#### DESTINATION MEDICAL CENTER CORPORATION

#### **RESOLUTION NO. 125-2022**

#### Authorizing Report to the Legislature Pursuant to Statute

The following Resolution was offered by Pamela Wheelock, seconded by Kim Norton.

#### BACKGROUND RECITALS

- A. Minnesota Laws, Chapter 143, Article 10 (the "Act") provides that by February 15 of each year, the Destination Medical Center Corporation ("DMCC") and the City of Rochester (the "City") must jointly submit a report to the chairs and ranking minority members of the legislative committees and divisions with jurisdiction over local and state government operations, economic development, and taxes, to the Commissioners of Revenue and Employment and Economic Development, and to Olmsted County. The DMCC and the City must also submit the report as provided in Minnesota Statutes, Section 3.195. The report must include the following specific elements:
  - (1) the development plan and any proposed changes to the development plan;
  - (2) progress of projects identified in the development plan;
  - (3) actual costs and financing sources, including the amount paid with state aid under section 469.47, and required local contributions of projects completed in the previous two years by the corporation, city, county, and the medical business entity;
  - (4) estimated costs and financing sources for projects to be started in the next two years by the corporation, city, county, and the medical business entity; and
  - (5) debt service schedules for all outstanding obligations of the city for debt issued for projects identified in the plan.
- B. The DMCC and City staff have prepared a draft report, due on February 15, 2022, and attached as Exhibit 1. On January 19, 2022, the City Council approved the report.

#### **RESOLUTION**

NOW, THEREFORE, BE IT RESOLVED, by the Destination Medical Center Corporation Board of Directors that the Chair or Vice Chair of the DMCC is authorized to execute and submit the report to the Minnesota Legislature as required by the Act, in form similar to the report attached here as Exhibit 1, as may be modified through further discussions with the City, and to take such other actions as are necessary and appropriate to effectuate the timely submission of the report to the Minnesota Legislature.

The question was on the adoption of the Resolution and there were  $8\ YEAS$  and  $0\ NAYS$ , as follows:

### BOARD OF DIRECTORS Destination Medical Center Corporation

	<u>YEA</u>	NAY	<u>OTHER</u>
Douglas M. Baker, Jr.	_X_		
James R. Campbell	_X_		
Brooke Carlson	_X_		
Kim Norton	_X_		
R.T. Rybak	_X_		
Mark Thein	_X_		
Pamela Wheelock	_X_		
Paul D. Williams	_X_		

RESOLUTION ADOPTED on February 3, 2022.

ATTEST:

R.T. Rybak, Chair

Destination Medical Center Corporation

1388197-2.DOCX

#### February , 2022

The Honorable John Jasinski Chair, Local Government Committee Minnesota State Senate 3211 Minnesota Senate Building 95 University Ave W St. Paul, MN 55155

The Honorable Steve Cwodzinski Local Government Committee Minnesota State Senate 2231 Minnesota Senate Building 95 University Ave W St. Paul, MN 55155

The Honorable Mary Kiffmeyer
Chair, State Government Finance and Policy
and Elections
Minnesota State Senate
3103 Minnesota Senate Building
95 University Ave W
St. Paul, MN 55155

The Honorable Jim Carlson
State Government Finance and Policy
and Elections
Minnesota State Senate
2207 Minnesota Senate Building
95 University Ave W
St. Paul, MN 55155

The Honorable Eric Pratt
Chair, Jobs and Economic Growth Finance
and Policy Committee
Minnesota State Senate
3219 Minnesota Senate Building
95 University Ave W
St. Paul, MN 55155

The Honorable Sandra Masin Chair, Local Government Division Minnesota House of Representatives 543 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155-1206

The Honorable Duane Quam Local Government Division Minnesota House of Representatives 247 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155-1206

The Honorable Michael Nelson Chair, State Government Finance and Policy Minnesota House of Representatives 585 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155-1206

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

The Honorable Mohamud Noor Chair, Workforce and Business Development Finance and Policy Committee Minnesota House of Representatives 379 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155-1206 The Honorable Bobby Joe Champion Jobs and Economic Growth Finance and Policy Committee Minnesota State Senate 2401 Minnesota Senate Building 95 University Ave W St. Paul, MN 55155

The Honorable Julie Rosen Chair, Finance Committee Minnesota State Senate 2113 Minnesota Senate Building 95 University Ave W St. Paul, MN 55155

The Honorable John Marty Finance Committee Minnesota State Senate 2301 Minnesota Senate Building 95 University Ave W St. Paul, MN 55155

The Honorable Carla Nelson Chair, Taxes Committee Minnesota State Senate 3235 Minnesota Senate Building 95 University Ave W St. Paul, MN 55155

The Honorable Ann Rest Taxes Committee Minnesota State Senate 2217 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 Robert Doty Minnesota Department of Revenue 600 North Robert Street St. Paul, MN 55101 The Honorable Rod Hamilton
Workforce and Business Development
Finance and Policy Committee
Minnesota House of Representatives
277 State Office Building
100 Rev. Dr. Martin Luther King Jr. Blvd.
St. Paul, MN 55155-1206

The Honorable Rena Moran Chair, Ways and Means Committee Minnesota House of Representatives 449 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155-1206

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 Paul Marquart Chair, Taxes Committee Minnesota House of Representatives 597 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 Mark Thein Chair, Olmsted County Board of Commissioners 151 4th St SE Rochester, MN 55904 Re: Destination Medical Center February 15, 2022 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 initiative, in accordance with Minnesota Statutes, Sections 469.40 – 469.47 (the "Act").

As we look back on the year 2021, the value of the Destination Medical Center ("DMC") initiative is more clear than ever: this model public-private partnership proved resilient enough to help meet the continuing challenges posed by the COVID-19 pandemic, as well as providing a meaningful foundation for the years 2022 and beyond.

We are particularly proud to report that from 2013 through 2021, the collective efforts of Mayo Clinic and other private entities exceeded \$1 billion in qualified private investments.

Specifically, in 2021, we certified a total of \$144,101,481.33 for the year ending December 31, 2020, which includes \$60,341,258.46 in Mayo Clinic investments and \$83,760,222.85 in other private investments. The cumulative total of Mayo Clinic and other private investments through 2020, is \$1,106,896,136.12. The City of Rochester has contributed \$54,132,085.87 in certified expenditures from July 1, 2013 through December 31, 2020.

In addition to these secured investments, there are more than a dozen projects either proposed or under construction, the majority of which are private investments with no direct DMC public assistance. Approved DMC public infrastructure projects have created construction jobs that generate median wages of more than \$39 per hour, plus benefits.

In 2021, much focus was given to continue the DMCC priorities:

<u>Discovery Square</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.

One Discovery Square, an 89,000 square foot building designed to support the acceleration and translation of the most promising health-related therapies and technology, is a key component to the continued development of the Discovery Square subdistrict innovation ecosystem. It was completed and opened in 2019, and is currently at 100 percent capacity as a home to several leading local and global health care companies.

Two Discovery Square represents the expansion of DMC's health care innovation campus. It is currently under construction. It is a 125,000 square foot bioscience building that will feature tech-forward tenant spaces designed with flexible lab capacity and leading-edge technology. Project completion is scheduled for January, 2022.

Discovery Walk is a four-block linear parkway along 2<sup>nd</sup> Avenue SW that will serve pedestrians and vehicle traffic while also serving as a catalyst to future private

development in Discovery Square. The project has been approved, and construction will commence in early 2022, with completion scheduled for 2023.

Heart of the City Phase 1 – Peace Plaza: Heart of the City creates a true center of the City, where Mayo Clinic, commercial, hospitality, retail, and residential meet. Restoration of Peace Plaza public space and adjacent streets and alleys has been in the planning stages for several years. It is a transformative project that includes improved safety, accessibility, universal design elements, sustainability, integrated art and improved infrastructure. A specific "Business Forward" Strategy was developed to support and respond to business needs during construction. Additionally, efforts were made to allow access to and accommodation of businesses operating adjacent to the construction site. The construction schedule was also accelerated to ensure that construction activities do not unnecessarily inhibit the resumption of normal commerce and public events as the risk presented by the COVID-19 pandemic recedes. Phase 1 of this project was substantially completed in 2021. A post-occupancy evaluation planned for 2022 is expected to inform future DMC public space and infrastructure development.

Mobility: A forward-thinking transportation plan is integral to DMC's success. With the 2019 selection of the locally preferred alternative for route and mode of the transit line and an additional emphasis on creating transit villages, the City, Olmsted County (the "County"), the DMCC and the Destination Medical Center Economic Development Agency (the "EDA") worked together to submit a Federal Transit Administration (FTA) Small Starts Grant application. We are pleased to report that the project received a Medium-High rating from the FTA Capital Investment Grants Program, and was included in the President's proposed federal budget. If successful, the federal grant will support an approximately three-mile bus rapid transit ("BRT") route that will run from the west transit village in northwest Rochester to downtown Rochester via 2<sup>nd</sup> Street SW, with seven station stops along the route. This BRT route, which will feature energy-efficient electric buses, is expected to be the first phase of a more extensive transit circulator. At the Mayo Clinic Hospital Saint Marys Campus Station, a transit center will be built, along with a pedestrian tunnel connecting the hospital and transit center. The proposed BRT was re-branded in 2021 to "Link" rapid transit. DMC analyses of the transit route and mode, transit villages, and transit stops indicate that significant economic development opportunities will be created by this transit project and already there are several private development projects proposed along the rapid transit corridor. This was studied further in 2020 with the creation of the "New Rapid Transit For A Growing, Equitable Rochester," a transit-oriented development ("TOD") study. Additionally, the City has established bike- and car-sharing programs, piloted scooter-sharing, and marketed the services offered by the "Arrive Rochester" transportation management association.

Accessing DMC Funding: A particular focus of the City and DMCC has been on ensuring that the local economy in the DMC development district is provided assistance and support. To that end, a funding application process for small and medium development projects has been approved and will be launched in 2022, to assist small and medium business owners and to aid in economic recovery and downtown retail revitalization, all consistent with the DMC initiative.

COVID-19 Economic Recovery: Once the COVID-19 pandemic started, all of our partners, the City, the County, Mayo Clinic and the EDA recognized that we needed to pivot, to try to address the new challenges presented by the pandemic in order to blunt the harshest economic impacts of the pandemic and best position Rochester to lead southeastern

Minnesota's post-pandemic economic recovery. Last year HR&A Advisors were engaged to perform a COVID-19 impact analysis to assess dual crises: the unprecedented global health emergency and the steepest job loss on record. To address some of the findings contained in that analysis, including recommendations to support economic diversification, the creative re-use of underutilized commercial space, and the proactive support of private development, the EDA collaborated with the City on a DEED Main Street Grant Economic Revitalization Program Application, to be used for capital projects only, with priority going to BIPOC applicants and to properties that are vacant. The grant of \$3.12 million was awarded to the EDA, and requires a 70% match from other sources. The application process and scoring criteria are currently being developed.

<u>2022 Budget</u>: In 2021, the DMCC approved a budget, in which the City concurred, that reflects the strategic priorities for 2022, which include: transportation, public realm, housing, workforce, transformative projects and sustainability.

This report will provide a brief background of Destination Medical Center and then provide the responses required by the Act.

#### I. 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 addresses several items, including 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, and is more fully described below.

#### 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.

#### II. Specific Elements Required to Be Included in the Report.

The Act requires that certain elements be included in this annual report. Some of what is presented here has been referenced above.

#### A. "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. As noted above, the Five-Year Update was posted publicly and a public hearing was held in 2020. Pursuant to the statutory requirements, the City approved the Five-Year Update, and subsequently the DMCC adopted it as well. The Development Plan and the Five-Year Update can be found at the DMCC website: www.dmc.mn.

#### B. "Progress of projects identified in the Development Plan."

According to the Act, a 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 adopted Development Plan. Since the adoption of the Development Plan on April 23, 2015, several projects have been approved by the DMCC.

#### 1. Completed Projects.

There have been multiple completed projects since the adoption of the Development Plan, ranging from the Chateau Theatre, hotels, housing and commercial and office space. The list of complete projects can be found at  $\underline{\mathsf{Exhibit}}$   $\underline{\mathsf{A}}$ .

#### 2. Projects Underway.

<u>Discovery Walk</u>: Design development is underway for this four-block linear parkway, and construction will begin in 2022. This public realm space provides the linkage between Mayo Clinic and the Discovery Square projects.

