and improved infrastructure, was largely completed in 2022.

<u>Bryk on Broadway Project</u>: This project is located at 401 Broadway Ave N. It is a mixed-use, mixed-income apartment building consisting of 180 workforce housing apartments, providing rent at varying levels. Construction is expected to be completed the first quarter of 2023.

Two Discovery Square: Located at 209 5th St SW, this expansion of the DMC biomedical, research, and technology innovation campus is a 125,000 square foot bioscience building It features tech-forward tenant spaces designed with flexible lab capacity and leading-edge technology. Construction was completed in 2022.

II OTHER PRIVATE PROJECTS

<u>Conley Maass Building</u>: This project involved the renovation of a historic building into a restaurant space and leased space for high tech companies. The renovation was completed in 2016.

<u>1st Avenue Flats</u>: This is a 68-unit affordable housing building, and all of the units are income- restricted to persons at or below 60% of the area median income. The building opened in 2017.

<u>Lofts at Mayo Park</u>: The Lofts at Mayo Park is a five-story, 29-unit market rate rental apartment project, which opened in 2017

<u>Flats on 4th</u>: This project is a six-story mixed use development consisting of 92 rental apartment units, with 19 of the units affordable to persons at 50% of the area median income, and 2,300 square feet of ground floor retail space. The building opened in 2018.

EXHIBIT B

<u>501 on First</u>: 501 on First is a five-story, mixed use development consisting of 84 rental apartment units and 21,000 square feet of commercial/retail spaces. It opened in 2018.

Residence at Discovery Square: The Residence at Discovery Square is a six-story, mixed use development consisting of 143 rental apartment units, with 20% of the units affordable to persons at 60% of the area median income, and 15,400 square feet of commercial/retail space. It opened in 2019

<u>Hue Apartments</u>. The Hue Apartments is a six-story, mixed use development consisting of 50 rental apartment units and 2,000 square feet of commercial/retail space The Hue Apartments opened in 2020

Even Hotels and Staybridge Suites: This is a 246-unit dual-branded hotel, which opened in 2021

<u>TownePlace Suites by Marriot</u>. TownePlace Suites by Marriot consists of a 110-unit hotel with two levels of underground parking. The hotel opened in 2021.

EXHIBIT C

Annual Certification of Mayo Clinic and Other Private Investment Dated March 23, 2022 as revised June 16, 2022

(Correspondence to Steve Grove, Commissioner, Minnesota Department of Employment and Economic Development and Attachments 1, 2 and 3)

EXHIBIT C

DESTINATION MEDICAL CENTER CORPORATION 201 4th St. SE. Rochester, Minnesota 55904

June 16, 2022

VIA ELECTRONIC AND U.S. MAIL

Steve Grove Commissioner Minnesota Department of Employment and Economic Development 1st National Bank Building 332 Minnesota Street, Suite F-200 Saint Paul MN 55101

Dear Commissioner Grove:

On behalf of the Destination Medical Center Corporation ("DMCC") and Mayo Clinic, I am pleased to forward the following revised materials for the April 1, 2022 certification, pursuant to Minnesota Statutes Section 469.47, Subdivision 2. Since our original submission of the Certification of Expenditures dated March 22, 2022, we have been working with the City and with Jeremy LaCroix and have revised certain numbers as follows:

- 1 <u>DMCC Certification</u>: I enclose the revised DMCC Certification of Expenditures made by an individual or entity, other than Mayo Clinic, for the period ending on December 31, 2021 ("Attachment 1"). The City of Rochester, Minnesota, assisted with the compilation of this report. The amount of 2021 investments set forth in this report is \$44,560,906.89.
- 2. <u>Mayo Clinic Certification</u>: The Mayo Clinic certification has not changed since our submission dated March 22, 2022. I enclose correspondence and accompanying materials from Christina Zorn, J.D., Chief Administrative Officer, Mayo Clinic, dated March 3, 2022 ("Attachment 2"). Mayo Clinic is certifying expenditures for the period of January 1, 2021 through December 31, 2021 in the amount of \$110,586,916.31
- 3. <u>Summary of Investments</u>: The revised summary page, entitled, "Certification of Expenditures, Destination Medical Center" is enclosed, setting forth total cumulative expenditures through December 31, 2021, in the amount of \$1,262,043,959.32 ("Attachment 3").

EXHIBIT C

Commissioner Steve Grove June 16, 2022 Page 2

Thank you for your consideration, and please do not hesitate to contact either DMCC or Mayo Clinic if you need further information. We look forward to continuing to work with the State of Minnesota, City of Rochester, Olmsted County, Mayo Clinic, and our other partners on the Destination Medical Center initiative.

Sincerely,

amele luhalrele) Pamela Wheelock

Chair

Destination Medical Center Corporation

Enclosures

cc: Destination Medical Center Corporation Board of Directors

Dennis Dahlen, Mayo Clinic

Jeremy LaCroix

1405189-3 DOCX

2021 Tracking Worksheet

Building Permits within the DMC Boundary

(Does not include Mayo Projects)

Completed

Projects
\$ 38,400
\$ 584,079
\$ 7,585,007
\$ 14,490,740
\$ 438,000
\$ \$ \$ \$

TOTAL \$ 23,136,226

2019/2020 Destination Medical Center - Partially Completed Projects Tracking

				7	2019	· -	2020		2021
		Tota	al Building Permit						
Project	Address		Value	Partial (Completed Work		Completed Work	Coi	mpleted Work
Hyatt House	315 1st Ave NW	\$	32,253,475 00	\$	6,940,448 00	\$	24,151,076.04	\$	1,161,950.96
Eleven02	101 11th Ave. SW	\$	29,690,975.00	\$	4,159,810.90	\$	24,377,346.96	\$	1,153,817.14
		\$	61,944,450.00	\$	11,100,258 90	\$	48,528,423.00	\$	2,315,768.10

2020 Destination Medical Center - Partially Completed Projects Tracking

					020	2 - 2	2021 [
		Т	otal Building Permit				
Project	Address		Value To Date	Partial Com	pleted Work	Com	pleted Work
Two Discovery Square	415 2Ave SW	\$	20,161,480.00	\$	5,553,179 85	\$	14,608,300.15

2021 Destination Medical Center - Partially Completed Projects Tracking

				·)21
		Tota	al Building Permit		
Project	Address		Value To Date	Partial Com	pleted Work
Brky Apartments	401 N Broadway	\$	25,000,000 00	\$	4,500,612.64

