

City Council Work Session Handouts

July 24, 2017

- I. Review and Discuss Methodist Richardson Medical Center
- II. Review and Discuss an Update on the Richardson Improvement Corporation
- III. Review and Discuss the Recommendation from the Oncor Cities Steering Committee on the Oncor Rate Increase Request

Methodist Richardson Medical Center Richardson City Council

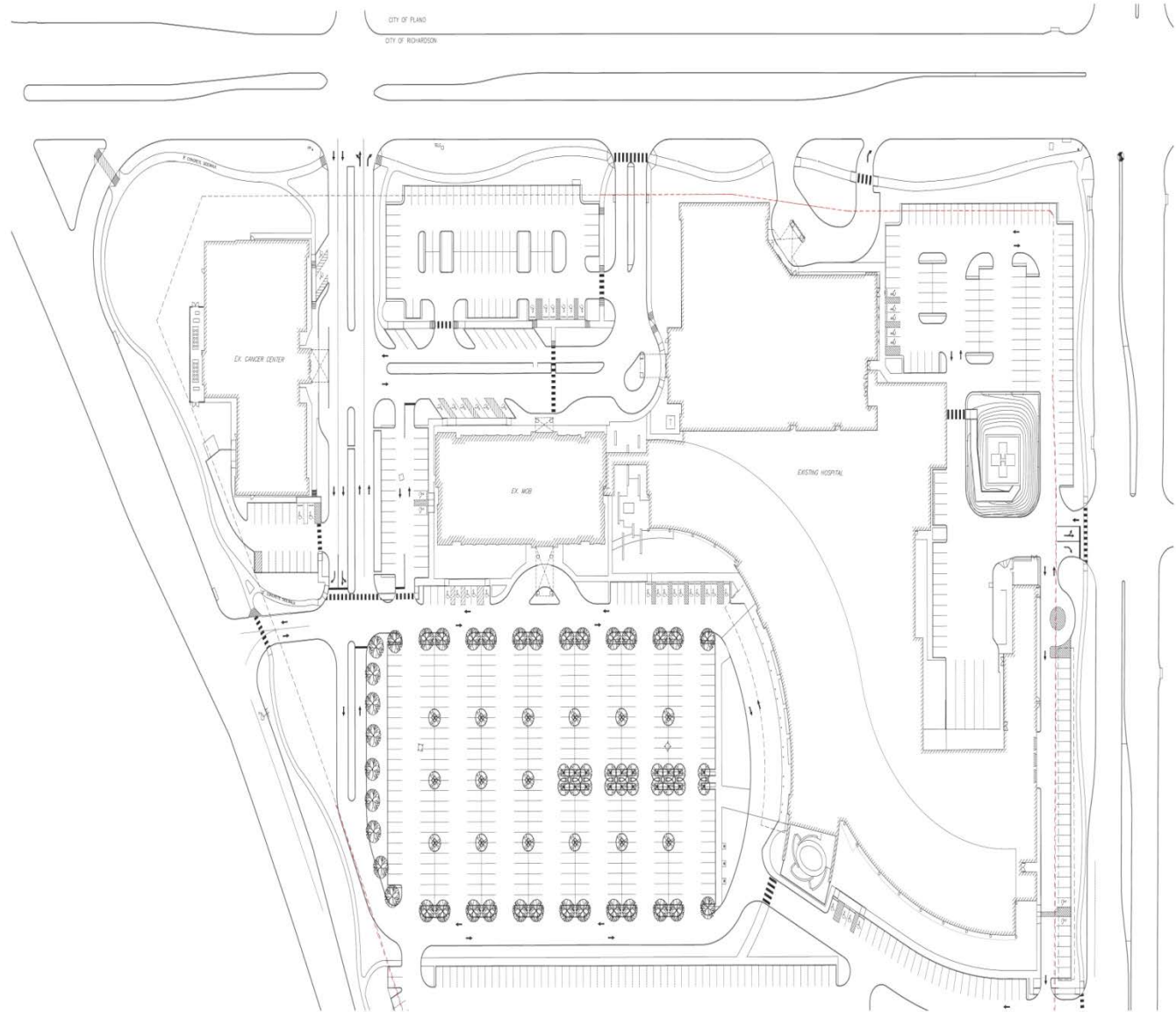
E. Kenneth Hutchenrider, Jr.
July 2017



Trust. Methodist.