<u>Two Discovery Square</u>: This expansion of the DMC bio-medical, research and technology innovation campus is a keystone to the DMC economic development strategy and is contemplated to be a 125,000 square foot building. Like One Discovery Square, this new construction will support emerging entrepreneurs and

innovators across health industry sectors. The groundbreaking occurred in 2020, and is on track to be completed in 2022.

<u>Riverfront Reimagined</u>: Following a City-initiated small area plan study for a 60+ acre area, located southeast of the downtown core on the Zumbro River, the City issued a request for proposals from qualified teams to lead a community process to develop a plan to link this "front door" to the river to a gateway into downtown. The plan is intended to guide the transformation of the redevelopment area to a future mixed-use neighborhood.

<u>Bryk Project</u>: The Bryk Project is a mixed-use, mixed-income apartment building consisting of 180 workforce housing apartments, providing rent at varying levels. Construction began in 2021, and completion is expected by Fall, 2022.

<u>Mobility</u>: Rochester Rapid Transit, re-branded in 2021 to "Link" rapid transit, is an approximately three-mile bus rapid transit ("BRT") route that, in its first phase, will run from a west transit village to downtown Rochester with seven stations. As noted, DMCC and the City approved the submission of a grant application to the Federal Transit Administration, seeking 49% of the capital costs, with the remaining portion to be paid by DMC State and County Transit Aid. The project received a Medium-High rating from the FTA, and was included in the President's proposed federal budget.

There are several other projects underway, in the initial stages of planning, or expected to come to fruition in 2022. The status of these projects will be reported in a future annual report.

In addition to the approved projects noted above, the DMCC and the City have approved a Capital Improvement Plan ("CIP") for public infrastructure projects for 2022. Projects identified in the CIP are categorized as follows: Public Realm, Strategic Redevelopment, Streets and Sewers, and Mobility.

#### Public Realm Projects include:

- Heart of the City
- Discovery Walk Design and Implementation
- Discovery Walk Phase 2 Soldiers Field Park
- Chateau Theatre Improvements

#### Streets and Sewers Projects include:

- Downtown District Energy System
- Block 6 Ramp Roadway Improvements
- Downtown Sidewalk Experience Enhancements

#### Mobility Projects include:

- Arrive Rochester Implementation
- Rapid Transit Implementation

The DMC-funded projects above are 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.

C. "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 \$1,106,896,136.12.

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, 2021, and the revised annual certification of City expenditures, which was submitted to DEED on May 5, 2021 (Exhibit B). DEED conducted its own audit process of the certified expenditures, requested revisions, and then approved the expenditures. The DEED certifications, dated June 11, 2021, are attached (Exhibit C).

In addition, we offer the following information:

- 1. Through December 31, 2021, State Infrastructure Aid in the amount of \$68,384,980.36 has been received. No State Transit Aid has been received.
- 2. Actual costs paid by the City from commencement through December 31, 2021 have totaled \$73,156,419.92, 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, 2021, Olmsted County has contributed \$13,500,000.
- 4. The 2022 combined operating and capital improvements budget for the DMCC totals \$62,594,888, a portion of which (approximately \$20 million) is being paid for with funding other than DMC funds. Of this amount \$3,000,000 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.
- D. "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 "B" and "C," above.

February	_, 2022
Page 9	

E. "<u>Debt service schedules for all outstanding obligations of the City for debt issued for projects identified in the plan.</u>"

The debt service schedule is attached as Exhibit D.

#### **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 2022.

R.T. Rybak, Chair Destination Medical Center Corporation Kim Norton, Mayor City of Rochester

Enclosures

cc: Legislative Reference Library

1381161-10.DOCX

# EXHIBIT A to February 15, 2022 Report

#### **EXHIBIT A**

#### <u>Major Completed Non-Mayo Clinic Projects</u> in the Destination Medical Center Development District

#### I. PROJECTS COMPLETED WITH DMCC FUNDING ASSISTANCE

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 2<sup>nd</sup> 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 4<sup>th</sup> Street SW between 1<sup>st</sup> 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 bio-science 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.

<u>Wells Fargo Renovation (21 1st Street SW)</u>: 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.

<u>Hotel Indigo Renovation</u>: 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.

<u>Hyatt House</u>: 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.

Heart of the City Phase 1 – Peace Plaza: As noted above, public realm construction of phase 1 was completed in 2021. This phase of the project is a renovation of the east side of Peace Plaza and surrounding areas, and provided enhanced safety measures, including curbless streets and greater accessibility for people of all abilities. During construction, significant efforts were made to minimize negative impacts on nearby businesses.

#### II. PROJECTS COMPLETED WITHOUT DMCC FUNDING ASSISTANCE

<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.

1st Avenue Flats: This is a 68-unit affordable housing building, and all of the units are incomerestricted 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.

<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 B to February 15, 2022 Report

#### **EXHIBIT B**

Annual Certification of Mayo Clinic and Other Private Investment Submitted to DEED on March 23, 2021

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

and

Revised Annual Certification of City Contributions Submitted to DEED on May 5, 2021

(Attachment 4)

#### EXHIBIT B

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

March 23, 2021

**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 materials for the April 1, 2021 certification, pursuant to Minnesota Statutes Section 469.47, Subdivision 2. The expenditures set forth here are the investments that have been made by Mayo Clinic and by other private individuals or entities, to advance the Destination Medical Center initiative.

- 1. <u>DMCC Certification</u>: I enclose the DMCC Certification of Expenditures made by an individual or entity, other than Mayo Clinic, for the period ending on December 31, 2020 ("Attachment 1"). The City of Rochester, Minnesota, assisted with the compilation of this report. The amount of investments set forth in this report is \$83,760,222.85.
- 2. <u>Mayo Clinic Certification</u>: I enclose correspondence and accompanying materials from Jeffrey W. Bolton, Chief Administrative Officer, Mayo Clinic, dated March 17, 2021 ("Attachment 2"). Mayo Clinic is certifying expenditures for the period of January 1, 2020 through December 31, 2020 in the amount of \$60,341,258.46.
- 3. <u>Summary of Investments</u>: The summary page, entitled, "Certification of Expenditures, Destination Medical Center" is enclosed, setting forth total cumulative expenditures through December 31, 2020, in the amount of \$1,106,896,136.12 ("Attachment 3").

Commissioner Steve Grove March 23, 2021 Page 2

I would like to emphasize the previous point: in the seven-year period of this initiative thus far, private investments, led by Mayo Clinic and including other private individuals and entities, have exceeded one billion dollars. These investments furthering the Destination Medical Center initiative demonstrate that this unique public-private partnership is succeeding, and that despite the challenges of the COVID-19 pandemic, 2020 was an exceptional year.

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,

R.T. Rybak

Chair

**Destination Medical Center Corporation** 

Encl.

CC:

Destination Medical Center Corporation Board of Directors Jeffrey W. Bolton, Mayo Clinic

Jeremy LaCroix

## **ATTACHMENT 1**

#### **ATTACHMENT 1**

#### **Building Permits within the DMC Boundary**

(Does not include Mayo Projects)

#### Completed

Year	Projects
2016	\$ 32,000.00
2018	\$ 8,540,000.00
2019	\$ 11,172,232.00
2020	\$ 1,618,471.00
OTAL	\$ 21,362,703.00

2018/2019/2020 Destination Medical Center - Partially Completed Projects Tracking

					2018		2019		2020
		To	tal Building Permit	Parti	al Completed Work			Coi	mpleted Work
Project	Address		Value		Claimed	Com	pleted Work Claimed		Claimed
Berkman (Alatus)	217 & 301 14th Ave SW	\$	93,315,800.00	\$	25,936,546.00	\$	59,063,337.00	\$	8,315,917.00
	•	\$	93,315,800.00	\$	25,936,546.00	\$	59,063,337.00	\$	8,315,917.00

2019/2020 Destination Medical Center - Partially Completed Projects Tracking

					2019		2020	2021
		Tota	al Building Permit	Partial	Completed Work			Completed Work
Project	Address		Value		Claimed	Compl	eted Work Claimed	Claimed
Hyatt House	315 1st Ave. NW	\$	32,253,475.00	\$	6,940,448.00	\$	24,151,076.04	
Eleven02	101 11th Ave. SW	\$	29,690,975.00	\$	4,159,810.90	\$	24,377,346.96	
		Ś	61.944.450.00	Ś	11.100.258.90	Ś	48.528.423.00	

2020 Destination Medical Center - Partially Completed Projects Tracking

			2020	2021
		Total Building Permit	Partial Completed Work	
Project	Address	Value To Date	Claimed	<b>Completed Work Claimed</b>
Two Discovery Square	415 2Ave SW	\$ 9,700,000.00	\$ 5,553,179.85	