TOTAL \$ 44,560,906.89

Commercial Bldg	Alteration	R14-0094CB	3/14/2014	017965	101 E CENTER ST, ROCHESTER, MN 55904	\$38 400	Replaced all old windows, replace some brick that is bad and fill some holes	A & K Properties	Finaled	11/17/202
commercial Bldg	Alteration	R18-0144CB	8/1/2018	017926	21 SW 1 ST, ROCHESTER, MN 55902	\$584,079	Interior renovation of existing retail bank including electrical, plumbing and HVAC. (Wells Fargo)	Wells Fargo	СО	10/13/202
Commercial Bldg	Alteration	R19-0364CB	10/17/2019	018102	211 NW 2 ST 1311, ROCHESTER, MN 55901		Alteration to an existing dwelling unit. (Charter House)	Kenıtz	Finaled	12/2/202
Commercial Bidg	Alteration	R19-0308CB	12/9/2019	D48779	624 SW 3 AVE, ROCHESTER, MN 55902		Adding an elevator to an existing 60,791 sf church. (Zumbro Lutheran Church)	ZUMBRO EVANGELICAL LUTHERAN	co	1/26/202
Commercial Bldg	Alteration	R19-0361CB	12/27/2019	025320	709 SW 1 AVE, ROCHESTER, MN 55902	\$47,924	Whiripool equipment remodel and adding mechanical room (Rochester Area Pamily YMCA)	YOUNG MEN'S CHRISTIAN ASSOCIATION	Finaled	12/6/202
Demolition	Commercial	R19-0015D	7/3/2019	017784	324 SW 1 AVE, ROCHESTER, MN 55902	\$50,000	Demofilion of single story art building and existing parking lot	Ackerberg Group	Finaled	12/6/202
Demotition	Commercial	R19-0017D	7/25/2019	075680	1101 SW 2 ST, ROCHESTER, MN 55902	\$35,000	Demo of Virgil's Building	ROCHESTER HOTEL PARTNERS	Finaled	12//6/202
Demolition	Commercial	R19-0021D	9/6/2019	017760	405 SW 1 AVE, ROCHESTER, MN 55902	\$40 000	Tear down and remove entire Damsey restaurant structure	Premier Bank	Finaled	12/6/202
Commercial Bldg	Commercial	R19-0211CB	2/27/2020	83133	601 SW 2 ST, ROCHESTER, MN 55902	\$5,437,083	Footing, foundation to level to for 6 story 110 unit hotel with 2 levels of underground parking (TownePlace Suites by Marriott)	Portland Hotel LLC	Finaled	8/13/202
Commercial Bidg	Commercial	R19-0432CB	2/19/2020	81707	19 SW 1 AVE ROCHESTER, MN 55902	\$1,300,000	Tenant improvement new restaurant space within Kahler Hotel (Olde Brick House)	Ringneck Restaurants Inc	co	11/23/202
Multi-Family Bldg	Alteration	R20-0020MFB	08/28/20	11576	11111 2 ST SW, ROCHESTER, MN 55902	\$30,913	Reinforcement of existing roof structure to accommodate the Increase snov/loading due to the 1102 Hotel built next to it (Eleven02 Hotel Snow Drift)	Tyler Miles	Finaled	12/13/21
Sign	Business	R20-0086S	08/25/20	83133	123 6 AVE SW, ROCHESTER, MN 55902	\$612,000	Wall signs for Towneplace Surtes [lit] "TOWNEPLACE SUITES BY MARRIOTT", "Will & Charlie's Pub	Persona Sign Company	Finaled	12/13/2
Commercial Bldg	Alteration	R20-00S0CB	04/08/20	83795	202 4 ST SW 240, ROCHESTER, MN 55902	\$612,468	Build out of second level space for new office use tenant. (Discovery Square)	Silver Lake Investors	со	06/28/2
Multi-Family Bldg	Alteration	R20-0013MFB	04/20/20	17786	325 1 AVE SW, ROCHESTER, MN 55902	\$727,504	Reroofing, tuckpointing, window replacement, new entry doors, carpet, water piping, HVAC, lighting and misc. alteration throughout building (Newbridge Apartments)	Tapestry Companies	СС	03/01/2:
Sign	Business	R20-00735	07/14/20	17784	33 4 ST SW, ROCHESTER, MN 55902	\$23,336	Wall signs for The Hue [lit]	ACKY-324 LLC	Finaled	12/13/2
Commercial Bidg	New	R20 00\$3CB	08/05/20		601 2 ST SW, ROCHESTER, MN 55902	\$11,660,444	New 6 story 110 guest room hotel with 2 levels of underground parking (TownePlace Suites by Marriott)	TPS ROCHESTER I LLC	СО	08/13/2
Demolition	Demolition	R20-0009D	S/20/20	75694	18 1 Ave SE, Rochester 55904	\$824,075	Demolition and remival of existing building (former Post Bulletin building) on site	PB Rochester Investments LLC	Finaled	12/13/2
Commercial Bldg	Alteration	R21-0027CB	2/4/202	14505	44 SE 4 ST, ROCHESTER, MN 55904	\$ 20,000 00	Partial remodel of main level Adding conference room, moving office, updating bathroom (Schatz Law Firm)	Michael Schatz	Finaled	8/27/202
							Interior alteration to existing by expanding kitchen line, adding a new hood and oven			
Commercial Bldg	Alteration	R21-0031CB	2/10/202	17894	155 SW 1 AVE, #140, ROCHESTER, MN 55902	\$ 80,000 00	(Bruegger's Bagel) Remodel of approximately 1620 sq ft of	Fred Leon	C of C Issued	4/30/202
Commercial Bldg	Alteration	R21-0156CB	5/24/202	49770	624 SW 3 AVE, ROCHESTER, MN 55902	\$ 75,000 00	existing space into a space for youth (Zumbro Lutheran Church)	ZUMBRO EVANGELICAL LUTHERAN -	C of C Issued	12/2/202
					210 N BROADWAY AVE, #103, ROCHESTER, MN		Fit-up of the Surte #103 at the Queen Center			****
Commercial Bldg	Alteration	R21-0167CB	6/4/202		3 55906		(210 N Boadway) for "The Fit Loon". interior demolition and remodel for Wells	SKIATHOS LLC	C of C Issued	10/19/202
Commercial Bldg	Alteration	R21-0352CB	10/7/202		21 SW 1 ST, #102, ROCHESTER, MN 55902	\$ 25,000 00		ROCHESTER PROPERTY OWNER LLC CHARTERHOUSE INC - Deborah	C of C Issued	10/28/202
Multi-Family Bldg	Alteration	R21-000SMFB R21 0037MFB			211 NW 2 ST, #816, ROCHESTER, MN 55901 207 SW 5 AVE, APT 608, ROCHESTER, MN 55902	\$ 125,000 00	Remodel of apartment #816 (Charter House) Kitchen Remodel	Kenitz Cindy Boese	Finaled Finaled	9/8/202 12/15/202
Multi-Family Bldg	Alteration	(KZI 003/MFB	1/2//202	1 21210	1201 344 3 MAE' WE I 000' UCCHESTEL' MIN 22307	\$23,136,226		Lemay Boese	Triugien	12/15/202



200 First Street SW Rochester, Minnesota 55905 507-284-2511

March 3, 2022

Steve Grove Commissioner Minnesota Department of Employment and Economic Development 1st National Bank Building 332 Minnesota Street, Suite E-200 Saint Paul, MN, 55101-1351

Dear Commissioner Grove:

Attached with this letter is Mayo Clinic's certification of qualified expenditures of the medical business entity for the Destination Medical Center (DMC) initiative from January 1, 2021, to December 31, 2021. The amount of qualified investment is approximately \$110.6 million. Major projects included the continued modernization of Mayo Clinic Hospital, Saint Marys Campus; many improvements to Mayo Clinic's downtown Rochester, Minnesota, campus; and investment in DMC's Discovery Square life science sub-district.

As in prior years, Mayo Clinic is taking a conservative approach when counting DMC-eligible capital expenditures. Overall, we spent more than \$340 million on capital projects and equipment in Rochester in 2021 including improving our medical tissues archive and purchasing world-class medical equipment. In total, we plan to invest more than \$1 billion in Rochester facilities and equipment between now and 2025. Through 2021, our DMC investment totals more than \$762 million.

Looking back on 2021, I am grateful for our hard-working staff—in Minnesota and across the globe—who have put the needs of the patient first and sustained Mayo Clinic as a beacon of hope and healing Last year, our dedicated Mayo Clinic team served more than 1.4 million patients, administered more than 1.1 million COVID-19 tests, and expended more than \$1 billion on research activities Mayo Clinic also committed to investing in our people and our communities, including a guaranteed 4% minimum salary increase for eligible allied health staff in 2022 and community investments in Rochester totaling more than \$8 5 million including significant contributions to the Coalition for Rochester Area Housing, the Southeast Regional Crisis Center, and COVID-19 outreach and education

Together, these commitments to our patients, our people, and the places where we live and work demonstrate Mayo Clinic's continued efforts to sustain and grow Rochester as a global destination medical center. We remain committed to achieving the long-term DMC development and investment goals and, despite COVID-19, we remain on a strong path. We look forward to continuing our DMC partnership with the city of Rochester, Olmsted County, and state of Minnesota.

Thank you.

Sincerely,

Christina Zorn, J.D.

Chief Administrative Officer

Mayo Clinic

Permitted Expenditures from July 1, 2013 to December 31, 2021 Prior Years Expenditures Total Expeditures Total Signal Fixed Signal Prior Years Total Prior Years Total Signal Prior Years Total P

