DESTINATION MEDICAL CENTER CORPORATION

RESOLUTION NO. 197-2026

A RESOLUTION APPROVING AMENDMENT TO THE 2026-2027 FIVE YEAR CAPITAL IMPROVEMENT PLAN TO PROVIDE FOR PUBLIC REALM INFRASTRUCTURE AND REALLOCATING FUNDS

The following Resolution was offered by Mark Thein, seconded by Paul Williams.

BACKGROUND RECITALS

A. On September 25, 2025, the Destination Medical Center Corporation ("**DMCC**") adopted the 2026-2027 Five Year Capital Improvement Plan (the "**2026-2027 CIP**") pursuant to Resolution No. 178-2025.

B. Staff of the City of Rochester (the "**City**") and the Destination Medical Center Economic Development Agency (the "**EDA**") have identified a need to address community safety concerns within the development district boundaries established under the Development Plan adopted by the DMCC on April 23, 2015, as amended (the "**Development Plan**").

C. To address these safety concerns, the City and EDA have evaluated acquiring a security gate system, in partnership with Mayo Clinic, to enhance public safety during large community events, for use which shall be prioritized within the development district. The total cost of the Meridian deployable gate system is $467,300.00, with the DMCC share proposed at $155,767.00 through a one-third cost-sharing arrangement among the City, Mayo Clinic, and DMC as further detailed on **Exhibit A** (the "**Capital Project**"), which amount was not included in the 2026-2027 CIP.

D. Pursuant to Resolution No. 196-2026, the DMCC de-authorized and rescinded the prior approval of a Saint Marys Place subdistrict public realm plan (the "**Saint Marys Project**") and reallocated $500,000.00 originally approved for the Saint Marys Project in the 2024 Five Year Capital Improvement Plan (the "**2024 CIP**") to the 2026-2027 CIP to fund other capital projects.

E. The EDA requests that the DMCC amend the 2026-2027 CIP to incorporate the addition of the Capital Project to the 2026-2027 CIP and to allocate $155,767.00 of the $500,000.00 to the Capital Project.

RESOLUTION

NOW, THEREFORE, BE IT RESOLVED, by the DMCC Board of Directors, that the DMCC approves an amendment to the 2026-2027 CIP to incorporate the addition of the Capital Project and to allocate $155,767.00 from the $500,000.00 originally approved for the Saint Marys Project under the 2024 CIP to the Capital Project, and that the DMCC hereby approves the Capital Project as a public infrastructure project within the meaning of Minnesota Statutes Section 469.40, Subdivision 11, and consistent with the Development Plan; provided that:

1. The scope of approval for the Capital Project is set forth in the attached **Exhibit A**;

2. Any material deviation from the scope of approval for the Capital Project will be subject to subsequent approval by the DMCC, which approval shall be based upon final determination and review of scope, costs, and availability of funds; and

3. The EDA and City are directed to provide the DMCC Board of Directors with regular updates with respect to the scope and costs of the Capital Project.

4. Use of the Capital Project shall be prioritized within the development district.

BE IT FURTHER RESOLVED, that the Chair and Treasurer are hereby authorized and directed to transmit this Resolution to the City and to take such actions as are necessary or convenient to effectuate this amendment to the 2026-2027 CIP.

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The question was on the adoption of the Resolution and there were __7__ YEAS and __0__ NAYS, as follows:

BOARD OF DIRECTORS
Destination Medical Center Corporation

	YEA	NAY	OTHER
Douglas M. Baker, Jr.	X		
Kristin Beckmann	X		
Kim Norpton	X		
Randy Schubring	X		
Mark Thein	X		
Pamela Wheelock	X		
Paul D. Williams	X		

RESOLUTION ADOPTED on May 21, 2026.



ATTEST: _____
Pamela Wheelock, Chair
Destination Medical Center Corporation

EXHIBIT A

PUBLIC REALM INFRASTRUCTURE

MAY 2026

TO: DMC CORPORATION BOARD OF DIRECTORS
FROM: DMC ECONOMIC DEVELOPMENT AGENCY

Request of the Board

Authorize procurement of public realm infrastructure equipment totaling $155,767.

Approved Project or Program Baseline

- Security Gate System – City, Mayo and DMC Partnership: This system is intended to enhance public safety for large community events in the downtown area. The total system cost is $467,300, funding by a proposed one-third cost share between the city, Mayo Clinic and DMC (approximately $155,767). This shared investment in the Meridian deployable security system would allow the city to support a professional-grade, FEMA-compliant solution for events, ensures secure and well-managed perimeters, and gives organizers and attendees confidence in downtown gatherings. During non-festival times this system can be deployed to assist in construction management traffic control in downtown.
- If approved, the funding required for this expenditure would be reallocated from the $500,000 funding previously allocated to Saint Marys Place public realm planning and implementation.

Current Status

The Meridian GSA quote has been received and reviewed, with pricing secured through a federal contract.

Risks to Scope, Budget, Timeline, or Delivery

- The Meridian quote could go up in price or availability due to high demand.

Upcoming Requests or Decision Points

None at this time.

DMC Alignment

Community Safety: The shared security gate system provides the City with a deployable, professional-grade perimeter management capability for community events, reducing safety risk and enabling more programming with confidence.

Attachments / Exhibits

- None.