TOTAL \$ 83,760,222.85

Section   Sect	March   Marc	Sub Type Level	Category Level	Permit Number	Date	Parcel Number	Address Info	Permit Valuation	Work Description	Owner	Permit Status	Date Finaled
Part	Procedure   Proc	Commercial Bldg	Alteration	R16-0162CB	5/12/2016	014315		\$32,000			Finaled	5/22/2020
Supplemental   Supp							WIN 33502			720 NORTHERN HILLS DR		
Commercial Biology   Aller attents   Section   Aller attents   Section   Aller attents   Section   Aller attents   Aller att	Commercial Edg.   Allerdam   R18 9401/CB   5-17(6)   69170   20 997 3 PAR   R00-697184   82,0000   R18 9401/CB   5-17(6)   69170   20 997 3 PAR   R00-697184   82,0000   R18 9401/CB   5-17(6)   69170   20 997 3 PAR   R00-697184   82,0000   R18 9401/CB   5-17(6)   69170   69170   20 997 3 PAR   R00-697184   82,0000   R18 9401/CB   7-17(6)   69170   69170   7-17(6)   691											
Second Commercial Biology   Alectation   RTS-OUTCR   Second Commercial Biology   Alectation   RTS-OUTCR   Second Commercial Biology   Alectation   RTS-OUTCR   R	20   27   27   27   27   27   27   27	Sign	Business	R18-0093S	9/25/2018	083045		\$40,000		Titan Development/Brian	Finaled	2/19/202
Commercial Biol.  Abustion  NI-9-07-00-0  Abustion  NI	Commercial Bigs						ROCHESTER, WIN 55904		location	30 3 ST SE		
Commercial Bigs	Camerate Big   Absorbine   Prince   P											
Commercial Biog	Commercial Bids	Commercial Bldg	Alteration	R18-0451CB	5/7/2019	081707		\$8,500,000		Christopher Ness	C of C Issued	12/15/2020
Commercial Biol   Mercitics   RTP-07040C   277020T   202511   315 880700W AVAIL.   2170 000   202511   315 88070W AVAIL.   2170 000   202511	Commercial Biol   Abstration   This College   Thi								Grand Hotel)	ROCHESTER, MN 55902		
Commercial Biol   Abstraction   Project   Pr	Decision and Final Process   Proce	Commercial Bldg	Alteration	R19-0070CB	4/2/2019	083045		\$92,750			CO Issued	2/19/2020
Commercial Biol   Minetion   Mile (1964)	Security Flog   Allerdon   Pip-Side(D)   P						,		electrical and finishes. (J. Powers	Suite 100		
Somewords Bidg Alleration R150-223CCB 1098-2019 09524 207 886-0004WW 74/VE COMMERCIAL R150-223CCB 1198-2019 09524 207 886-0004WW 74/VE COMMERCIAL R150-2019 09524 207 886-0004WW 74/VE COMMERCIAL R150		Commercial Bldg	Alteration	R19-0184CB	7/10/2019	025241		\$310,000	Fit-up for RPS classroom in south	Traci Downs	CO Issued	3/23/2020
Commercial Bidg   Abrasion   P15-0290CB   10/09/0719   087764   20.9 8 RIGAD/WAY AVR   10/09/0719   087764   20	Description   Section   VIP-020000   VIP-0200000   VIP-020000   VIP-020000   VIP-020000   VIP-020000   VIP-0200000   VIP-020000   VIP-0200000   VIP-020000   VIP-020000   VIP-020000   VIP-020000   VIP-0200000   VIP-020000   VIP-0200000   VIP-0200000   VIP-0200000   VIP-020000						ROCHESTER, MN 55904					
Proceedings   Procedings   Procedings   Procedings   Proceedings   Proceedings   Procedings   Pro	Promoted	Ci-l Did-	A 14 4 :	D40 00000D	40/00/0040	002705	200 CW 4 CT 250	£4 400 744	(Incubator Classroom)	Rochester, MN 55902	00 1	7/04/0000
Commercial Bids	Commercial Big   Property   Pro	Commercial Blog	Alteration	K19-0230CB	10/29/2019	083795		\$1,109,744	occupy space on the second level,	700 Meadow Lane North	CO issued	7/21/2020
Commercial Biolay   Protect   Prot	Commercial Reg   Product									Minneapolis, MN 55422		
Commercial Biog   Alteration   Tills 0400CE   1109/2019   073799   071159V 281, ROCHESTER   \$100,000   Clamb 8th Mathematics   Alteration   Tills 0400CE   1109/2019   073799   071159V 281, ROCHESTER   \$100,000   Clamb 8th Mathematics   Alteration   Tills 0400CE   12711/2019   080024   253 8ROADWAY AVE   \$2,500,000   Covered and held for Covere   Commercial Biog   Alteration   Tills 0400CE   17711/2019   080024   253 8ROADWAY AVE   \$2,500,000   Covered and held for Covere   Covered and held for Covered and held for Covere   Covered and held for Covered a	Demmercial Bigs   Alleration   RT-9605CB   11/202918   07379   11.597.25 F, ROCHESTER,   1910.000 F 000 Subtramonary law and process of the process process process of the process process of the process	Commercial Bldg		R19-0290CB	11/8/2019	080524		\$350,000	Structural package for operable		Finaled	9/2/2020
Commercial Bidg  Alersition  All-BoldOccores	200,000   200,						ROCHESTER, MIN 55904					
Min	MAIN 50002	Commercial Bldg	Alteration	R19-0403CB	11/20/2019	073709	1211 SW 2 ST_ROCHESTER	\$100,000	Indigo)  Demo 85 tub/surrounds, replace		C of C Issued	3/27/2020
Description   Commercial Bidg   Alteration   Paragraphic	Commercial Blog   Alersdoor   R19-028CC   12/11/2019   086525   20.5 BRAJAPINAY AVE.   SOCIALISTER, NA 15002   SOCIALISTER,	Commercial Blag	Alteration	T(15-04000B	11/20/2013	010103		\$100,000	vanities. Demo 3 ADA tubs in units	Company	0 01 0 133464	5/2/1202
Commercial Bidg   Alteration   RT 9-028CB   12/11/2019   080552   22/8 S BRADAWAY NEW   22/2019   22/201	Secure   Commercial Bidg   Alleration   R19-02050F   12/11/2019   09524   25/2019   017784   25/2019   25/									Rochester, MN 55902		
Students   Chee   Indigo - Craye   Students   Indigo - Craye   Students   Indigo - Craye   Indigo - Cra	Multi-Family Bidg	Commercial Bldg	Alteration	R19-0326CB	12/11/2019	080524		\$2,250,000		Jim Toninato	C of C Issued	9/3/2020
Mail-Family Bidg   Phased Period   Phased Pe	Multi-Family Bigs   Pisseed   R19-0053MF9   8-62219   017764   26-5219   017764						ROCHESTER, IVIN 55904			Suite B		
Partial Permit	Parliat   Parl	Multi-Family Bldg	Phased	R19-0053MFB	8/5/2019	017784	324 SW 1 AVE.	\$340.000			Finaled	11/16/2020
Month-Family Bidg	Multi-Family Bidg   Pental   R19-0017MPB   8/21/2019   D17784   323 SW 1 AVE   ROCKESTER, NA 55002   Rockest	,	Partial		0.0.00			*****	multifamily with retail on the 1st	3033 Excelsion Boulevard		
Partial Permit   ROCHESTER, MN 55902   Industry   Industry   Rochester   Roc	Partial   Pormit		Permit						. ,	Minneapolis, MN 55416		
Moute-Family Bidg   New   R19-0046MFB   9/19/2019   017784   124 SW1 T AVE   ROCHESTER, NN 55902   ROCHESTER, NN 55904   ROCHESTER, NN 55902   ROCHESTER, NN 55904   ROCHESTER, NN 55904   ROCHESTER, NN 55902   ROCHESTER, NN 55904   ROCHESTER	Permit   P	Multi-Family Bldg		R19-0017MFB	8/21/2019	017784		\$660,000			Finaled	11/16/2020
Mail-Family Bidg	Multi-Family Bidg   Alteration   R19-0048MFB   011602719   017764   234 SW 1 AVE, MCOHESTER, MIN 55002   11 fbor, (The 30A Apartments)   Silvano   11 fbor						ROCHESTER, IVIN 55902			1907 Wayzata Blvd		
Molis-Family Bidg   Alteration   R19-0048MFB   9/16/2019   017794   324 SW 1 AVE, molisoned   Sci75.73 8 00 unt multifamily with read all of the floor, "The 247 Apartments"   S03 Sections Boolevard   S04 Sections Boolev	Alteration   R19-004MFB   New   R19-004MFB   9/19/010   017798   324 SW 1 AVE,   ROCHESTER, MN 65902   S5/26/278   80 out multifarmly bildy   Alteration   R19-0092MFB   11/8/2010   639867   \$11 SW 3 AVE,   ROCHESTER, MN 65902   S5/26/20   R004 of shell space for common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the common laws and community room for the base of the community room for the base of the common laws and community room fo											
Multi-Family Bldg   Alteration   R19-0092MFB   11/8/2019   083887   S11 SW 3 AVE   ROCHESTER, NM 55902   S25,000   Fit and of shall space for common, Varies Winau (Minespecifs, MM 55416   Varies Winau (Minespecifs, MM 55021   Sauth (Minespecifs, MM 55022   Sauth (Minespecifs, MM	Auti-Family Bidg Alteration R19-092MFB 1182019 083887 S1 SW 3 AVE. ROCHESTER, MN 55902 255 SW 1 AVE. ROCHESTER, MN 55902 3250.000 Fire out of deel space for community number for the space for community number for community number of community number for the space for community number for community number for the space for community number for space for community number for space for community numbe	Multi-Family Bldg	New	R19-0048MFB	9/16/2019	017784		\$5,675,738		Marc Bassara	CO Issued	11/16/2020
Mails-Family Bidg   Alteration   R19-0092MFB   11/8/2019   08/887   S11 KW 3 AVE.   COVERSTER, INN 55902   S26,000   File fact of shell space for common or area and common common or area a	Alteration   R19-0004MFB   116/2019   085867   R11 SW 3 AVE.   S260,000   Fict of delse lagace for common and community month   S860 CAMPPUS TRAIL.   APRIL						ROCHESTER, MN 55902		1st floor. (The 324 Apartments)			
RCCHESTER, MN 55902	ROCHESTER, MN 55902   sare and ordinarily storn for the professor of the	Multi Family Blda	Altoration	D10 0000MED	11/9/2010	002607	E11 CW 2 AVE	¢250.000	Fit out of shall appear for common		CO legued	4/14/2020
Multi-Family Bldg   Alteration   R19-0104MFB   11/8/2019   NOPN99   728 SW 1 AVE   ROCHESTER, NN 55902   S34,000   Replacement of existing gypsum colling, balt insulation and rigid foam on the interested of a parking Association   POV Condo Association   POV Condo Association   POW Service   POW Service   POW Service   POW Service   POW Service   POW Service   POW Condo Association   POW Service   POW Ser	Alleration   R19-0104MPB   11/8/2019   NOP-NR9   728 SW 1 AVE.   S4-000   R20-0057CB   Colf C Issued   2/18/2019   R20-0057CB   Colf C Issued   2/18/2019   R20-0057CB   Colf C Issued   2/18/2019   R20-0057CB   Colf C Issued   R20-0057CB	Mulli-Fallilly Blug	Alteration	K 19-0092WFB	11/0/2019	003007		\$250,000	area and community room for the	3686 CHAPPUIS TRAIL	CO issueu	4/14/2020
Molti-Family Bidg	Alteration   R19-0104MFB   118/2019   NOPN09   728 SW 1 AVE.   S34,000 Replacement of existing gypsum   C72 Star & SW 1 Condo Association   C3 of C Issued   278									FARIBAULT, MN 55021		
		Multi-Family Bldg	Alteration	R19-0104MFB	11/8/2019	NOPN99		\$34,000	Replacement of existing gypsum		C of C Issued	2/18/2020
Association   Association   Contractor to remove and replace equipment, antennas and coax.   256,001,001,604   Most   M	Association						ROCHESTER, IVIN 55902					
Commercial Bidg												
Commercial Bidg	Commercial Bidg   Alteration   R20-0057CB   04/01/20   11555   MM 55902   \$2,6000 (Roc Fiskdal Motel)   Verizon Wireless   Finaled   4/28/								Contractor to remove and replace			
Interior Fit-up of fourth floor for office and training, (MN Public Cornerstone Management C of C Issued 10, 211 2 ST NW 2003, ROCHESTER, MN 55904 S262,128 Defenders Office) Cornerstone Management C of C Issued 10, 211 2 ST NW 2003, ROCHESTER, MN 55904 S262,128 Defenders Office) Cornerstone Management C of C Issued 10, 211 2 ST NW 2003, ROCHESTER, MN S5904 S262,128 Defenders Office) Cornerstone Management C of C Issued 10, 211 2 ST NW 2003, ROCHESTER, MN S5904 S80,000 House) Combining apartment. (Charter Deborah Kenitz Finaled 10, 211 2 ST NW 417, ROCHESTER, MN Remodel of suite 417, (Charter Deborah Kenitz Finaled 11/2 ST NW 804, ROCHESTER, MN S5904 S5901 S130,000 House) Combining apartment 804 and 805 into one apartment 804 and 805	Interior fit-up of fourth floor for office and training, (MN Public office and training, (MN	Commercial Bldg	Altoration	P20.0057CB	04/01/20	11555		\$26,000	1 1 1 1	Varizan Wirolass	Einalad	4/29/2020
Commercial Bldg	200mmercial Bidg   Alteration   R20-015/CB	Commercial Blug	Alteration	N20-0037CB	04/01/20	11555	IVIN 55902	\$26,000		Verizori wireless	rillaleu	4/20/2020
211 2 ST NW 2003,   Combining apartment 2003 and 2004 into one apartment. (Charter CHARTERHOUSE INC - Deborah Kenitz   Finaled   10/2   12 ST NW 417, ROCHESTER, MN   S9000   House   10/2   12 ST NW 417, ROCHESTER, MN   Remodel of suite 417. (Charter CHARTERHOUSE INC - Deborah Kenitz   Finaled   11/2   12 ST NW 417, ROCHESTER, MN   Remodel of suite 417. (Charter CHARTERHOUSE INC - Deborah Kenitz   Finaled   11/2   11/2 ST NW 804, ROCHESTER, MN   Remodel of suite 417. (Charter CHARTERHOUSE INC - Deborah Kenitz   Finaled   11/2   11/2 ST NW 804, ROCHESTER, MN   S9000   S130,000   House   S130,000	211 25 TNW 2003, ROCHESTER, MN   2004 into one apartment. (Charter   Charter   Chart		1									
ROCHESTER, MN   2004 into one apartment. (Charter   Charter   Ch	### Alteration R20-0022MF8   06/17/20   18102   S5901   S80,000   House   Oborah Kenitz   Finaled   10/29/   12/25   S5901   S80,000   House   Oborah Kenitz   Finaled   10/29/   12/25   S5901   S80,000   House   Oborah Kenitz   Finaled   10/29/   S5901   S70,000   House   Oborah Kenitz   Finaled   11/18/   S75,000   House   Oborah Kenitz   Finaled   S80,000   House   Oborah Kenitz   House   House   House   House   House   House   House   House   House   Hous	Commercial Bldg	Alteration	R20-0159CB	07/08/20	82430		\$262,128		Cornerstone Management	C of C Issued	10/5/2020
211 2 ST NW 417, ROCHESTER, MN   Remodel of suite 417. (Charter   Charter									- '	CHARTERHOUSE INC -		
Multi-Family Bidg Alteration R20-0016MFB 05/22/20 18102 55901 55901 55901 Combining apartment 804 and 805 into one apartment. (Charter Deborah Kenitz Finaled 11/2 ST NW 804, ROCHESTER, MN Spota Status Stat	Multi-Family Bldg Alteration R20-0016MFB 05/22/20 18102 59001 \$130.00 House) Combining apartment 804 and 805 into one apartment. (Charter Deborah Kenitz Finaled 11/18/.  Multi-Family Bldg Alteration R20-0001MFB 01/28/20 18102 59001 \$70,000 House) Combining apartment (Charter Deborah Kenitz Finaled 9/23/.  MNN S9001 \$70,000 House) Charter Deborah Kenitz Pinaled 9/23/.  Remodel of existing office space into two apartments condos. (211 into two apartments condo	Multi-Family Bldg	Alteration	R20-0022MFB	06/17/20	18102		\$80,000	House)	Deborah Kenitz	Finaled	10/29/2020
Multi-Family Bidg	Multi-Family Bidg								Remodel of suite 417. (Charter	CHARTERHOUSE INC -		
Multi-Family Bldg Alteration R20-001MFB 01/28/20 18102 55901 55901 5700 house) Into one apartment. (Charter S70,000 house) Into one apartment office the part of apartments conds. (211 house) Into two apartments conds. (211 house) Into two apartments conds. (211 house) S89,000 S	Multi-Family Bldg Alteration R20-0001MFB 01/28/20 18102 55901 S5901 S70,000 House) Deborah Kenitz Finaled 9/23/ Remodel of existing office space into two apartments condos. (211 micro two apartments condos. (21	Multi-Family Bldg	Alteration	R20-0016MFB	05/22/20	18102	55901	\$130,000	House)		Finaled	11/18/2020
Multi-Family Bldg Alteration R20-0001MFB 01/28/20 18102 55901 \$70,000 House) Deborah Kenitz Finaled 9/2 Remodel of existing office space into two apartments condos. (211 RROADWAY AVE S, ROCHESTER, MN 55904 \$89,000 S. Broadway) NINE UNLIMITED LLC C of O Issued 9/2 Adding to the existing deck. (Hollandberry Pannekoeken Standberry Pannekoeken St	Multi-Family Bidg   Alteration   R20-0017CB   01/28/20   18102   55901   \$70,000   House   Deborah Kenitz   Finaled   9/23/, Remodel of existing office space into two apartments condos. (211   ROADWAY AVE S, ROCHESTER, MN 55904   S89,000 S. Broadway)   NINE UNLIMITED LLC   Cof O Issued   9/25/, Adding to the existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   9/14/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   8/13/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   8/13/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   8/13/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   8/13/, Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Restaurant)   Tasos Psomas   Finaled   Remodel of existing deck. (Hollandberry Pannekoeken   S10,000   Remodel of existing deck. (Hollandberr									CHARTERHOUSE INC.		