			2013 - 2020	Expenditures		Expeditures	Total Spent as
			Expenditures	not previously	2021	reported for	of December
	Project/Req Number	Project/Equipment Name	Reported	reported	Expenditures	2021	31st 2021
02/18/11	/R100580	Mary Brigh East Expansion	2,065,139 65			-	2,065,139 65
11/09/12 11/09/12	7R110910 /R121480	Dermatology Remodel Sports Medicine Center	9,123,648 24 5,666,939 49				9,123,648 24 5,666,939 49
07/03/13	7R121370	2915 Warehouse Infrastructure	693,219 52			-	693,219 52
07/10/13	7R130470	Core 200 SMH Operating Room Renovation	1,411,411 46			-	1,411,411 46
07/10/13 07/10/13	7R100320 7R121490	Anatomic Pathology Office Remodel Psychiatry and Psychology Master Plan, Phase 1A - Generose Mair	476,041 94 1,213,985 91			-	476,041 94 1,213,985 91
07/11/13	7R120570	Development Remodel	2,679,274 32			-	2,679,274 32
08/01/13	7R130980/7R130981	Bed Tower Modernization MB east	44,118,257 74			-	44,118,257 74
08/01/13 08/14/13	7R130990/7R130991 7R130650	Domitilla 3 Modernization Remodeling laboratory space on Guggenhelm 5	7,762,425 78 265,065 76			:	7,762,425 78 265,065 75
08/29/13	7R130810	Saint Marys Hospital Chiller Addition	4,631,632 46			-	4,631,632.46
09/25/13	7R130180	Institute Hills Chiller Replacement	441,903 16			-	441,903 16
11/06/13	7R130820 7R110200	Radiation Oncology Room "E" Linear Accelerator Replacement DLMP Philebotomy Remodel	188,793 94 1.615,648 60			-	188,793 94 1,615,648 60
12/11/13 02/05/14	7R120870	Mary Brigh Electrical Upgrades (Phase 3)	2,002,781 62			-	2,002,781 62
02/21/14	7R121420	SDSC Expansion Construction Only	21,500,990 14			-	21,500,990 14
02/26/14	7R121080	Creation of the consolidated freezer and BAP facility at the 2915 Wareho	4,006,693 46 774,090 58			-	4,006,693 46 774,090 58
02/26/14 03/19/14	7R130690 7R131440	Remodeling of multiple laboratories on Guggenheim 8 Four Operating Rooms Off Core 700	3,082,756 73				3,082,756 73
04/23/14	7R131300	Remodeling within the Metabolomics Core on Alfred 5	616,212 48			-	616 212 48
202014	R2007523 / 7R131300	Thermo TSQ Triple Quadrapole MS (assets 147506 & 145344)	596,292 00			-	596,292 00
04/23/14 04/30/14	7R131420 7R131270	Remodeling within Opus 1 to accommodate space for a new CT machine Employee and Community Health Southeast Clinic	480,162 90 4,326,200 60			-	480,162 90 4,326 200 60
04/30/14	7R120690	Cardiao Catheterization Procedure Room 103 Remodel - Saint Marys, Mt	412,584 91			-	412,584 91
06/04/14	7R140130	Gonda 5, 5th PET/CT Installation & Uptake	301,874 69			-	301,874 69
06/18/14 07/02/14	7R140540 7R131400	Executive, Development and International Program Expansion - Mayo Ea DOM 3/4 Infrastructure Revisions for Remodeling	1,389,522 23 2,109,759 78			-	1,389,522 23 2,109,759 78
07/23/14	7R130760	Clinical Genome Sequencing, Lab Expansion	296,600 82				296 600 82
08/14/14	CPC2010723 / 7R130820	Varian Medical Systems (asset 145374)	3,334,879 00			-	3,334,879 00
08/20/14 03/04/15	7R140480 7R140790	CMCT and Prev Med Relocation Gonda 18 to Mayo East 17 Cancer Center Station Eisenberg 4-3	358,383 16 892 147 20				358,383 16 892,147 20
03/18/15	7R140780	CT Simulator I Replacement Chanton S 259, S-261	191,170 81			-	191,170 81
11/13/14	CPC2010473/7R140780	CT Scanner - 5yr (Asset 162815)	687,812.80				687,812 80
04/29/15	7R150070	Charlton 2 Incremental 3T Body Scanner 3T Siemens Skyra MRI (assest 166876, 167065-167082)	749,773 48 1,637,261 00			-	749 773 48 1,637,261 00
04/29/15 05/13/15	CPC2015146/7R150070 7R150080	SMC, Mary Brigh Main NH, MR-MCR 1 5T Replacement Scanner	448,573 83			-	448,573 83
05/13/15	CPC2015438/7R150080	GE, 1 5T Optima MR450W (assest 165084, 165346-165359)	1,130,292 00			-	1,130,292 00
05/13/15	7R150090	SMC, Mary Brigh Main NH, MR-MCR 1 5T Replacement Scanner	595,824 88			-	595,824 88 1.513.704 55
05/13/15 07/22/15	CPC2015436/7R150090 7R130230	DISCOVERY MRI Mary Brigh (assets 169437,171643, 171651, 171661~ Renovation Mary Brigh Main, PACU - Phase 4	1,513,704 55 2,059,423 01			:	2,059,423 01
05/14/15	7R140390	SMH Mary Brigh East Corridor Relocation	4,918,632 07			-	4,918,632 07
02/25/15	7R140970	Dr Lee Diamond Reactor Lab Remodel on Med Sci SL	226,408 57			-	226,408 57
7/23/2014 3rd qtr 2014	7R131280 CPC2007008/7R131280	MR RO-CN-1-MR/PET installation GE, DISCOVERY MR750 PET (Assets 149876, ,150145-150157, 15066)	781,558 09 3,698,538 02			-	781,558 09 3,698,538 02
8/20/2014	7R140140	CT Scanner Replacements (3L, 3Z & 4J) - somatom - CH 2	561,057 62			_	561,057 62
3rd qtr 2014	CPC2010196/7R140140	Somatom Force CT (Asset 157628)	1,831,372 00			•	1,831,372 00
12/11/2014 08/14/14	7R140770 CPC2010723/7R140770	Linear Acc Replace Rm ' C" VARATHON MEDICAL, TRUE BEAM (Asset 162800)	185,937 00 2,895,908 00			-	185,937 00 2,895,908 00
08/14/14	CPC2010184/7R140770	SIEMENS, CT EDGE (Asset 163463)	856,459 02			-	856,459 02