Remodel of existing office space into two apartments condos. (211 NINE UNLIMITED LLC C of O Issued 9/. Adding to the existing deck. (Hollandberry Pannekoeken Say. 100 S. Remove and replace existing blasted EPDM roof. (Residences of Say. 100 S. Promercial Bldg Alteration R20-0185CB 08/11/20 81808 ROCHESTER, MN 55902 S134,536 Old City Hall)  Multi-Family Bldg Alteration R20-028MFB 07/07/20 17870 MN 55902 S134,536 Old City Hall)  MinnWest Bank new branch office tenant fit out at the 324 MinnWest Bank C of O Issued 10. Minnwest Bank C of O	Remodel of existing office space into two apartments condos. (211   ROCHESTER, MN 55904   S89,000   S. Broadway)   NINE UNLIMITED LLC   C of O Issued   9/25/.	Multi-Family Bldg	Alteration	R20-0001MFB	01/28/20	18102		\$70,000			Finaled	9/23/2020
Commercial Bldg Alteration R20-0017CB 05/28/20 82434 ROCHESTER, MN 55904 \$89,000 S. Broadway) NINE UNLIMITED LLC C of O Issued 9/x Adding to the existing deck. (Hollandberry Pannekoeken S10,000 Restaurant) Tasos Psomas Finaled 9/x Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof. (Residences of tenant fit out at the 324 Commercial Bldg Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10.  Replace existing blasted EPDM roof. (Residences of tenant fit out at the 324 Commercial Bldg New R20-0157CB 06/17/20 70415 MN 55902 \$25 T SW, ROCHESTER, Replace existing retaining wall. (Christ certaining wall.) (Christ certaining wall.) (Christ certaining wall.) (Christ certaining wall.) (Christ certaining certaining wall.) (Christ certaining wall.) (Christ certaining certaining wall.) (Christ certaining wall.) (Christ certaining certaining wall.) (Christ certaining certaini	Commercial Bldg   Alteration   R20-017CB   05/28/20   82434   ROCHESTER, MN 55904   \$89,000   S. Broadway)   NINE UNLIMITED LLC   C of O Issued   9/25/20   Adding to the existing deck.   (Hollandberry Pannekoeken   Tasos Psomas   Finaled   9/14/20   Finaled   9/14	, .3			,				Remodel of existing office space			
Adding to the existing deck. (Hollandberry Pannekoeken  Standard Replace existing blasted EPDM roof. (Residences of tenant fit out at the 324 minwest Bank and the standard Replace existing to the standard Replace existing blasted EPDM roof. (Residences of tenant fit out at the 324 minwest Bank and the standard Replace existing tenant fit out at the 324 minwest Bank and the standard Replace existing tenant fit out at the 324 minwest Bank and the standard Replace existing tenant fit out at the 324 minwest Bank and the standard Replace existing tenant fit out at the 324 minwest Bank and the standard Replace existing tenant fit out at the 324 minwest Bank and the standard Replace existing retaining wall with new modular retaining wall. (Christ new modular retaining wall. (Christ Standard Replace existing puilding. Tear off and re-roof of existing building. Tear off and re-roof asphaltic shingles.	Adding to the existing deck. (Hollandberry Pannekoeken S10,000 Restaurant) Tasos Psomas Finaled 9/14/  Multi-Family Bldg Alteration R20-0028MFB 07/07/20 17870 MN 55902 STSW, ROCHESTER, MN 55902 MN 5590	Commercial Bldg	Alteration	R20-0017CR	05/28/20	82434		\$89 000		NINE UNI IMITED LLC	C of O Issued	9/25/2020
Commercial Bldg Addition R20-0185CB 08/11/20 81808 ROCHESTER, MN 55906 \$10,000 Restaurant) Tasos Psomas Finaled 9/:  Remove and replace existing blasted EPDM roof. (Residences of Multiple Financial Services Finaled 8/:  Multi-Family Bldg Alteration R20-0028MFB 07/07/20 17870 MN 55902 \$134,536 Old City Hall) Multiple Financial Services Finaled 8/:  MinnWest Bank new branch office tenant fit out at the 324  Commercial Bldg Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10.  Replace existing retaining wall. (Christ enem modular retaining wall.) (Christ enem condular retaining wall. (Christ enem condular retaining wall.)	Commercial Bldg Addition R20-0185CB 08/11/20 81808 ROCHESTER, MN 55906 \$10,000 Restaurant) Tasos Psomas Finaled 9/14/ Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Residences of blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing blasted EPDM roof. (Remove and replace existing blasted EPDM roof.) Remove and replace existing the space and roof. Roof.  Replace existing retaining wall with new	Diug		301708	03,20,20	-22.54	·	\$55,000	Adding to the existing deck.			5,25,2020
Multi-Family Bldg Alteration R20-0028MFB 07/07/20 17870 MN 55902 \$134,536 Old City Hall)  MinnWest Bank new branch office tenant fit out at the 324  Commercial Bldg Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (MinnWest Bank C of O Issued 10, Alteration R20-0157CB 06/17/20 70415 MN 55902 \$22,107 United Methodist Church)  Remove and replace existing blasted EPDM roof. (Residences of S134,536 Old City Hall)  Multiple Financial Services Finaled 8/-  MinnWest Bank new branch office tenant fit out at the 324  \$755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10, Alteration R20-0157CB 06/17/20 70415 MN 55902 \$22,107 United Methodist Church)  Replace existing retaining wall. (Christ CHRIST UNITED METHODIST C Finaled 7, Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Remove and replace existing blasted EPDM roof. (Residences of S134,536 Old City Hall)  Multiple Financial Services Finaled 8/13/  MinnWest Bank new branch office tenant fit out at the 324 MinnWest Bank Replace existing blasted EPDM roof. (Residences of S134,536 Old City Hall)  MinnWest Bank new branch office tenant fit out at the 324 MinnWest Bank Replace existing blasted EPDM roof. (Residences of S134,536 Old City Hall)  MinnWest Bank new branch office tenant fit out at the 324 MinnWest Bank Replace existing retaining wall with new modular retaining wall with new modular retaining wall. (Christ Post Post Post Post Post Post Post Po	C	A -1 -1:4:	020 040500	00/44/	01000		640.00	l' '	T D	Single d	0/4 4/0
Multi-Family Bldg Alteration R20-0028MFB 07/07/20 17870 MN 55902 \$134,536 Old City Hall) Multiple Financial Services Finaled 8/3  Minnwest Bank new branch office tenant fit out at the 324  Minnwest Bank (Minnwest Bank (Minnwest Bank) C of Olssued 10/4  Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (Minnwest) Minnwest Bank C of Olssued 10/4  Replace existing retaining wall with new modular retaining wall with new modular retaining wall. (Christ Christ United Methodist Church)  Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Alteration R20-0028MFB 07/07/20 17870 MN 55902 \$134,536 Old City Hall) blasted EPDM roof. (Residences of Multiple Financial Services Finaled 8/13/ MinnWest Bank new branch office tenant fit out at the 324 Example of the services of Multiple Financial Services Finaled 8/13/ MinnWest Bank new branch office tenant fit out at the 324 S755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10/2/ Replace existing retaining wall with new modular retaining wall. (Christ MN 55902 \$25,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7/2/ Re-roof of existing building. Tear off and re-roof asphaltic shingles. S139,700 (Gift of Life Transplant House) Finaled 6/22/ Phased Partial R20-0243CB 11/04/20 83796 MN 55902 \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/ Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	commercial Bldg	Addition	K2U-U185CB	U8/11/20	81808	KUCHESTER, MIN 55906	\$10,000		Tasos Psomas	rınaiea	9/14/2020
Commercial Bldg Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment building. (MinnWest Bank new branch office tenant fit out at the 324 \$755,000 Apartment building. (MinnWest Bank C of O Issued 10, Replace existing retaining wall with new modular retaining wall. (Christ S22,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7, Re-roof of existing building. Tear off and re-roof asphaltic shingles.	MinnWest Bank new branch office tenant fit out at the 324 (\$755,000 Apartment Building. (MinnWest Bank C of O Issued 10/2/20 Minnwest Bank								blasted EPDM roof. (Residences of			
Commercial Bldg Alteration R20-0124CB 06/12/20 17784 324 1 AVE SW, ROCHESTER, MN 55902 tenant fit out at the 324 Minnwest Bank C of O Issued 10, Replace existing retaining wall. (Christ new modular retaining wall. (Christ S22,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7, Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10/2/ Replace existing retaining wall with new modular retaining wall. (Christ S22,107) United Methodist Church) CHRIST UNITED METHODIST C Finaled 7/2/ Re-roof of existing building. Tear off and re-roof asphaltic shingles. Commercial Bldg Alteration R20-0141CB 05/27/20 77284 S5902 \$39,700 (Giff of Life Transplant House) Finaled 6/22/ Phased Partial R20-0243CB 11/04/20 83796 MN 55902 \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/ Phasel Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	Multi-Family Bldg	Alteration	R20-0028MFB	07/07/20	17870	MN 55902	\$134,536	Old City Hall)	Multiple Financial Services	Finaled	8/13/2020
Commercial Bldg Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10, Replace existing retaining wall. (Christ new modular retaining wall.) (Christ New MR20-0157CB 06/17/20 70415 MN 55902 \$22,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7, Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Commercial Bldg Alteration R20-0124CB 06/12/20 17784 MN 55902 \$755,000 Apartment Building. (MinnWest) Minnwest Bank C of O Issued 10/2/ Replace existing retaining wall with new modular retaining wall with new modular retaining wall. (Christ 522,107 United Methodist Church)  Commercial Bldg Alteration R20-0141CB 05/27/20 77284 55902 \$2 ST SW, ROCHESTER, MN 55902 ST SW, ROCHESTER, MN 65902 ST, SO0,000 Discovery Square)  Phased Partial R20-0243CB 11/04/20 83796 MN 55902 ST, SO0,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/ Partial Partial ST SW, ROCHESTER, Structural steel. (Two Discovery								MinnWest Bank new branch office			
Replace existing retaining wall with new modular retaining wall. (Christ S22,107 United Methodist Church)  Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Replace existing retaining wall with new modular retaining wall with new modular retaining wall. (Christ September 1972).  Commercial Bldg New R20-0157CB 06/17/20 70415 MN 55902 S2T SW, ROCHESTER, MN 55902 S2T SW, ROCHESTER, MN 67/20 S2T SW, ROCHESTER, STUDIOR SWEET SWALL SWA		L									
Commercial Bldg New R20-0157CB 06/17/20 70415 MN 55902 \$22,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7, Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Commercial Bldg New R20-0157CB 06/17/20 70415 MN 55902 \$2.51 SW, ROCHESTER, Now Syapon of fand re-roof of existing building. Tear off and re-roof asphaltic shingles.  Commercial Bldg Alteration R20-0141CB 05/27/20 77284 55902 \$39,700 (Giff of Life Transplant House) Finaled 6/22/.  Phased Partial R20-0243CB 11/04/20 83796 MN 55902 \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/.  Phased Partial Phased Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	Commercial Bldg	Alteration	R20-0124CB	06/12/20	17784	MN 55902	\$755,000	Apartment Building. (MinnWest)	Minnwest Bank	C of O Issued	10/2/2020
Commercial Bldg New R20-0157CB 06/17/20 70415 MN 55902 \$22,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7, Re-roof of existing building. Tear off and re-roof asphaltic shingles.	Commercial Bldg New R20-0157CB 06/17/20 70415 MN 55902 \$22,107 United Methodist Church) CHRIST UNITED METHODIST C Finaled 7/2/.  Re-roof of existing building. Tear off and re-roof asphaltic shingles. Say,700 (Gift of Life Transplant House) Finaled 6/22/.  Phased Partial R20-0243CB 11/04/20 83796 MN 55902 \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/.  Partial Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery		1						Replace existing retaining wall with			
Re-roof of existing building. Tear 705 2 ST SW, ROCHESTER, MN off and re-roof asphaltic shingles.	Re-roof of existing building. Tear off and re-roof asphaltic shingles.  Sommercial Bidg Alteration R20-0141CB 05/27/20 77284 55902 539,700 [Gift of Life Transplant House] Finaled 6/22/ Partial Permit R20-0243CB 11/04/20 83796 MN 55902 \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/ Partial Phased Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery		<u> </u>	222 24	0=1:=1:			A		CURIET UNITED COMMON CO		
705 2 ST SW, ROCHESTER, MN off and re-roof asphaltic shingles.	Commercial Bldg Alteration R20-0141CB 05/27/20 77284 55902 77284 55902 off and re-roof asphaltic shingles. S39,700 (Gift of Life Transplant House) Gift of Life Transplant House Finaled 6/22/Partial R20-0243CB 11/04/20 83796 MN 55902 Footnage from the R20-0243CB 11/04/20 83796 MN 55902 S7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/Partial Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	commercial Bldg	New	к20-0157CB	U6/17/20	/0415	IVIN 55902	\$22,107	United Methodist Church)	CHRIST UNITED METHODIST C	rinaled	7/2/2020
	Commercial Bldg Alteration R20-0141CB 05/27/20 77284 55902 \$39,700 (Gift of Life Transplant House) Gift of Life Transplant House Finaled 6/22/ Phased Partial R20-0243CB 11/04/20 83796 MN 55902 \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/ Phased Partial 415 2 AVE SW, ROCHESTER, Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery											
Lommercial Bidg   Alteration   K20-0141CB   U5/21/20   7/284   55902   \$39,700   Gift of Life Transplant House   Finaled   6/3	Phased Partial Commercial Bidg Permit R20-0243CB 11/04/20 83796 MN 55902 S7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/. Phased Partial 415 2 AVE SW, ROCHESTER, 415 2 AVE SW, ROCHESTER, 57,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/. Structural steel. (Two Discovery			1	0-1			A	off and re-roof asphaltic shingles.	o:6		e /== /=·
	Partial Permit R20-0243CB 11/04/20 83796 MN 55902 under ground utilities. (Two \$7,500,000 Discovery Square) Rochester 2 Associates LLC Issued 11/4/Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	C		D20 0444 ==		//284	DD902	\$39,700		GIFT OF LITE Transplant House	rinaied	6/22/2020
Partial 415 2 AVE SW, ROCHESTER, underground utilities. (Two	Phased Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	Commercial Bldg		R20-0141CB	03/27/20				Footing, foundations and			
Commercial Bildg         Permit         R20-0243CB         11/04/20         83796         MN 55902         \$7,500,000         Discovery Square)         Rochester 2 Associates LLC         Issued         11	Partial 415 2 AVE SW, ROCHESTER, Structural steel. (Two Discovery	Commercial Bldg	Phased Partial	R20-0141CB	03/27/20		415 2 AVE SW, ROCHESTER,		underground utilities. (Two			
			Phased Partial Permit					\$7,500,000	underground utilities. (Two	Rochester 2 Associates LLC	Issued	11/4/2020
	12/10/20   12/10/20		Phased Partial Permit Phased				MN 55902	\$7,500,000	underground utilities. (Two Discovery Square)	Rochester 2 Associates LLC	Issued	11/4/2020

Partial Completed Projects | 12/10/20 | 35/30 | MM 35/3

## **ATTACHMENT 2**

#### **ATTACHMENT 2**

March 17, 2021

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, 2020, to December 31, 2020. The amount of qualified investment is approximately \$60.3 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, and we remain committed to achieving the long-term DMC development and investment goals. Overall, we spent more than \$300 million on capital projects and equipment in Rochester in 2020. In addition to our commitment to DMC, these investments included improving our medical tissues archive and purchasing world-class medical equipment. In total, we will invest more than \$1 billion in Rochester facilities and equipment between now and 2024. Through 2020, our DMC investment totals more than \$650 million.

While impacted by the economic effects of the COVID-19 pandemic, we were able to resume our investment in major capital projects in late 2020 and added more than one thousand jobs to our Minnesota workforce over the course of a challenging year. We accomplished this while also contributing to the worldwide efforts to end the COVID-19 pandemic. I am incredibly grateful to our dedicated and hard-working staff – in Minnesota and across the globe – who have continued to provide world-class patient care, medical education and research during this unprecedented time. As Minnesota's largest employer and largest-ever economic development initiative, Mayo Clinic and DMC will continue to play important roles in supporting the economic resiliency and recovery of our state.

We remain committed to collaborating with the state of Minnesota, city of Rochester, Olmsted County and other stakeholders to strengthen our economy and affirm Minnesota's position as the world's premier destination medical center.

Thank you.

Sincerely,

W & SINCERELY

**Jeff Bolton** 

Chief Administrative Officer

Mayo Clinic

cc: Kevin McKinnon, Deputy Commissioner Economic Development, Minnesota Department of Employment and Economic Development

### Permitted Expenditures from July 1, 2013 to December 31, 2020 Prior Years 2013 - 2019 Expenditures Total Expeditures Total Spent