08/14/14	CPC2010189/7R140770	SIEMENS, SOMATOM DEFINITION (Asset 164325	862,578 20			•	862,578 20
10/9/2014 08/14/14	7R140160 CPC2010068/7R140160	Incremental MRI Body Scanner SIEMENS, SKYRA 3TMRI (Asset 157191, 157322-157339)	603,049 87 1,859,239 00			-	603,049 87 1,859,239 00
12/12/2013	7R121290	GO3 Build 2 CT Bays	656,293 35			-	656,293 35
11/13/14	CPC2010188/7R121290	SIEMENS, SOMATOM FORCE CT (Asset 149843)	1,750,000 00			-	1,750,000 00
05/08/14	CPC2008778/7R120690	PHILIPS, XPER FD20 (Assets 147302, 147339, 147392)	1,649,213 30 4,989,615 93			-	1,649,213 30 4,989,615 93
1/9/2015 8/21/2014	7R140090 7R140220	Neurology Renovation, Mayo 8 Mayo 8 - Lobby Remodel	1,137,290 91			-	1,137,290 91
4/28/2015	7R140700	Vascular OR Core 801 SMH	1,059,949 88			-	1,059,949 88
5/30/2014	7R140170	Rad Vascular Imaging Ste 90	144 461 29 985,408 00			-	144,461 29 985,408 00
5/8/2014 2/4/2014	CPC2008468/7R140170 7R130050	SIEMENS MEDICAL, ARTIS ZEE (Asset 148871,146872 CT MBM Incremental Interventional CT	1,268,114 01				1,268,114 01
8/1/2013	CPC2002220/7R130050	SIEMENS, DEFINITION EDGE CT (Asset 148622, 148623)	1,315,697,00			-	1,315,697 00
10/15/2014	7R140150	CH N Neuro Scanner CN I-119C SIEMENS PRISMA 3T MRI and Accessories (Asset 157677, 157935-15	561,796 54 2,241,875 00			-	561,796 54 2,241,875 00
8/14/2014	CPC2010082/7R140150	USPS Building Purchase (Asset 156757, 156758)	2,185,017 25			-	2,185,017 25
12/11/14		Land for Ronald McDonald House (Asset 147588, 147589)	1,000,203 16			-	1,000,203 16
8/14/2014	CPC2007616/7R140130	GE, DISCOVERY 710 PET Scanner (Asset 148389)	2,103,046 58 533,262 51				2,103,046 58 533,262.51
2/17/2016 5/25/2016	7R151530 7R151390	Fixed Wing Building Hematopathology Consolidation, Hilton Building 7th Floor	2,018,886 34			-	2,018,886 34
6/29/2016	7R150B70	Vacate Ei 7-1/7-2 Dermatology Phototherapy Phototherapy Relocation	439,830 58			-	439,830 58
8/31/2016	7R160520	Relocation of Respiratory Care Unit	1,184,489 68 1,882,309 32			-	1,184,489 68 1,882,309 32
3/31/2016 6/30/2016	7R151490 7R150740	Linen Service Depot-3939 Bulding Media On Demand Replacement Project	699,440 19			-	699,440 19
7/8/2016	7R151570	Temporal Bone Lab remodel (original \$500K)	126,259 12			-	126,259 12
4/27/2016	7R150760	Dr Misra Laboratory, Gugg 6	314,232.69 507,816 33			_	314,232.69 507,816 33
6/8/2016 9/14/2016	7R160650 7R160340	Lab Remodel Gugg 17 and 18 Space assignment for Dr. Burns and Dr. Scarlsbrick surgery – Guggenhe	372,474 03			-	372 474 03
9/28/2016	7R151450	Guggenhelm 13 Space Remodel	286,997 78			-	286,997 78
6/30/2016	7R140810	Charlton Desk R Lobby Remodel	397,223 24			-	397,223 24 23,568,520 11
11/1/2015 2/17/2016	7R151060, 7R15106E 7R150100	Jacobson Building Operating Rooms Charlton 1 PET/CT (DRX- 1 Replacement) E-3006	23,568,520 11 132,948 22			-	132,948 22
2/11/2016	CPC2021826/7R150100	GE - Discovery PET/CT 710 (Asset 178322)	1,500,726 20			-	1,500,726 20
May 2016	7R150010	Gastroenterology & Hepatology Renovation	7,362,527 52 1,126,322 95			-	7,362,527 52 1,126,322.95
9/29/2016 9/29/2016	CPC2026475/7R150010 CPC2026506/7R150010	Stryker Sales Corporation - Alfred 6 Integration (Assets 180598-180603) Philips Fluoroscopy (Assets 181122-181123)	1,335,625 38			-	1,335,625 38
Aug 2016	7R160670	TT MRI Scanner	1,916,246 30			-	1,916,246 30
2/1/2014	7R140100	SMH Campus Radiology Consolidation	23 568,544 51			-	23,568,544 51 17,320,752.84
11/1/2015	7R150830 7R150670 & 7R150671	Mary Brigh East Tower Additional Floors Elsenberg 7-1 and 7-2	17,320,752,84 6,312,270 07			-	6,312,270 07
11/1/2015 12/1/2015	7R150970 & 7R150671	Pre Post Expansion on Gonda 2 Gonda 2-467	266,028 69			-	266,028 69
11/19/2015	7R131510	Franklin Heating Station Chiller #4 Replacement	2,286,167 61			-	2,286,167 61
11/4/2015	7R141050 CPC2023942/7R141050	Mary Brigh 4, Room 106 Heart Rhythm Services Remodeling Slemens - Fluoroscopy 106 (Asset 172294)	538,995 91 1,508,299 00			-	538,995 91 1,508,299 00
5/5/2016 11/4/2015	CPC2023942//R141050 7R141050	Mary Brigh 4, Room 111 Heart Rhythm for Equipment Replacement	217,834 13			-	217,834 13
8/11/2016	CPC2024041/7R141060	Siemens - Siemens fluoroscopy room 111 (Asset 179164)	801,942,00			-	801,942,00 354,930 50
11/4/2015	7R150850 CPC2019384/5/7R150850	Chariton North MR-MCR NU 3T Replacement Scanner MAGNETOM Prisma 3T (asset 173601)	354,930 50 2,184,842 00			-	2,184,842 00
11/4/2015	7R150840	Charlton North MR-MCR NT 1 5 Replacement Scanner	587,509 18			-	587,509 18
	CPC2019387/7R150840	SIEMENS, 1 5T OPEN 70CM (assets 169436,171642,171650,171652-17	1,188,732 00			-	1,188,732 00
5/1/2015	7R141150	Research Biplane Anglography System Replacement SIEMENS ARTIS ZEE BIPLANE (asset 165045-165046)	78,970 28 1,158,442 00			-	78,970 28 1,158,442 00
5/1/2015	R2017007/7R141150	SIEMENS ARTIS ZEE BIPLANE (asset 165045-165046) 41st Street Professional Complex	9,831,862 38			-	9,831,862 38