			2013 - 2019	Expenditures		l otal Expeditures	Total Spent as
			Expenditures	not previously	2020	reported for	of December
Approval Date	Project/Req Number	Project/Equipment Name	Reported	reported	Expenditures	2020	31st 2020
	7R100580	Mary Brigh East Expansion	2,065,139.65	roportou	_xponunu.co	-	2,065,139.65
	7R110910	Dermatology Remodel	9,123,648.24			-	9,123,648.24
	7R121480	Sports Medicine Center	5,666,939.49			-	5,666,939.49
	7R121370 7R130470	2915 Warehouse Infrastructure	693,219.52 1,411,411.46			-	693,219.52 1,411,411.46
	7R130470 7R100320	Core 200 SMH Operating Room Renovation Anatomic Pathology Office Remodel	476,041.94				476,041.94
	7R121490	Psychiatry and Psychology Master Plan, Phase 1A - Generose Main	1,213,985.91			-	1,213,985.91
07/11/13	7R120570	Development Remodel	2,679,274.32			-	2,679,274.32
	7R130980/7R130981	Bed Tower Modernization MB east	44,118,257.74			-	44,118,257.74
	7R130990/7R130991	Domitilla 3 Modernization	7,762,425.78			-	7,762,425.78
	7R130650 7R130810	Remodeling laboratory space on Guggenheim 5.	265,065.75			-	265,065.75
	7R130180	Saint Marys Hospital Chiller Addition Institute Hills Chiller Replacement	4,631,632.46 441,903.16			-	4,631,632.46 441,903.16
	7R130820	Radiation Oncology Room "E" Linear Accelerator Replacement	188,793.94				188,793.94
	7R110200	DLMP Phlebotomy Remodel	1,615,648.60				1,615,648.60
	7R120870	Mary Brigh Electrical Upgrades (Phase 3)	2,002,781.62			-	2,002,781.62
	7R121420	SDSC Expansion Construction Only	21,500,990.14			-	21,500,990.14
	7R121080	Creation of the consolidated freezer and BAP facility at the 2915 Warehouse	4,006,693.46			-	4,006,693.46
	7R130690	Remodeling of multiple laboratories on Guggenheim 8	774,090.58			-	774,090.58
	7R131440 7R131300	Four Operating Rooms Off Core 700 Remodeling within the Metabolomics Core on Alfred 5	3,082,756.73 616,212.48			-	3,082,756.73 616,212.48
	R2007523 / 7R131300	Thermo TSQ Triple Quadrapole MS (assets 147506 & 145344)	596,292.00				596,292.00
	7R131420	Remodeling within Opus 1 to accommodate space for a new CT machine.	480,162.90			-	480,162.90
	7R131270	Employee and Community Health Southeast Clinic	4,326,200.60			-	4,326,200.60
	7R120690	Cardiac Catheterization Procedure Room 103 Remodel - Saint Marys, Mary Brigh 4	412,584.91			-	412,584.91
	7R140130	Gonda 5, 5th PET/CT Installation & Uptake	301,874.69			-	301,874.69
	7R140540 7R131400	Executive, Development and International Program Expansion - Mayo East 5	1,389,522.23			-	1,389,522.23
	7R130760	DOM 3/4 Infrastructure Revisions for Remodeling Clinical Genome Sequencing, Lab Expansion	2,109,759.78 296,600.82			-	2,109,759.78 296,600.82
	CPC2010723 / 7R130820	Varian Medical Systems (asset 145374)	3,334,879.00				3,334,879.00
	7R140480	CMCT and Prev. Med. Relocation Gonda 18 to Mayo East 17	358,383.16			-	358,383.16
	7R140790	Cancer Center Station Eisenberg 4-3	892,147.20			-	892,147.20
	7R140780	CT Simulator I Replacement Charlton S-259, S-261	191,170.81			-	191,170.81
	CPC2010473/7R140780	CT Scanner - 5yr (Asset 162815)	687,812.80			-	687,812.80
	7R150070	Charlton 2 Incremental 3T Body Scanner 3T Siemens Skyra MRI (assest 166875, 167065-167082)	749,773.48			-	749,773.48
	CPC2015146/7R150070 7R150080	SMC, Mary Brigh Main NH, MR-MCR 1.5T Replacement Scanner	1,637,261.00 448,573.83				1,637,261.00 448,573.83
	CPC2015438/7R150080	GE; 1.5T Optima MR450W (assest 165084, 165346-165359)	1,130,292.00				1,130,292.00
	7R150090	SMC, Mary Brigh Main NH, MR-MCR 1.5T Replacement Scanner	595,824.88			-	595,824.88
	CPC2015436/7R150090	DISCOVERY MRI Mary Brigh (assets 169437,171643, 171651, 171661-171672)	1,513,704.55			-	1,513,704.55
	7R130230	Renovation Mary Brigh Main, PACU - Phase 4	2,059,423.01			-	2,059,423.01
	7R140390	SMH Mary Brigh East Corridor Relocation	4,918,632.07			-	4,918,632.07
	7R140970 7R131280	Dr. Lee Diamond Reactor Lab Remodel on Med Sci SL MR-RO-CN-1-MR/PET installation	226,408.57 781,558.09			-	226,408.57
	CPC2007008/7R131280	GE; DISCOVERY MR750 PET (Assets 149876, ,150145-150157, 150668-150670)	3,698,538.02				781,558.09 3,698,538.02
	7R140140	CT Scanner Replacements (3L, 3Z & 4J) - somatom - CH 2	561,057.62				561,057.62
	CPC2010196/7R140140	Somatom Force CT (Asset 157628)	1,831,372.00				1,831,372.00
12/11/2014	7R140770	Linear Acc Replace Rm "C"	185,937.00			-	185,937.00
	CPC2010723/7R140770	VARATHON MEDICAL; TRUE BEAM (Asset 162800)	2,895,908.00			-	2,895,908.00
	CPC2010184/7R140770	SIEMENS; CT EDGE (Asset 163463)	856,459.02			-	856,459.02
	CPC2010189/7R140770 7R140160	SIEMENS; SOMATOM DEFINITION (Asset 164325) Incremental MRI Body Scanner	862,578.20 603,049.87			-	862,578.20
	CPC2010068/7R140160	SIEMENS; SKYRA 3TMRI (Asset 157191, 157322-157339)	1,859,239.00				603,049.87 1,859,239.00
	7R121290	GO3 Build 2 CT Bays	656,293.35			_	656,293.35
	CPC2010188/7R121290	SIEMENS; SOMATOM FORCE CT (Asset 149843)	1,750,000.00			-	1,750,000.00
	CPC2008778/7R120690	PHILIPS; XPER FD20 (Assets 147302, 147339, 147392)	1,649,213.30			-	1,649,213.30
	7R140090	Neurology Renovation, Mayo 8	4,989,615.93			-	4,989,615.93
	7R140220	Mayo 8 - Lobby Remodel	1,137,290.91			-	1,137,290.91
	7R140700 7R140170	Vascular OR Core 801 SMH Rad Vascular Imaging Ste 90	1,059,949.88 144,461.29			-	1,059,949.88 144,461.29
	CPC2008468/7R140170	SIEMENS MEDICAL; ARTIS ZEE (Asset 146871,146872)	985,408.00				985,408.00
	7R130050	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
	7R140150	CH N Neuro Scanner CN I-119C	561,796.54			-	561,796.54
8/14/2014	CPC2010082/7R140150	SIEMENS; PRISMA 3T MRI and Accessories (Asset 157677, 157935-157946)	2,241,875.00			-	2,241,875.00
12/11/14		USPS Building Purchase (Asset 156757, 156758)	2,185,017.25			-	2,185,017.25
	CPC2007616/7R140130	Land for Ronald McDonald House (Asset 147588, 147589) GE; DISCOVERY 710 PET Scanner (Asset 148389)	1,000,203.16 2,103,046.58			-	1,000,203.16 2,103,046.58
	7R151530	Fixed Wing Building	533,262.51				533,262.51
	7R151390	Hematopathology Consolidation, Hilton Building 7th Floor	2,018,886.34			-	2,018,886.34
	7R150870	Vacate Ei 7-1/7-2 Dermatology Phototherapy Phototherapy Relocation	439,830.58			-	439,830.58
	7R160520	Relocation of Respiratory Care Unit	1,184,489.68			-	1,184,489.68
	7R151490	Linen Service Depot-3939 Building	1,882,309.32 699,440.19			-	1,882,309.32 699,440.19
	7R150740 7R151570	Media On Demand Replacement Project Temporal Bone Lab remodel (original \$600K)	126,259.12				126,259.12
	7R150760	Dr. Misra Laboratory, Gugg 6	314,232.69				314,232.69
	7R160650	Lab Remodel Gugg 17 and 18	507,816.33			-	507,816.33
9/14/2016	7R160340	Space assignment for Dr. Burns and Dr. Scarisbrick surgery – Guggenheim 6	372,474.03			-	372,474.03
	7R151450	Guggenheim 13 Space Remodel	286,997.78			-	286,997.78
	7R140810	Charlton Desk R Lobby Remodel	397,223.24			-	397,223.24
	7R151060, 7R15106E	Jacobson Building Operating Rooms	23,568,520.11			-	23,568,520.11
	7R150100 CPC2021826/7R150100	Charlton 1 PET/CT (DRX- 1 Replacement) E-3006 GE - Discovery PET/CT 710 (Asset 178322)	132,948.22 1,500,726.20				132,948.22 1,500,726.20
	7R150010	Gastroenterology & Hepatology Renovation	7,257,879.25		104,648.27	104,648.27	7,362,527.52
	CPC2026475/7R150010	Stryker Sales Corporation - Alfred 6 Integration (Assets 180598-180603)	1,126,322.95		,	-	1,126,322.95
9/29/2016	CPC2026506/7R150010	Philips Fluoroscopy (Assets 181122-181123)	1,335,625.38			-	1,335,625.38
	7R160670	7T MRI Scanner	1,916,246.30				1,916,246.30
	7R140100	SMH Campus Radiology Consolidation	23,378,748.92		189,795.59	189,795.59	23,568,544.51
	7R150830 7R150670 & 7R150671	Mary Brigh East Tower Additional Floors Eisenberg 7-1 and 7-2	17,320,446.83 6,312,270.07		306.01	306.01	17,320,752.84 6,312,270.07
	7R150670 & 7R150671 7R150970	Pre Post Expansion on Gonda 2 Gonda 2-467	266,028.69			-	266,028.69
	7R131510	Franklin Heating Station Chiller #4 Replacement	2,286,167.61			-	2,286,167.61
11/4/2015	7R141050	Mary Brigh 4, Room 106 Heart Rhythm Services Remodeling	538,995.91			-	538,995.91
	CPC2023942/7R141050	Siemens - Fluoroscopy 106 (Asset 172294)	1,508,299.00			-	1,508,299.00
	7R141060	Mary Brigh 4, Room 111 Heart Rhythm for Equipment Replacement	217,834.13			-	217,834.13
	CPC2024041/7R141060	Siemens - Siemens fluoroscopy room 111 (Asset 179164)	801,942.00			-	801,942.00
	7R150850	Charlton North MR-MCR NU 3T Replacement Scanner	354,930.50			-	354,930.50
	CPC2019384/5/7R150850 7R150840	MAGNETOM Prisma 3T (asset 173601) Charlton North MR-MCR NT 1.5 Replacement Scanner	2,184,842.00 587,509.18			-	2,184,842.00 587,509.18
	CPC2019387/7R150840	SIEMENS; 1.5T OPEN 70CM (assets 169436,171642,171650,171652-171660)	1,188,732.00				1,188,732.00
	7R141150	Research Biplane Angiography System Replacement	78,970.28			-	78,970.28
	R2017007/7R141150	SIEMENS; ARTIS ZEE BIPLANE (asset 165045-165046)	1,158,442.00			-	1,158,442.00
		41st Street Professional Complex	9,831,862.38			-	9,831,862.38
	7R160100, 7R160101, 7R160102,	Precision Medicine Initiative					
	7R160103	Matanan (Assat 404540)	8,389,048.33		3,700.00	3,700.00	8,392,748.33
2Q16	R2025131/7R160100	Motoman (Asset 184543)	4,031,557.00			-	4,031,557.00

## Permitted Expenditures from July 1, 2013 to December 31, 2020 Prior Years Expenditures Total Expeditures Total Spent as