Permitted Expenditures from July 1, 2013 to December 31, 2021

		, , , , , ,		Prior Years		Total	
			2013 - 2020	Expenditures		Expeditures	Total Spent as
Approval Date	Project/Reg Number	Project/Equipment Name	Expenditures Reported	not previously	2021	reported for	of December
	7R160100, 7R160101, 7R160102,		Reported	reported	Expenditures	2021	31st 2021
May-16	7R160103		8,392,748 33			-	8,392,748 33
2016 2016	R2025131/7R160100 R2025134/7R160100	Motoman (Asset 184543) Autogen (Assets 175437-175447)	4,031,657 00 2,023,074 27			-	4,031,557 00
2016	R2025138/7R160100	Hamilton Star (Assets 171685, 172326)	440,763 20			-	2,023,074 27 440,763 20
2016	R2025143/7R160100	Hamilton Bios Freezer (Asset 186447)	5,127,252 84			-	5,127,252 84
2016	R2025249/7R160100	PerkinElmer Spectrophotometer (Asset 169459)	39,920 00			-	39,920 00
3Q16 3Q16	R2026730/7R160100 R2026898/7R160100	Hamilton Robotic Upgrades Hamilton Star (Asset 179090)	45,951 00 235 653 10			-	45,951 00 235,653 10
4016	R2027700/7R160100	Hamilton Tube Handler - REQ#2027700	34,358 20				34,358 20
1017	R2030177/7R160100	Hamilton Capper/Decapper Motoman Line (Asset 183593)	77,010 00				77,010 00
2Q17 3Q16	R2031170/7R160100 R2026141/7R160100	Haml ton Star EasyBlood Liquid Handler (Assets 181647-181649) Verso M2 - (Asset 179334)	776,489 90 729,256 34			•	776 489 90
4Q16	R2027695/7R160100	Hamilton EasyBlood Units (Assets 176522-176524)	721,818 90			:	729 256 34 721,818 90
1017	R2029764/7R160100	Hamilton B'os PMI #3 (PO 20028966)	4,030,363 09			-	4,030,363 09
1Q18 11/1/2015	R2035655/7R160100 7R150570, 7R15057A-7R15057D	Hamilton Freezer Blos HL20 (PO 20031301)	2,509,226 94			<u>.</u>	2,509 226 94
8/11/2016	CPC2025789/7R15057B	Mary Brigh East Operating Rooms Siemens - Artis Zeeog Card Thorax (Asset 180570)	727,108 67 1,466,062 00			-	727,108 67 1,466 062 00
8/11/2016	CPC2026999/7R150570A	GE - Discovery IGS 740 (Asset 179172)	1,363,946 45			-	1,363,946 45
12/1/2015	7R151460	Gonda 14 Radiographic Room DR Conversion E15-3011 RAD-MCR GO	112,034 00			-	112,034 00
12/1/2015 12/1/2015	7R151470 7R150980	Gonda 14-158 Duo DR Replacement, E15-3014 RAD MCR-GO14-158 West Pre/Post Remodel, Mary Brigh Main	154,034 23 2,022,954 79			-	154,034 23 2,022,954 79
8/19/2015	7R150650	Radiology - Chariton 1, VG6 Replacement E15-3003	138,704 91			-	138,704 91
8/19/2015	CPC2015772/7R150650	GE DISCOVERY 670 PRO	948,408 45			-	948,408 45
9/21/2016 12/21/2016	7R160970 7R151630	Cardiovascular Diseases Patient Appointment Coordinator Reproductive Endocrinology and Infertility Relocation	200,409 53			-	200,409 53
12/21/2016	7R160540	Remodel Mary Brigh 6 to Increase Medical ICU capacity	2 378,634 23 1,954,174 55			:	2,378,634 23 1,954,174 55
12/31/2016	7R151000	Mayo Building - Substation MA-E-5 Replacement	612,251 93			-	612 251 93
5/25/2016 6/14/2017	7R151380 7R151560 & 7R170130	Pharmacokinetics Core Relocation	469,019 61			-	469,019 61
3/15/2017	7R151400	Remodel Ba'dwin 1 for ISP / Baldwin 1 Entry Vestibule Replacement Mycology/TB Expansion Hilton 8	4,186,165 25 3,256,953 15			-	4,186,165 25 3,256,953 15
3/15/2017	7R160790	CMIL/NIL Relocation and Expansion, Hilton 7	1,511,410 88			_	1,511,410 88
9/6/2017	7R151290	Human Cellular Therapy N2 Tank Storage Facility	491,016 90			-	491,016 90
9/6/2017 9/6/2017	7R160160 7R170260	Conversion of OR 609 from Hybrid OR to Coventional OR Gonda 2 Decontamination Space Remodeling	496,613 67 285,911 99			-	496,613 67
9/30/2017	7R170730	Eisenberg AHU S-55 Replacement to Support REI Practice Relocation	803,858 23				285,911 99 803,858 23
2/2/2017	7R161520	41st Street	4 892,701 70				4 892,701 70
8/10/2016	7R160940	Guggenhelm 15 02 Integration of core facility and laboratory program\	368 357 82			-	368 357 82
3/8/2017 6/22/2016	7R160110 7R160750	Aging Center Space Remodel, Guggenheim 7 Stabile 11 Lab construction - Revzin	551,139 89 314,372 07			•	551,139 89 314,372 07
12/7/2016	7R161510	Installation of Open MRI System, Opus 1	590,676 24			-	590 676 24
1/11/2017	7R170020	Lab renovation ST 11, CRM recruit, Dr. Quinn Peterson	121,165 35			-	121,165 35
10/5/2016 1/4/2017	7R160980 7R160290 & 7R160280	Saint Marys Campus Complex Intervention Unit E16-3005 MR MCR-GO3 1 5 MR Scanner #1	2 237,613 54			•	2 237,613 54
11/10/2016	CPC2026320/7R160260	Siemens - MAGNETOM Aera (Asset 182886, 182863-182881)	1,276,416 38 1,688,565 00			-	1,276 416 38 1,688 565 00
3/30/2017	7R161300	RMC S-8 AHU Replacement	599,281 36			-	599,281 36
12/7/2016	7R140380	SMOP/Radiology Desk	3,571,641 14			-	3,571,641 14
5/25/2016 5/5/2016	7R151430 CPC2023488/7R151430	Mary Brigh Main SMC Radiology Hybrid Procedural Suite - MR Suite Philips - Ingenia 1 5T Omega HP R5 Q1 (Asset 183632, 183885-183897)	2,180,505 45 1,474,847 09			-	2,180,505 45 1,474,847 09
10/1/2018	7R110520	SMH Bulk Medical Gas Systems Replacement	977 452.73			-	977,452 73
10/1/2018	7R140180	Mary Brigh Main WestEntrance Upgrades	1,136 995 31			-	1,136,995 31
7/24/2018 6/13/2018		Neurology EEG/Epi'epsy Remodel - DO 2 & JO 2 Gugg 13 Remodel	1,149,596 73 484,303 51			-	1,149,595 73
11/28/2018		Plummer Library Renovations Phase 3&4	433,105 21			-	484,303 51 433,105 21
5/3/2018	7R151420/CPC2036523	Philips Healthcare (Asset 196890)	423,890 40			-	423,890 40
2/22/2018		Office of Information Security Consolidation	1,117,001 99			-	1,117,001 99
6/30/2018 11/6/2018	7R160730 7R161270	Brackenridge Education Room Build out USP 800 Hasszardous Drug Handling Remodel	526,051 76 1,045,677 42			-	526,051 76 1 045,577 42
7/1/2018	7R161450	SMC Chilled Water Distribution Loop	934,150 96			-	934,150 96
10/1/2018	7R161501	Joseph Bidg Scope A Centralized Infrastructure	3,276,910 54			-	3,276,910 54
3/1/2018 3/14/2018		RMC S-5 Air Handling Unit Replacement Tissue Typing Lab Pre-DNA Extraction Contamination Control	952,822 05			-	952,822 05
5/24/2017		Retrofitting Med Sci 5 large animal facility; DCM Phase I	353,779 74 637,314 97			-	353,779 74 637,314 97
2/22/2018	7R170480	Consol dation/Relocation of Revenue Cycle	2,129,432 35			-	2,129,432.35
6/13/2018	7R170500	Gonda 15 Conversation of Family Walting Room to Pre/Post Space	587,084 72			-	587,084 72
6/27/2018 3/14/2018	7R170800 7R170900	GU 5-Chakraborty lab construction, remodel west bay of GU 5 SMC OR 604,608, and 600 Decontamination Room Remodel, MB 1	848 596 35 1,118,164 67			-	848,596 35 1,118,164 67
3/14/2018		E-18-3009 NM-MCR-CH1-R-PET/OT DRX2	159,572 79				159,572 79
6/13/2018	7R180150	SC18-3002 RAD-MCR-MAE4-I-Thorado Reading Rooms	253,593 73			-	253,593 73
7/1/2018 10/1/2018		Medical Sciences 3 (Dr. A. Pandey and Proteomics Core) Pandey Biosafety Hoods—REQ#—R2050798 (PO 20033617) (Assets	231,534 87			•	231,534 87
10/1/2018	R2050806 / 7R180440	Pandey BIOGNOSYS License—REQ#—R2050806 (PO 20033762)	13,362.24 12,000 00			-	13,362.24 12,000.00
10/1/2018	R2050567 / 7R180440	Pandey Fusion Lumos_2018-REQ#-R2050567 (PO 20033606)	1,308,079 83			~	1,308,079 83
401410040	700470774774	Pandey Lab Fisher Capital 1-REQ#-R2049967 (PO 20033266) (Assets	en				
10/1/2018 10/1/2018		189861,190212,190906,193862) Pandey VWR shaker-REQ#-R2050783 (PO 20033611) (Asset	57,209 39 6,893 59			-	57,209 39 6.893 59
10/1/2018	R2050789 / 7R180440	Pandey Nikon scopeREQ#R2050789 (PO 20033602) (Asset 190249)	18,799 83			-	18,799 83
2/1/2018	8R170470	Centralized Distribution of Utilities 41st Street	4,944,173 53				4,944,173 53
12/31/2016		Hilton Substation Replacement £17-3006 CT-MCR GO3-R-3V Scanner	2,479,367 29			~	2,479,367,29
11/15/2017 11/15/2017		Slemens Somation Force (Asset 185457)	59,889 05 1,930,400 00			-	59,889 05 1,930,400 00
3/15/2017	7R140260	Psychiatry & Psychology Master Plan Phase I	1,482,321 51				1,482,321 51
3/16/2017	7R160140	Upgrade of Medium Voitage Switch Center	1,034,828 91			٠,	1,034,828 91
6/14/2017 3/15/2017		Mary Brigh Kitchen Replacement East Tower Ground Level E16-3010 MCR-DT-I-Incremental Downtown CT Scanner #1	1,646,319 22 1,726,161 72			•	1,646 319 22 1,726 161 72
3/15/2017	CPC160390/7R160390	Siemens, Somatom Force CT (Asset 188881)	2,084,921 00				2,084,921 00
6/14/2017		E16-3009 RAD-MCR-GO14 Radiographic Room DR Conversion	308 593 62				308,593 62
6/14/2017 9/6/2017	7R160640 7R160910	Pattent Lifts for Mary Brigh PCU 5C & 5F Mary Brigh Shell Space Fit-Up (NICU & PICU)	829 680 46 411 886 88			-	829,680 46 411,886 88
3/15/2017	7R160950	Mary Brigh Shell Space Fit-Up (NICU & PICU) Antibody/Protein Immunology & Cinical Immunoassay Lab Relocation	411,886 88 3,644,272 87			:	411,886 88 3,644,272 87
11/15/2017	7R161180	Saint Marys Dialysis Unit	3,452,808 69			-	3,452,808 69
11/15/2017	7R161200	E17-3005 MR MCR MBM-R-MR29 Replacement	780,175 64			-	780,175 64
11/15/2017 11/15/2017	CPC2032958/7R161200 7R161280	GE, Signa Artist 1 5T (Assets 188037-188049) Enhanced Critical Care Expansion	990,208 00 171,586 57			-	990,208 00 171,586 57
10/26/2016	7R161350	Relocation of Dr. Rajiv Kumar's Laboratory to GU 6 Drs. J. Grande and	280,649 20			-	280 649 20
11/8/2017	7R170040	Gonda 19 space remodel	267,061 02			-	267,061 02
12/31/2017 1Q17		SMC Mary Brigh Surgical Services AHU Replacement Mary Brigh 3rd Floor OR Rooms Fit Out	2,047,419 63 24,543,539 46			•	2,047,419 63 24,543,539 46
9/27/2017	7R160230	Research PET/CT Charlton 6	2,291 819 29			_	2,291,819 29
	R2050020 / 7R160230	Biograph Vision 600 (asset 192309)	2,015,000 00			•	2,015,000 00
4/11/2019	7R181000	REO Makeup and Export Water Tank Global Business Solutions Consolidation	831,767 94			-	831,767 94
4/11/2019 3/13/2019		Global Business Solutions Consolidation RST SMC/RMC Visitior Cafeteria	353,569 35 20,786 96			-	353,569 35 20,786 96
2/1/2019		Mail Order Pharmacy Relocation	7,545,680 99			-	7,545,680 99

Permitted Expenditures from July 1, 2013 to December 31, 2021

		•		Prior Years		Total	
			2013 - 2020	Expenditures		Expeditures	Total Spent as
			Expenditures	not previously	2021	reported for	of December
Approval Date	Project/Req Number	Project/Equipment Name	Reported	reported	Expenditures	2021	31st 2021
	CPC2034616, CPC2049576, CPC2049796, CPC2049797 /						
402019	7R170210	Pharmacy Automation - Innovation (Asset 195397)	2,722,535 76			_	2,722,535 76
402013	7R161540,7R170920,7R170922-	, named Valougilous - innovation (1936), 193951)	2,722,000 10			_	2,722,000 70
2Q17	7R170924, 7R17092E	Discovery Square	10,637,549 74		515 897 26	515,897 26	11,153,447 00
	7R161010,7R161020,7R161030,	. ,					
	7R161031,7R161040-7R161042,						
	7R161050,7R161060,7R161070,	,					
	7R161080,7R161090,7R161100,						
	7R161110,7R161120-7R161123,						
1017	7R161130 8R160740	SMC Modernization and Growth	113 201,160 34		13 480,545 52	13,480,545 52	126,681,705 86
5/8/2019	7R160701	Sports Medicine Relocation to DAHLC 4	1,052,000 19		7,766 16	7,766 16	1,059,766 35 6 247,409 20
2/14/2019 1/16/2019	7R170400 / ROAW19C0010 7R170540	Archives Warehouse Tissue Registry Expansion Redesign of Jacobson Locker Room	5,417,863 59 186 270 76		829,525 61	829,525 61	186,270 76
10/24/2018	7R170820	Remodel of GIH Research Space GU 17, Phase 1	1,075,337 47		212 374 74	212,374 74	1,287,712 21
5/30/2019	7R180100	SMH River Room	280,770 05		580,280 36	580,280 36	861,050 41
10/2/2019	7R180120	RST E18-3008 MR MCR GO3-I-3T MR Scanner	851,472.87				851,472 87
3/2/2018	R2036200 / 7R180140	Discovery MI 25CM (Asset 189900)	2,697,744 00				2,697,744 00
9/19/2018	7R180160	Radiology Office Space and 3D Lab on Joseph 6	2,916,525 65		553,814 08	553,814 08	3,470,339 73
7/27/2018	7R180200	SMC Decontamination Remodel Equipment and Replacement	1,265,367 54		20,173 90	20,173 90	1,285,541 44 5,291,397 02
6/26/2019	7R180240	RST Impact Lab Expansion CAR-T Cell Initiative 0068-18 E18-3021-RAD MCR MSH MMB R-RAD DR Conversion	4,438,955 85 412,119 12		852,441 17 1,683 00	852,441 17 1,683 00	413,802 12
11/13/2019 8/15/2018	7R180310 7R180360	Eisenberg Dumbwaiter Replaceme	1,229,313 11		1,410,068 65	1,410,068 65	2,639,381 76
9/30/2019	7R180450	Administrative Drop in Center	790,558 69		8,540 52	8,540 52	799,099 21
10/9/2019	7R180480	Or Pipe Lab-DiscSq1	843,180 42		6,685 50	6,685 50	849,865 92
10/18/2018	7R180610	Mayo Clinic Food Service, RMC	501,259 24		30,473 77	30,473 77	531,733 01
12/10/2018	7R180690	3D Metal Printer for Div of Engineering	724,648 73		(4,219 00)	(4,219 00)	720,429 73
2/14/2019	7R180750	41st Street Complex Employee Caleteria	5,468,004 77		248,234 37	248,234 37	5,716,239 14
302019	7R180900	RMC Eisenberg AHU-S62 Replacement 41st St Complex Infrastructure Upgrades- Phase 3	1,008,670 00 1,322,622.51		11,838 13 728,311 55	11,838 13 728 311 55	1,020,508 13 2,050,934 06
2Q2019 3Q2019	ROFF19C0010 ROJO18C0020	Joseph 1 Northwest Local Infrastructure-SMC River Room Expansion	1,322,622.61 85,696.04		24.890 22	24,890 22	110,586 26
8/28/2019	ROJO19C0010	0050-19 RST Creation of New MED 13 Hospital Service	4,729,460 52		298,572 25	298,572 25	5,028,032 77
2/14/2019	ROMA18C0020	Mayo 11 Remodel	7,283,353 56			,	7,283,353 56
6/26/2019	ROMB19C0030	RST SMC Sterile Processing Renovations	685,561 71		17,430 84	17,430 84	702,992 55
6/26/2019	ROOP19C0010	Opus MRI install	152,222 73		874 72	874 72	153,097 45
6/26/2019	R2064500/ROOP19C0010	3T GE Signa MRI (Assets 200174-200180, 200183)	-	1,506,529 08		1,506 529 08	1,506,529 08
6/13/2019	ROXX18C0020	Healthcare Technology Management Expansion at 1937 Building	260,590 09		1,237 50	1,237 50	261,827 59
10/2/2019	ROXX19E0180	RST Practice Optimization Acceleration E17-3007 DE-MCR CT-MBM 1-MP Hybrid Suite Phase 2	237,673 42		3,166 65 17,191 00	3,166 65 17,191 00	240,840 07 1,292,174 34
8/27/2018	7R151420 CPC2033104 / 7R151420	PHILIPS, AZURION 7 M20 (Asset 192750)	1,274,983 34 1,259,678 14		17,191 00	17,19100	1,259,678 14
6/28/2018	7R170290	Human Cellular Therapy Expansion	1,237,268 47		803,679 01	803,679 01	2,040,947 48
12/6/2018	7R180260	Revenue cycle consolidation / relocation	3,977,536 11		1,180 20	1,180 20	3,978,716 31
8/12/2019	ROSI19C0010-ROSI19C0016	Subyray Refresh Project	16 134,594 23		3,797,426 99	3,797,426 99	19,932,021 22
	R2047012 / 7R180120	GE, SIGNA PREMIER 3T (Assets 197210, 197272-197290)	-	2,635,208 68		2,635,208 68	2,635 208 68
9/30/2019	7R170280	Remodel Mayo W15 Lobby and Reception	•	39,498 20	991,746 01	1,031,244 21	1,031,244 21
11/01/19	7R170590	Block 6 Parking Ramp Disco Square		732,687 87 258,276 23	5,171,212 85 1,956,920 93	5,903,900 72 2 215,197 16	5,903,900 72 2,215,197 16
07/17/19 12/10/2020	7R170750 7R170960	Saint Marys Hopsital Shared Procedural/Simulation/Techology RMC Surgical Remodel Phase 2 of 5	•	3,786,562 95	12,279,715 32	16 066,278 27	16,066,278 27
	7R180180	Patient Lift Installations Mary Brigh 6C		31,443 39	253,843 14	285,286 53	285,286 53
12/18/19	7R180260	Gonda 9 GIH Endoscopy Remodel		349,191 43	1,670,217 40	2,019,408 83	2,019,408 83
9/29/2021	7R180300	E18-3004 CT-MCR-ETM I-MP-HPS Phase 3	_	35,266 59	200,885 80	236,152 39	236,152 39
3/31/2020	7R180420	2018 Nurse Call System Replacement	•	97,306 68	152,632 62	249,939 30	249,939 30
6/23/2021	7R180590/ROJO18C0030	CV Echo/Stress Consolidation with Renovation on Joseph 4 Infrastructure	-	158,912 74	1,167,967 64	1,326,880 38	1,326,880 38
06/26/19	7R180970	E19-3007 MR CMR-NCL-I 3T	-	298,669 25	415,519 05	714,188 30	714,188 30
06/26/19	CPC2053403 / 7R180970	SIEMENS, MAGNETOM VIDA (Assets 203494-203498, 203501)	-	40 470 00	2,303,782 00	2 303,782 00 517,723 41	2,303,782.00 517,723 41
04/10/19	7R180980 CPC2051426 / 7R180980	E19-3004 MR MCR CNL-R-NP MR Scanner GE, SIGNA PREMIER 3T (Assets 206384,207102,207104,207105,20710	•	18,472 86	499,250 55 2,350,807 00	2,350,807 00	2,350,807 00
04/10/19 9/30/2020	8R141000	Saint Marys Campus Peace Garden Landscaping	- :	239,962 82	402,289 34	642,252 16	642,252 16
12/16/20	ROEI20C0150	El 07 Eisenberg 7-4 Remodel		55,397 51	2,451,588 39	2,506,985 90	2,506 985 90
12/18/19	ROFF19C0020	FF 01 Comprehensive Occupational Recovery and Care Coordinat	-	95,974 81	445,520 75	541,495 56	541,495 56
12/04/19	ROGE19C0010	GE Inpatient Units Safety Updates and Renovation	-	1,457,022 68	2,876,674 52	4,333,697 20	4 333,697 20
03/11/20	ROGE20C0010	GE 03 Generose 3W and 3E Safety and Renovations	•	1,150,852 78	2 227,795 76	3,378,648 54	3,378,648 54
12/18/19	ROGO19C0020	GO 12 Center for Aesthetic Medicine and Surgery	•	70,457 68 254,078 63	1,433,612 93 1,363,169 93	1,504,070 61 1,617,248 56	1,504,070 61 1,617,248 56
02/26/20	ROGO19C0050 ROGO19C0090	GO 03 SC19-3003 MR-MCR-GO3-I-Patient Prep Remodel GO 06 Exam Buildout	•	74,682 54	3,978,505 39	4,053,387 93	4,053,387 93
12/16/20	ROGO19C0100	GO Increase in Capacity for Chemo Chairs	-	43,863 87	1,097,313 32	1,141,177 19	1,141,177 19
08/26/20 1/13/2021	ROGO20C0060	GO 12 Medivator Redesign		332 28	286,477 89	286,810 17	286,810 17
10/02/19	ROJ018C0010	JO Relocation of Occupants to Consolidate Echo Stress	-	19,576 34	71,327 49	90,903 83	90,903 83
11/27/19	ROMB19C0010	MB 01 Frozen Section Laboratory Remodel	-	180,863 41	1,551,905 59	1,732,769 00	1,732,769 00
12/07/20	ROMB19C0020	MB MN SC19 3002 DE MCR-MBM R-MP Reading Rooms	•	38,154 23	619,520 18	657,674 41	657,674 41
10/14/20	ROMB19C0090/ROMB19C0100	MB Core 500 West OR Renovation - North and South	•	206,240 90	3,000,180 66	3,206,421 56	3,206,421 56
3/31/2020	ROS(19C0020	SI 04 Conferencing Center Refurbish	-	3,386 764 63	443,975 48	3,386,764 63 616,162 47	3,386,764 63 616,162 47
06/26/19	ROXX19C0050	E19-3005 CT-MCR-DT#1 I-CT Scanner	•	172,186 99	1,979,199 00	1,979,199 00	1,979,199 00
06/26/19	CPC2064304 / ROXX19C0050	SIEMENS, SOMATOM DEFINITION (Asset 205102	-	28 649 80	3,503 792 00	3,532,441 80	3 532 441 80
1/19/2021 4/7/2021	ROXX19C0270 ROET20C0010	Outpatient Hematology & CAR-T Move to Charlton Eisenberg E21-3005 VNI MCR ETMN R Anglo Rm 6	:	2007300	95,204 45	95,204 45	95,204 45
4/7/2021	CPC2073653 / ROET20C0010	SIEMENS, ARTIS Q (Asset 209373)			921,342 00	921,342 00	921,342 00
12/16/20	ROGO20C0290	GO 15 Pain Procedure Room Fluoro Equipment Replacement			159,397 28	159,397 28	159,397 28
6/9/2021	ROJB20C0010	JB Shell Space to an Incremental OR	-	-	192 553 63	192,553 63	192,553 63
1/13/2021	ROSU20C0020	RST SDSC Office to Lab Conversion	•	•	2,236,842 53	2,236,842 53	2,236,842.53
7/15/2021	ROOP20C0010	OP SL Opus and Kellen Utility	•	897,451 18	259,951 11	259,951 11 7,690,903 86	259,951 11 7,690,903 86
5/1/2019	ROXX19C0140	Kellen Building	•	697,451 18	6,793,452 68	1,420,503 65	1,000,000,00
					_		TO THE PARTY OF TH