			2013 - 2019	Expenditures		Expeditures	Total Spent as
Annroyal Date	Project/Req Number	Project/Equipment Name	Expenditures Reported	not previously reported	2020 Expenditures	reported for 2020	of December 31st 2020
2Q16	R2025134/7R160100	Autogen (Assets 175437-175447)	2,023,074.27	reported	Experiorures	-	2,023,074.27
2Q16 2Q16	R2025138/7R160100 R2025143/7R160100	Hamilton Star (Assets 171685, 172326) Hamilton Bios Freezer (Asset 186447)	440,763.20 5,127,252.84			-	440,763.20 5.127.252.84
2Q16 2Q16	R2025249/7R160100	PerkinElmer Spectrophotometer (Asset 169459)	39,920.00			-	39,920.00
3Q16	R2026730/7R160100 R2026898/7R160100	Hamilton Robotic Upgrades Hamilton Star (Asset 179090)	45,951.00			-	45,951.00
3Q16 4Q16	R2027700/7R160100	Hamilton Star (Asset 179090) Hamilton Tube Handler - REQ# 2027700	235,653.10 34,358.20			-	235,653.10 34,358.20
1Q17	R2030177/7R160100	Hamilton Capper/Decapper Motoman Line (Asset 183593)	77,010.00			-	77,010.00
2Q17 3Q16	R2031170/7R160100 R2026141/7R160100	Hamilton Star EasyBlood Liquid Handler (Assets 181647-181649) Verso M2 - (Asset 179334)	776,489.90 729,256.34				776,489.90 729,256.34
4Q16	R2027695/7R160100	Hamilton EasyBlood Units (Assets 176522-176524)	721,818.90			-	721,818.90
1Q17 1Q18	R2029764/7R160100 R2035655/7R160100	Hamilton Bios PMI #3 (PO 20028966) Hamilton Freezer Bios HL20 (PO 20031301)	4,030,363.09 2,509,226.94			-	4,030,363.09 2,509,226.94
11/1/2015	7R150570, 7R15057A-7R15057D	Mary Brigh East Operating Rooms	727,108.67			-	727,108.67
8/11/2016 8/11/2016	CPC2025789/7R15057B CPC2026999/7R150570A	Siemens - Artis Zeeog Card. Thorax (Asset 180570) GE - Discovery IGS 740 (Asset 179172)	1,466,062.00 1.363.946.45				1,466,062.00 1,363,946.45
12/1/2015	7R151460	Gonda 14 Radiographic Room DR Conversion E15-3011 RAD-MCR-G014-R	112,034.00			-	112,034.00
12/1/2015 12/1/2015	7R151470 7R150980	Gonda 14-158 Duo DR Replacement, E15-3014 RAD-MCR-G014-158 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 - Charlton 1, VG6 Replacement E15-3003	138,704.91				138,704.91
8/19/2015 9/21/2016	CPC2015772/7R150650 7R160970	GE; DISCOVERY 670 PRO Cardiovascular Diseases Patient Appointment Coordinator	948,408.45 200,409.53			-	948,408.45 200,409.53
12/21/2016	7R151630	Reproductive Endocrinology and Infertility Relocation	2,378,634.23			-	2,378,634.23
12/21/2016	7R160540	Remodel Mary Brigh 6 to increase Medical ICU capacity	1,945,164.70		9,009.85	9,009.85	1,954,174.55
12/31/2016 5/25/2016	7R151000 7R151380	Mayo Building – Substation MA-E-5 Replacement Pharmacokinetics Core Relocation	612,251.93 469,019.61			-	612,251.93 469,019.61
6/14/2017	7R151560 & 7R170130	Remodel Baldwin 1 for ISP / Baldwin 1 Entry Vestibule Replacement	4,186,165.25			-	4,186,165.25
3/15/2017 3/15/2017	7R151400 7R160790	Mycology/TB Expansion Hilton 8 CMIL/NIL Relocation and Expansion, Hilton 7	3,247,705.18 1,511,410.88		9,247.97	9,247.97	3,256,953.15 1,511,410.88
9/6/2017	7R151290	Human Cellular Therapy N2 Tank Storage Facility	491,016.90			-	491,016.90
9/6/2017	7R160160	Conversion of OR 609 from Hybrid OR to Coventional OR	496,613.67			-	496,613.67
9/6/2017 9/30/2017	7R170260 7R170730	Gonda 2 Decontamination Space Remodeling Eisenberg AHU S-55 Replacement to Support REI Practice Relocation	285,911.99 803,858.23			-	285,911.99 803,858.23
2/2/2017	7R161520	41st Street.	4,892,701.70			-	4,892,701.70
8/10/2016 3/8/2017	7R160940 7R160110	Guggenheim 15-02 integration of core facility and laboratory program\ Aging Center Space Remodel, Guggenheim 7	368,357.82 551,139.89			-	368,357.82 551,139.89
6/22/2016	7R160710 7R160750	Stabile 11 Lab construction - Revzin	314,372.07			-	314,372.07
12/7/2016	7R161510	Installation of Open MRI System, Opus 1	590,676.24			-	590,676.24
1/11/2017 10/5/2016	7R170020 7R160980	Lab renovation ST 11, CRM recruit, Dr. Quinn Peterson Saint Marys Campus Complex Intervention Unit	121,165.35 2,237,613.54			-	121,165.35 2,237,613.54
1/4/2017	7R160290 & 7R160280	E16-3005 MR MCR-GO3 1.5 MR Scanner #1	1,276,416.38			-	1,276,416.38
11/10/2016 3/30/2017	CPC2026320/7R160280 7R161300	Siemens - MAGNETOM Aera (Asset 182886; 182863-182881) RMC S-8 AHU Replacement	1,688,565.00 599,281.36			-	1,688,565.00 599,281.36
12/7/2016	7R140380	SMOP/Radiology Desk	3,571,641.14				3,571,641.14
5/25/2016	7R151430	Mary Brigh Main SMC Radiology Hybrid Procedural Suite - MR Suite	1,870,526.38		309,979.07	309,979.07	2,180,505.45
5/5/2016 10/1/2018	CPC2023488/7R151430 7R110520	Philips - Ingenia 1.5T Omega HP R5 Q1 (Asset 183632; 183885-183897) SMH Bulk Medical Gas Systems Replacement	1,474,847.09 977,324.73		128.00	128.00	1,474,847.09 977,452.73
10/1/2018	7R140180	Mary Brigh Main WestEntrance Upgrades	920,051.60		216,943.71	216,943.71	1,136,995.31
7/24/2018	7R140240	Neurology EEG/Epilepsy Remodel - DO 2 & JO 2 Original project budget approval on 12/9/15: Gugg 13 Remodel - consolidates	1,149,512.28		84.45	84.45	1,149,596.73
		activities within BMB and provide additional flex space 6/13/18 - approved					
6/13/2018	7R150600	additional \$25,000 funding	484,303.51			-	484,303.51
11/28/2018 8/27/2018	7R151140 7R151420	Plummer Library Renovations Phase 3&4 E17-3007 DE-MCR-CT-MBM-I-MP Hybrid Suite Phase 2	433,105.21 1,625,992.78		(351,009.44)	(351,009.44)	433,105.21 1,274,983.34
5/3/2018	7R151420/CPC2036523	Philips Healthcare (Asset 196890)	423,890.40		( , ,	-	423,890.40
2/22/2018 6/30/2018	7R160610 7R160730	Office of Information Security Consolidation Brackenridge Education Room Build out	1,117,001.99 526,051.76			-	1,117,001.99 526,051.76
11/6/2018	7R161270	USP 800 Haszardous Drug Handling Remodel	946,649.57		98,927.85	98,927.85	1,045,577.42
7/1/2018 10/1/2018	7R161450 7R161501	SMC Chilled Water Distribution Loop Joseph Bldg Scope A Centralized Infrastructure	933,263.06 3,160,698.59		887.90 116,211.95	887.90 116,211.95	934,150.96 3,276,910.54
3/1/2018	7R170050	RMC S-5 Air Handling Unit Replacement	943,666.89		9,155.16	9,155.16	952,822.05
3/14/2018	7R170110	Tissue Typing Lab Pre-DNA Extraction Contamination Control	353,779.74			-	353,779.74
5/24/2017 2/22/2018	7R170450 7R170480	Retrofitting Med Sci 5 large animal facility; DCM Phase I Consolidation/Relocation of Revenue Cycle	637,314.97 2,129,432.35			-	637,314.97 2,129,432.35
6/13/2018	7R170500	Gonda 15 Conversation of Family Waiting Room to Pre/Post Space	587,084.72			-	587,084.72
6/27/2018 3/14/2018	7R170800 7R170900	lab) SMC OR 604,608, and 600 Decontamination Room Remodel, MB 1	823,430.96 1.118.164.67		25,165.39	25,165.39	848,596.35 1.118.164.67
3/14/2018	7R180140	E-18-3009 NM-MCR-CH1-R-PET/CT DRX2	159,572.79			-	159,572.79
6/13/2018	7R180150	SC18-3002 RAD-MCR-MAE4-I-Thoracic Reading Rooms	253,593.73		05.050.04	-	253,593.73
7/1/2018 10/1/2018	7R180440 R2050798 / 7R180440	Medical Sciences 3 (Dr. A. Pandey and Proteomics Core) 190235)	205,876.63 13,362.24		25,658.24	25,658.24	231,534.87 13,362.24
10/1/2018	R2050806 / 7R180440	Pandey BIOGNOSYS LicenseREQ#R2050806 (PO 20033762) (Asset 192318)	12,000.00			-	12,000.00
10/1/2018	R2050567 / 7R180440	Pandey Fusion Lumos_2018REQ#R2050567 (PO 20033606) (Assets 190958- 190960, 192300)	1,308,079.83				1,308,079.83
		Pandey Lab Fisher Capital 1REQ#R2049967 (PO 20033266) (Assets					
10/1/2018 10/1/2018	R2049967 / 7R180440 R2050783 / 7R180440	189861,190212,190906,193852) Pandey VWR shakerREQ#R2050783 (PO 20033611) (Asset 190242)	57,209.39			-	57,209.39
10/1/2018	R2050783 / 7R180440 R2050789 / 7R180440	Pandey Nikon scopeREQ#R2050763 (PO 20033602) (Asset 190242)	6,893.59 18,799.83				6,893.59 18,799.83
2/1/2018	8R170470	Centralized Distribution of Utilities 41st Street	4,950,036.47		(5,862.94)	(5,862.94)	4,944,173.53
12/31/2016 11/15/2017	7R151620 7R170850	Hilton Substation Replacement E17-3006 CT-MCR-GO3-R-3V Scanner	2,313,156.82 59,889.05		166,210.47	166,210.47	2,479,367.29 59,889.05
11/15/2017	CPC2030830/7R170850	Siemens Somation Force (Asset 185457)	1,930,400.00			-	1,930,400.00
3/15/2017 3/16/2017	7R140260	Psychiatry & Psychology Master Plan Phase II Upgrade of Medium Voltage Switch Center	1,482,321.51		6,120.22	6,120.22	1,482,321.51
6/14/2017	7R160140 7R160370	Mary Brigh Kitchen Replacement East Tower Ground Level	1,028,708.69 1,646,319.22		6,120.22	6,120.22	1,034,828.91 1,646,319.22
3/15/2017	7R160390	E16-3010 MCR-DT-I-Incremental Downtown CT Scanner #1	1,726,161.72			-	1,726,161.72
3/15/2017 6/14/2017	CPC160390/7R160390 7R160430	Siemens; Somatom Force CT (Asset 188881) E16-3009 RAD-MCR-GO14 Radiographic Room DR Conversion	2,084,921.00 307,837.62		756.00	- 756.00	2,084,921.00 308,593.62
6/14/2017	7R160640	Paitent Lifts for Mary Brigh PCU 5C & 5F	829,680.46			-	829,680.46
9/6/2017 3/15/2017	7R160910 7R160950	Mary Brigh Shell Space Fit-Up (NICU & PICU) Antibody/Protein Immunology & Cinical Immunoassay Lab Relocation	403,975.88 3,631,769.53		7,911.00 12,503.34	7,911.00 12,503.34	411,886.88 3,644,272.87
11/15/2017	7R161180	Saint Marys Dialysis Unit	3,226,889.14		225,919.55	225,919.55	3,452,808.69
11/15/2017	7R161200	E17-3005 MR-MCR-MBM-R-MR29 Replacement GE; Signa Artist 1.5T (Assets 188037-188049)	780,175.64			-	780,175.64
11/15/2017 11/15/2017	CPC2032958/7R161200 7R161280	Enhanced Critical Care Expansion	990,208.00 171,586.57			-	990,208.00 171,586.57
		Relocation of Dr. Rajiv Kumar's Laboratory to GU 6, Drs. J. Grande and V. Lowe,					
10/26/2016 11/8/2017	7R161350 7R170040	and C-SiG Gonda 19 space remodel	280,649.20 267,061.02			-	280,649.20 267,061.02
12/31/2017	7R170080	SMC Mary Brigh Surgical Services AHU Replacement	2,045,851.75		1,567.88	1,567.88	2,047,419.63
1Q17	7R160310,7R16031E 7R161540,7R170920,7R170922-	Mary Brigh 3rd Floor OR Rooms Fit Out	24,244,836.06		298,703.40	298,703.40	24,543,539.46
2Q17	7R170924, 7R17092E	Discovery Square	9,339,353.26		1,298,196.48	1,298,196.48	10,637,549.74

### Permitted Expenditures from July 1, 2013 to December 31, 2020 Total

				Prior Years		Total	
			2013 - 2019	Expenditures		Expeditures	Total Spent as
			Expenditures	not previously	2020	reported for	of December
Approval Date	Project/Reg Number	Project/Equipment Name	Reported	reported	Expenditures	2020	31st 2020
pp. 0 . u. Duto	• •	· ·			poaa.oo		
	7R161010,7R161020,7R161030,						
	7R161031,7R161040-7R161042,						
	7R161050,7R161060,7R161070,						
	7R161080,7R161090,7R161100,						
1Q17	7R161110,7R161120-7R161123, 7R161130,8R160740	SMC Modernization and Growth	400 000 047 40		12.297.513.16	12.297.513.16	113.201.160.34
5/8/2019	7R160701	Sports Medicine Relocaton to DAHLC 4	100,903,647.18 1.051,703.07		297.12	297.12	1.052.000.19
	7R170210	Mail Order Pharmacy Relocation			297.12		
2/1/2019		Wall Order Filannacy Nelocation	7,283,739.44		201,941.55	261,941.55	7,545,680.99
	CPC2034616, CPC2049576,						
100010	CPC2049796, CPC2049797 / 7R170210	Dh A-tt It (At 405007)	0.700.505.70				0 700 505 70
4Q2019		Pharmacy Automation - Innovation (Asset 195397)	2,722,535.76		1 0 1 0 1 5 0 5 5	-	2,722,535.76
2/14/2019	7R170400	Archives Warehouse Tissue Registry Expansion	1,404,733.04		4,013,150.55	4,013,150.55	5,417,883.59
1/16/2019	7R170540	Redesign of Jacobson Locker Room	185,157.86		1,112.90	1,112.90	186,270.76
10/24/2018	7R170820	Remodel of GIH Research Space GU 17, Phase 1	550,605.19		524,732.28	524,732.28	1,075,337.47
5/30/2019	7R180100	SMH River Room	44,745.68		236,024.37	236,024.37	280,770.05
10/2/2019	7R180120	RST E18-3008 MR-MCR-GO3-I-3T MR Scanner	324,382.25		527,090.62	527,090.62	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	411,676.06		2,504,849.59	2,504,849.59	2,916,525.65
7/27/2018	7R180200	SMC Decontamination Remodel Equipment and Replacement	905,949.87		359,417.67	359,417.67	1,265,367.54
6/26/2019	7R180240	RST Impact Lab Expansion CAR-T Cell Initiative	909,381.66		3,529,574.19	3,529,574.19	4,438,955.85
11/13/2019	7R180310	0068-18 E18-3021-RAD-MCR-MSH-MMB-R-RAD DR Conversion	38,849.28		373,269.84	373,269.84	412,119.12
8/15/2018	7R180360	Eisenberg Dumbwaiter Replaceme	165,045.28		1,064,267.83	1,064,267.83	1,229,313.11
9/30/2019	7R180450	Administrative Drop In Center	235,112.64		555,446.05	555,446.05	790,558.69
10/9/2019	7R180480	Dr. Pipe Lab-DiscSq1	43,824.59		799,355.83	799,355.83	843,180.42
10/18/2018	7R180610	Mayo Clinic Food Service, RMC	133,400.18		367,859.06	367,859.06	501,259.24
12/10/2018	7R180690	3D Metal Printer for Div of Engineering	581,851.43		142,797.30	142,797.30	724,648.73
2/14/2019	7R180750	41st Street Complex Employee Cafeteria	1,236,030.91		4,231,973.86	4,231,973.86	5,468,004.77
3/13/2019	7R180860	RST SMC/RMC Visitior Cafeteria	253,248.34		(232,461.38)	(232,461.38)	20,786.96
3Q2019	7R180900	RMC Eisenberg AHU-S62 Replacement	7,367.21		1,001,302.79	1,001,302.79	1,008,670.00
4/11/2019	7R181000	REO Makeup and Export Water Tank	706,686.51		125,081.43	125,081.43	831,767.94
4/11/2019	ROBB18C0010	Global Business Solutions Consolidation	90,679.48		262,889.87	262,889.87	353,569.35
2Q2019	ROFF19C0010	41st St Complex Infrastructure Upgrades- Phase 3	38,101.42		1,284,521.09	1,284,521.09	1,322,622.51
3Q2019	ROJO18C0020	Joseph 1 Northwest Local Infrastructure-SMC River Room Expansion	1,300.03		84,396.01	84,396.01	85,696.04
8/28/2019	ROJO19C0010	0050-19 RST Creation of New MED 13 Hospital Service	168,688.29		4,560,772.23	4,560,772.23	4,729,460.52
2/14/2019	ROMA18C0020	Mayo 11 Remodel	5,980,106.47		1,303,247.09	1,303,247.09	7,283,353.56
6/26/2019	ROMB19C0030	RST SMC Sterile Processing Renovations	22,776.04		662,785.67	662,785.67	685,561.71
6/26/2019	ROOP19C0010	Opus MRI install	2,217.66		150,005.07	150,005.07	152,222.73
6/13/2019	ROXX18C0020	Healthcare Technology Management Expansion at 1937 Building	27,363.46		233,226.63	233,226.63	260,590.09
10/2/2019	ROXX19E0180	RST Practice Optimization Acceleration	11,983.10		225,690.32	225,690.32	237,673.42
	CPC2033104 / 7R151420	PHILIPS; AZURION 7 M20 (Asset 192750)	1,259,678.14			-	1,259,678.14
9/27/2017	7R160230	Research PET/CT Charlton 6	2,291,425.69		393.60	393.60	2,291,819.29
	R2050020 / 7R160230	Biograph Vision 600 (asset 192309)	2,015,000.00			-	2,015,000.00
6/28/2018	7R170290	Human Cellular Therapy Expansion	229,688.13		1,007,580.34	1,007,580.34	1,237,268.47
12/6/2018	7R180260	Revenue cycle consolidation / relocation	3,941,958.54		35,577.57	35,577.57	3,977,536.11
8/12/2019	ROSI19C0010-ROSI19C0016	Subway Refresh Project	1,069,883.24		15,064,710.99	15,064,710.99	16,134,594.23
			591,142,014.21	-	60,341,258.46	60,341,258.46	651,483,272.67