651,483,272 67 18 320,739 03 92 266,177 28 19,566 916 31 762,070,188 98

Revised Certification of Expenditures Destination Medical Center

For Calendar Year 2021

Due to Commissioner of Employment and Economic Development (DEED) by April 1, 2022

The Medical Business Entity and the Destination Medical Center Corporation (DMCC) Board of Directors (assisted by the City of Rochester) hereby submit to the Department of Employment and Economic Development (DEED) the following report for expenditures that relate to the Destination Medical Center (DMC) Development for the calendar year 2021, and the certifications required to support the documentation under the City of Rochester Commissioner of Employment and Economic Development State Infrastructure Aid Agreement

Total Expenditures Reported This Year by Medical Busine	ess Entity ¹	\$110,586,916 31 1
Total Expenditures Reported This Year for other Private E	Entities ^{1,2}	\$44,560,906 89 2
TOTAL Expenditures This Year		\$155,147,823 20 3
All Expenditures claimed since June 30, 2013		
Previous Years Expenditures (cumulative)		\$1,106,896,136 12 4
TOTAL Expenditures This Year ³ (from Box 3)		\$155,147,823 20 5
All Claimed Expenditures as of 12/31/21 (Box 4 plus Box 5)		\$1,262,043,959.32 6
Qualified Expenditures claimed in 2021 (Box 6 minus \$200,000	0,000)	\$1,062,043,959 32 7
State Aid Qualified for This Year (local government match	also required)	
General State Infrastructure Aid Qualified for (Box 7 multiplier	\$29,206,208 88 8	
State Transit Aid Qualified for (Box 7 multiplied by 0075 and the	• •	\$4,779,197 82 9
methodology as outlined in the City of Rochester Commiss Infrastructure Aid Agreement.	ioner of Employment and Economic Dev	veropment state
For Expenditures By the Medical Business Entity:		
Denn Daklen	5-23-22	
Mayo Clinic Chief Financial Officer	Date	····
For all other Expenditures: line line	6/16/22	_
Destination Medical Center Corporation	Date	
15 manditures mand to be after tune 20, 2012		

¹Expenditures need to be after June 30, 2013

Expenditures Reported this Year

²Other Private Entities' certification of expenses may be certified retroactively in 2014 after the Destination Medical Center District and Development Plan are adopted

³This figure is based solely upon project building permit costs Minn Stat § 469.47, subd 1(d) permits additional expenditures, and discussion is underway as to how to document such additional expenditures, which may result in adjustments.

Form Revised 05/18/2022

1340053-2 xls

EXHIBIT D



City of Rochester 201 4th Street SE Rochester, MN 55904

Phone, **507-328-2900**Fax: **507-328-2901**

June 15, 2022

Steve Grove
Commissioner
Minnesota Department of Employment and Economic Development
Economic Development Division
1st National Bank Building
332 Minnesota Street Suite E200
St Paul, MN 55101-1351

RE: City of Rochester Revised DMC Certificate of Contributions for January 1, 2021 through December 31, 2021

Dear Commissioner Grove:

The City of Rochester is hereby revising our certification of our local contributions under General Aid Contributions and Transit Aid Contributions for calendar year 2021 towards the local matching contributions for the Destination Medical Center development found on the attached Certification of Contributions form. The original certification of 2021 expenses, dated March 23, 2022, was for the amount of \$4,480,952.25 for General Aid Contributions and \$6,135,967.49 for Transit Aid Contributions. The cumulative previous contributions total \$54,132,085.87, for a combined total of \$58,613,038.12. Since that time, after review with internal and DEED staff, changes were made to the certified total.

For 2021, upon review with the DEED auditors, adjustments were made that decreases the amount of General Aid Contributions reported for 2021 to \$2,729,666.77 and reduces the amount reported for Transit Aid Contributions to zero. The cumulative effect of this change is a decrease to our certification for 2021. Our new certified 2021 amount is \$2,729,666.77 for a cumulative total of contributions as of 12/31/2021 of \$56,861,752.64 for General Aid Contributions and \$0 for Transit Aid Contributions.

This revised certification is pursuant to the executed agreement between DEED and the City of Rochester. The deadline for revisions was extended to June 15th this year.

The City sincerely appreciates the assistance that has been and continues to be provided to us from you and your staff as we undertake this important DMC Development for Minnesota.

Sincerely,

Dale Martinson, Director of Finance

Was tins

City of Rochester



EXHIBIT D

Steve Grove, Commissioner DEED Page 2 June 15, 2022

cc: Kevin McKınnon Jeremy Lacroix Pam Wheelock, Chair DMC Corporation Kım Norton, Mayor Patrick Seeb Noloan Schild

Aaron Parrish Brent Svenby Kaela Brennan Alison Zelms Amanda Mack



EXHIBIT D

Certification of Contributions City of Rochester

For Calendar Year 2021

Due to Commissioner of Employment and Economic Development (DEED) by April 1

REVISED AS OF JUNE 15, 2022

The City of Rochester hereby submits to the Department of Employment and Economic Development (DEED) the following report for Contributions that relate to the Destination Medical Center (DMC) Development for the calendar year 2021, as required by the City of Rochester Commissioner of Employment and Economic Development State Infrastructure Aid Agreement. The city may revise this certification based on audit adjustments prior to June 1.

GENERAL STATE AID AND THE STATE AID THE STATE AND THE STAT) -,11 -,4 - 1,
TOTAL Contributions Reported This Year by the City of Rochester ¹	\$	2,729,666.77	1
General State Aid Qualified for this Year (Medical Entity/DMCC match also required)			
General State Infrastructure Aid Qualified for (Annual Exp. multiplied by \$2.55)	\$	6,960,650.26	2
Cumulative City General Aid Contributions Cumulative Previous Contributions	٦	TA 422 ORE 07	
Contributions This Year	From Box 1 \$		3 4
	Add Box 3 and Box 4 \$		5
Cumulative State Aid Qualified for as of 12/31/2021	\$	144,997,469.23	6
State GSIA expended this year	\$	12,228,618.85	7
TRANSIT AJD Transit Aid Contributions Reported this Year Transit Aid Contributions Reported This Year by the City of Rochester 1,2	و آماد و الماد الم		8
Transit State Aid Qualified for this Year (Medical Entity/DMCC match also required) State Transit Aid Aid Qualified for Add Bo	x 8 multiplied by 1.5	-	9
Cumulative City Transit Aid Contributions Cumulative Previous Contributions			10
Contributions This Year (from Box 8) Cumulative Contributions as of 12/31/20201	From Box 8	-	11 12
Cumulative State Aid Qualified for as of 12/31/2021 Add Box	12 multiplied by 1.5		13
State Transit Aid expended this year			14
By providing my signature below, I am hereby certifying the information stated herei provisions of Statute 469.47 of the State of Minnesota and the approved methodolog Commissioner of Employment and Economic Development State Infrastructure Aid A	gy as outlined in the		

6/14/2022 Date 6/5/2022

¹ Funds expended need to be after June 30, 2013

City Administrator, City of Rochester

² Tranist Aid match may come from the City or Olmsted County

EXHIBIT E



June 30, 2022

Pamela Wheelock, Chair
Destination Medical Center Corporation
C/O Kaela Brennan
McGrann Shea Carnival
Straughn & Lamb, Chartered
800 Nicollet Mall, Suite 2600
Minneapolis, MN 55402-7035

Dennis Dahlen, Chief Financial Officer Mayo Clinic 200 First Street SW Rochester, MN 55905

Dear Ms. Wheelock and Mr. Dahlen:

Thank you for submitting the 2021 Certification of Expenditures for Destination Medical Center (DMC). We are excited to assist with this initiative to make the Mayo Clinic, Rochester, and Minnesota a premier medical destination.

Your revised certification listed \$110,586,916.31 in Mayo Clinic expenditures and \$44,560,906.89 in other expenditures. The Mayo Clinic provided DEED with information on all invoices and payments (more than 12,000 entries) to account for their certification amount. You also provided an independent third party report from Ernst & Young LLP stating the law and procedures for certifying expenditures are being followed properly. Additionally, DEED staff reviewed invoices and payments in your certification. We selected 68 expenditures totaling \$9,018,157.38. We selected one expenditure from each of the 68 new projects listed. All invoices for the selected expenditures were on file and payments were made in a timely fashion. DEED staff also confirmed that projects had building permits after June 30, 2013. DEED acknowledges the expenses and payments met guidelines and the internal accounting and auditing system the Mayo Clinic has in place is sufficient.

Additionally, the DMCC and the City of Rochester provided DEED with a list of 26 completed projects for \$23,296,226 in expenditures. DEED randomly selected 10 permits and was provided the permit application, permit, project closeout, and map of projects. From this information, DEED confirmed 9 of the 10 projects' values, dates, eligibility, and completion. One project was located outside of the DMC area and was ineligible. The city also approved \$62,397,519.85 in expenditures on eight projects that are completed over multiple years. Your revised certification reduced and properly listed the total amount of other private entities expenditures at \$44,560,906.89. DMCC contracted with Clifton Larson Allen (CLA) to complete a review on its Certification to insure it is correct. CLA issued an opinion that the DMCC certification process was correct.

As required by law, I have determined that the amount of 2021 Destination Medical Center

EXHIBIT E

Expenditures are the \$155,147,823.20 as you certified (in a revised certification). DMC cumulative Expenditures are now \$1,262,043,959.32. As directed by statute, \$200 million is subtracted from this amount to provide Qualified Expenditures of \$1,062,043,959.32. Based on this figure and adequate general aid contributions from the city, I have determined the City of Rochester has qualified for \$29,210,609 of General State Infrastructure Aid in 2022. As per state statute, this payment will be made prior to September 1.

Thank you again for your efforts on this groundbreaking economic development effort.

Regards,

Steve Grove Commissioner

C: Patrick Seeb, Economic Development Agency Executive Director Brent Svenby, City of Rochester

EXHIBIT E



June 30, 2022

The Honorable Kim Norton Mayor, City of Rochester 201 4th Street SE – Room 281 Rochester, MN 55904-3708

Dear Mayor Norton:

Thank you for submitting the 2021 Certification of Contributions for Destination Medical Center (DMC). We are excited to assist with this initiative to make the Mayo Clinic, Rochester, and Minnesota a premier medical destination.

Your revised 2021 Certification listed \$2,729,666.79 in city general aid contributions between July 1, 2013 and December 31, 2021. You provided a detailed listing of more than 600 expenditures. These expenditures consisted of direct DMC expenses paid by the city as well as DMC Corporation and DMC Economic Development Authority expenses paid for by the city. From that list, DEED randomly selected 41 expenses for review. We reviewed invoices, payments and city payroll files for accuracy and eligibility.

Additionally, the city provided DEED with an independent third party report from Clifton Larson Allen stating the law and procedures for certifying contributions are being followed properly.

Your revised certification listed \$0 in transit contributions and no transit aid will be paid by DEED for 2021.

The amount of your general aid contributions qualifies you for the annual maximum of \$30 million of general aid, however Qualified Expenditures from Mayo Clinic and others were \$1,062,203,959. This amount of Expenditures reduces the amount of general aid to the city to \$29,210,609. Your excess Contributions will be credited towards future years. We will be providing payment prior to September 1 as mandated by statute.

Thank you again for your efforts on this groundbreaking economic development effort.

Regards,

Steve Grove Commissioner

C: Pamela Wheelock, Chair of Destination Medical Center Corporation
Dennis Dahlen, Chief Financial Officer Mayo Clinic
Patrick Seeb, Economic Development Agency Executive Director

11 612 Years

EXHIBIT F

\$21,265,000

Rochester, Minnesota

General Obligation Tax Increment Revenue Bonds, Series 2017B (Parking Ramp Project)

DEBT SERVICE SCHEDULE

Date	Principal	Coupon	Interest	Total P+I
02/01/2018	-	-	-	
08/01/2018	-	-	540,639 84	540,639 84
02/01/2019	550,000 00	5 000%	381,628 13	931,628 13
08/01/2019	· -	-	367.878 13	367,878 13
02/01/2020	735,000 00	5 000%	367,878 13	1,102,878 13
08/01/2020	· -	-	349,503 13	349,503 13
02/01/2021	775,000 00	5 000%	349,503 13	1,124,503 13
08/01/2021	· <u>-</u>	_	330,128 13	330,128 13
02/01/2022	815,000 00	5 000%	330,128 13	1,145,128 13
08/01/2022	· -	-	309,753 13	309,753 13
02/01/2023	855,000 00	5 000%	309,753 13	1,164,753 13
08/01/2023	-		288,378 13	288,378 13
02/01/2024	895,000 00	5 000%	288,378 13	1,183,378 13
08/01/2024	-		266,003 13	266,003 13
02/01/2025	940,000 00	5 000%	266,003 13	1,206,003 13
08/01/2025	-		242,503 13	242,503 13
02/01/2026	990,000 00	5 000%	242,503 13	1,232,503 13
08/01/2026	-		217,753 13	217,753 13
02/01/2027	1,035,000 00	5 000%	217,753 13	1,252,753 13
08/01/2027	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	-	191,878 13	191,878 13
02/01/2028	1,090,000 00	2 000%	191,878 13	1,281,878 13
08/01/2028	.,000,000 00	2 00075	180,978 13	180,978 13
02/01/2029	1,110,000 00	2 250%	180,978 13	1,290,978 13
08/01/2029	.,,,	= 20075	168,490 63	168,490 63
02/01/2030	1,135,000 00	3 000%	168,490 63	1,303,490 63
08/01/2030	.,,00,000	-	151,465 63	151,465 63
02/01/2031	1,170,000 00	2 750%	151,465 63	1,321,465 63
08/01/2031	1,170,000 00	2 70070	135,378 13	135,378 13
02/01/2032	1,200,000 00	2 750%	135,378 13	1,335,378 13
08/01/2032	1,200,000 00	2 730 70	118,878 13	118,878 13
02/01/2033	1,235,000 00	2 875%	118,878 13	1,353,878 13
08/01/2033	1,230,000 00	201370	101,125 00	101,125 00
02/01/2034	1,270,000 00	2 875%	101,125 00	1,371,125 00
08/01/2034	1,270,000 00	20/5/0	82,868 75	82,868 75
02/01/2035	1,305,000 00	3 000%	82,868 75	1,387,868 75
08/01/2035	1,303,000 00	3 00078	63,293 75	63,293 75
02/01/2036	1,345,000 00	3 000%	63,293 75	•
08/01/2036	1,340,000 00	3 00076	•	1,408,293 75
02/01/2037	1,385,000 00	3 000%	43,118 75	43,118 75
08/01/2037	1,300,000 00	3 000%	43,118 75 22,343 75	1,428,118 75
02/01/2038	1,430,000 00	3 125%	22,343 75 22,343 75	22,343 75 1,452,343 75
Total	\$21,265,000 00	3 12576	\$8,185,705 47	\$29,450,705 47

SIGNIFICANT DATES

Dated Date Delivery Date First Coupon Date	11/16/2017 11/16/2017 8/01/2018
Yield Statistics	
Bond Year Dollars Average Life Average Coupon	\$254,390 21 11 963 Years 3 2177754%
Net Interest Cost (NIC) True Interest Cost (TIC) Bond Yield for Arbitrage Purposes All Inclusive Cost (AIC)	2 7176241% 2,6417803% 2 6130470% 2 6889724%
IRS Form 8038 Net Interest Cost	2 6154299%

Series 2017B GO TIF Pirki | SINGLL PURPOSE | 10/16/2017 | 12 02 PM

Weighted Average Maturity