### **ATTACHMENT 3**

#### ATTACHMENT 3

#### Certification of Expenditure **Destination Medical Center**

For Calendar Year 2020

Due to Commissioner of Employment and Economic Development (DEED) by April 1, 2021

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 2020, and the certifications required to support the documentation under the City of Rochester Commissioner of Employment and Economic Development State Infrastructure Aid Agreement.

Exponential corresponds time four	
Total Expenditures Reported This Year by Medical Business Entity <sup>1</sup>	\$60,341,258.46
Total Expenditures Reported This Year for other Private Entities <sup>1,2</sup>	\$83,760,222.85 2
TOTAL Expenditures This Year	\$144,101,481.31 <sub>3</sub>
All Expenditures claimed since June 30, 2013	
Previous Years Expenditures (cumulative)	\$962,794,654.81 4
TOTAL Expenditures This Year <sup>3</sup> (from Box 3)	\$144,101,481.31 5
All Claimed Expenditures as of 12/31/20 (Box 4 plus Box 5)	\$1,106,896,136.12 6
Qualified Expenditures claimed in 2020 (Box 6 minus \$200,000,000)	\$906,896,136.12
State Aid Qualified for This Year (local government match also required) General State Infrastructure Aid Qualified for (Box 7 multiplied by .0275) State Transit Aid Qualified for (Box 7 multiplied by .0075 and then multiplied by .6)	\$24,939,643.74 8 \$4,081,032.61 9
By providing my signature below, I am hereby certifying that, to the best of is accurate, true, and complies with the provisions of Minnesota Statutes Se as outlined in the City of Rochester Commissioner of Employment and Econ Agreement.	ection 467.47 and the approved methodology
For Expenditures By the Medical Business Entity:	
Denn Daklen	
Alexan Nakelin	3-23-21

Date

Destination Medical Center Corporation

Mayo Clinic Chief Financial Officer

For all other Expenditures:

Expenditures Reported this Year

1Expenditures need to be after June 30, 2013

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

<sup>3</sup>This 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 02/26/2021

1340053-2.xls

## ATTACHMENT (

#### **ATTACHMENT 4**



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

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

May 5, 2021

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, 2020 through December 31, 2020

#### Dear Commissioner Grove:

The City of Rochester is hereby revising our certification of our local contributions for calendar year 2020 towards the local matching contributions for the Destination Medical Center development. The original certification of 2020 expenses, dated March 23, 2021, was for the amount of \$3,275,144.17. The cumulative previous contributions total \$50,546,188.19, for a combined total of \$53,821,332.36. Since that time, after review with internal and DEED staff, changes were made to the certified total.

For 2020, upon review with the DEED auditors an error was found that adjusts the adjustment in the total expense claimed for costs. The cumulative effect of this change is an increase to our certification for 2020. Our new certified 2020 amount is \$3,585,897.68 for a cumulative total of contributions as of 12/31/2020 of \$54,132,085.87.

This revised certification is pursuant to the executed agreement between DEED and the City of Rochester. The certification is made based on unaudited numbers. Pursuant to that agreement, the City may revise this certification based on adjustments made prior to June 1 of 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,

Kim Norton, Mayor City of Rochester



Steve Grove, Commissioner DEED Page 2 May 5, 2021

cc: Kevin McKinnon Jeremy Lacroix R.T. Rybak, Chair DMC Corporation Alison Zelms Patrick Seeb Aaron Parrish Brent Svenby Kathleen Lamb Dale Martinson Amanda Jacob

### Certification of Contributions City of Rochester

For Calendar Year 2020

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

#### **REVISED AS OF MAY 5, 2021**

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 2020, 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			
General Aid Contributions Reported this Year			
TOTAL Contributions Reported This Year by the City of Rochester <sup>1</sup>	\$	3,585,897.68	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) \$	9,144,039.08	2
<b>Cumulative City General Aid Contributions</b>			
Cumulative Previous Contributions	\$	50,546,188.19	3
Contributions This Year	From Box 1 \$	3,585,897.68	4
Cumulative Contributions as of 12/31/2020	Add Box 3 and Box 4 \$	54,132,085.87	5
Cumulative State Aid Qualified for as of 12/31/2020	\$	138,036,818.97	6
State GSIA expended this year	\$	13,675,598.76	7
TRANSIT AID			
Transit Aid Contributions Reported this Year	<u> </u>		
Transit Aid Contributions Reported This Year by the City of Rochester <sup>1,2</sup>		0	8
Transit State Aid Qualified for this Year (Medical Entity/DMCC match also	required)		
State Transit Aid Aid Qualified for	Add Box 8 multiplied by 1.5	0	9
<b>Cumulative City Transit Aid Contributions</b>			
Cumulative Previous Contributions		0	10
Contributions This Year (from Box 8)	From Box 8	0	11
Cumulative Contributions as of 12/31/2020		0	12
Cumulative State Aid Qualified for as of 12/31/2020	Add Box 12 multiplied by 1.5	0	13
State Transit Aid expended this year		0	14

By providing my signature below, I am hereby certifying the information stated herein is accurate, true and complies with the provisions of Statute 469.47 of the State of Minnesota and the approved methodology as outlined in the City of Rochester Commissioner of Employment and Economic Development State Infrastructure Aid Agreement.

Mayor, City of Rochester

City Administrator, City of Rochester

Date

<sup>&</sup>lt;sup>1</sup> Funds expended need to be after June 30, 2013

<sup>&</sup>lt;sup>2</sup> Tranist Aid match may come from the City or Olmsted County

# EXHIBIT C to February 15, 2022 Report

#### 9L<=6±17



June 11, 2021

R.T. Rybak, Chair Destination Medical Center Corporation The Minneapolis Foundation 800 IDS Center 80 S 8th Street Minneapolis, MN 55402

Jeff Bolton, Chief Administrative Officer Mayo Clinic 200 First Street SW Rochester, MN 55905

Dear Mr. Rybak and Mr. Bolton:

Thank you for submitting the 2020 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 certification listed \$60,341,258.46 in Mayo Clinic expenditures and \$83,760,222.85 in other expenditures. The Mayo Clinic provided DEED with information on all invoices and payments (more than 9,500 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 61 expenditures totaling \$3,946,254. We selected one expenditure from each of the 61 new projects listed. No previous years' expenses were claimed or reviewed. 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 36 completed projects for \$21,062,703 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 the projects' values, dates, eligibility, and completion. The city also approved \$62,397,519.85 in expenditures on eight projects that are completed over multiple years. The total 2020 Certification of other private Expenditures was \$83,760,222.85. 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 2020 Destination Medical Center Expenditures are the \$144,101,481.31 as you certified. DMC cumulative Expenditures are now \$1,106,896,136.12. As directed by statute, \$200 million is subtracted from this amount to provide

Qualified Expenditures of \$906,896,136.12. Based on this figure and adequate general aid contributions from the city, I have determined the City of Rochester has qualified for \$24,939,644 of General State Infrastructure Aid in 2021. 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



June 11, 2021

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

**Dear Mayor Norton:** 

Thank you for submitting the 2020 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 2020 Certification listed \$3,585,897.68 in city contributions between July 1, 2013 and December 31, 2020. You provided a detailed listing of more than 2,000 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 53 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.

The amount of your contributions qualifies you for the annual maximum of \$30 million of general aid, however Qualified Expenditures from Mayo Clinic and others were \$906,896,136.12. This amount of Expenditures reduces the amount of general aid to the city to \$24,939,644. 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: R.T. Rybak, Chair of Destination Medical Center Corporation
Jeff Bolton, Chief Administrative Officer Mayo Clinic
Jerry Bell, Chair of Economic Development Agency Board of Directors
Patrick Seeb, Economic Development Agency Executive Director

# EXHIBIT D to February 15, 2022 Report

Post-Sale

1), 2) below

#### \$21,265,000

#### Rochester, Minnesota

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

#### DEBT SERVICE SCHEDULE

Date	Principal	Соироп	Interest	Total P+I
02/01/2018		24	_	
08/01/2018	(12)		540,639.84	540,639.8
02/01/2019	550,000.00	5.000%	381,628.13	931,628,1
08/01/2019			367,878.13	367,878.1
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		3.20	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	98	-	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	-	-	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	*		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	-		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	.,,	•	135,378.13	135,378,13
2/01/2032	1,200,000.00	2.750%	135,378.13	1,335,378,13
08/01/2032	*	-	118,878.13	118,878.13
2/01/2033	1,235,000.00	2.875%	118,878.13	1.353,878.13
8/01/2033	-		101.125.00	101,125.00
2/01/2034	1,270,000:00	2.875%	101,125.00	1,371,125.00
8/01/2034			82.868.75	82.868.75
2/01/2035	1,305,000.00	3.000%	82.868.75	1,387,868.75
8/01/2035	-		63,293,75	63,293,75
2/01/2036	1,345,000.00	3.000%	63,293.75	1,408,293.75
8/01/2036	-		43,118.75	43,118.75
2/01/2037	1,385,000.00	3.000%	43,118.75	1,428,118,75
8/01/2037	-	-	22.343.75	22,343.75
2/01/2038	1,430,000.00	3.125%	22,343.75	1,452,343.75
Total	\$21,265,000.00		\$8,185,705.47	\$29,450,705.47

#### SIGNIFICANT DATES

Dated Date.	11/16/2017
Delivery Date	11/16/2017
First Coupon Date	8/01/2018

#### **Yield Statistics**

Bond Year Dollars	\$254,390.21
Average Life	11.963 Years
Average Coupon.	3.2177754%
Net Interest Cost (NIC).	2.7176241%
True Interest Cost (TIC)	2.6417803%
Bond Yield for Arbitrage Purposes	2.6130470%
All Inclusive Cost (AIC)	2.6889724%
IRS Form 8038	
Net Interest Cost.	2.6154299%

Series 20178 GO TIF Parks | STANGLE PURPOSE | 10/16/2017 | 12:02 PM



#### **Springsted**

#### Footnotes:

Net Interest Cost ..... Weighted Average Maturity......

- 1) Scheduled payments through 2019 have been completed.
- 2) Of the \$21,265,000 issued for the parking ramp construction through this Series 2017B, \$10 million has been approved by the DMCC board as "local match" dollars.