Bush Renner Expansion

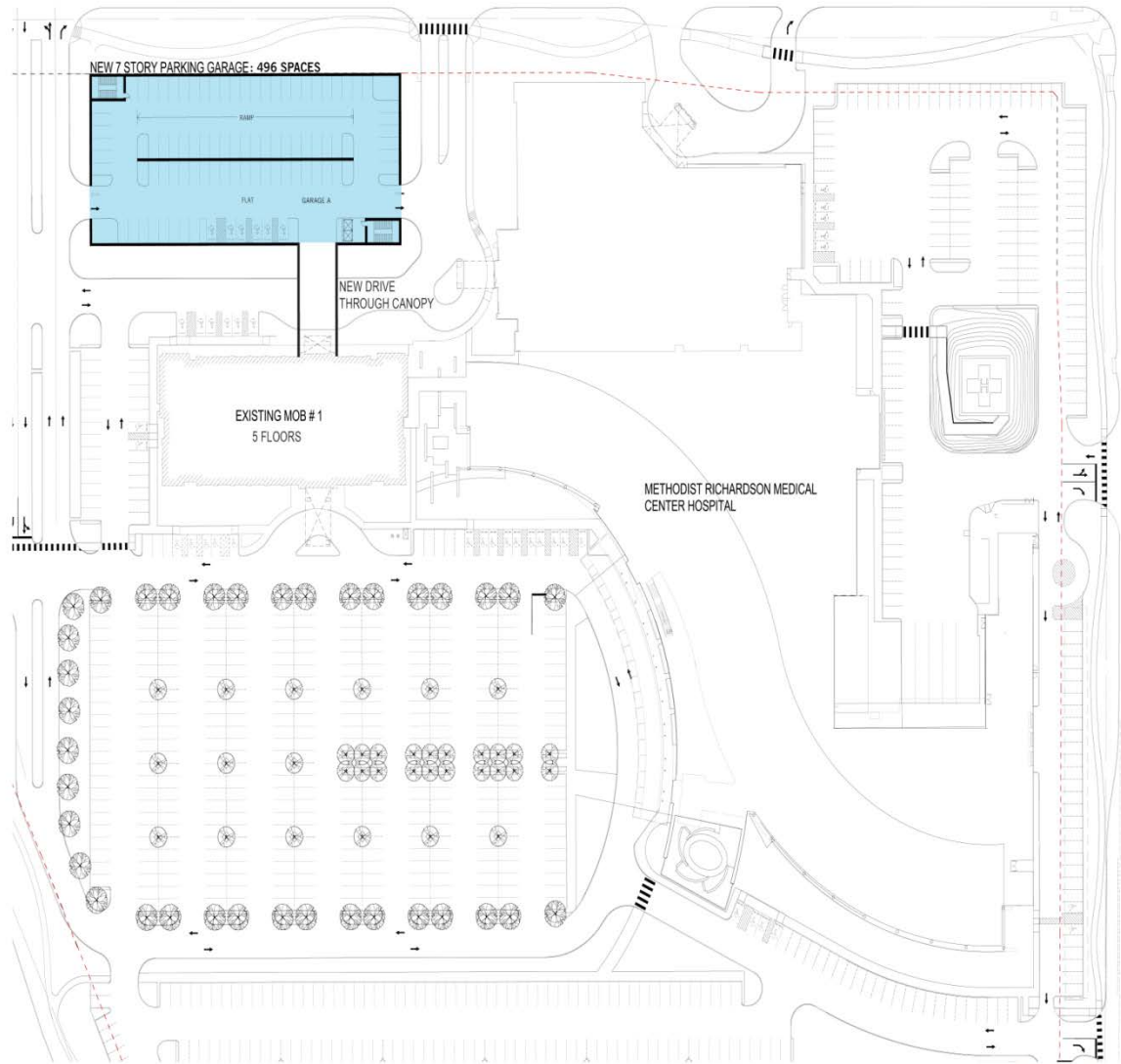
- **\$85 million dollar project as follows:**
 - Addition of two floors (5th and 6th) to the main building (to add total future capacity of 150 beds)
 - 50 beds furnished and equipped for use
 - 9th operating room, two new PACU's, seven new pre-op rooms, kitchen storage finished out and equipped for use
 - 7 story parking garage to supplement current surface parking



EXISTING SITE PLAN







LEGEND	
	COSMETIC RENOVATION
	MAJOR RENOVATION
	NEW CONSTRUCTION
	NEW CONSTRUCTION PREVIOUS PHASE

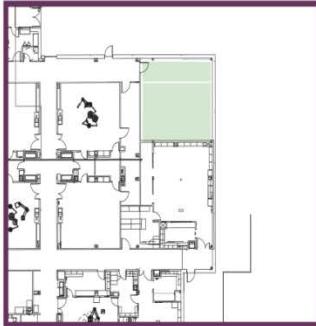


PHASE 1: PARKING GARAGE

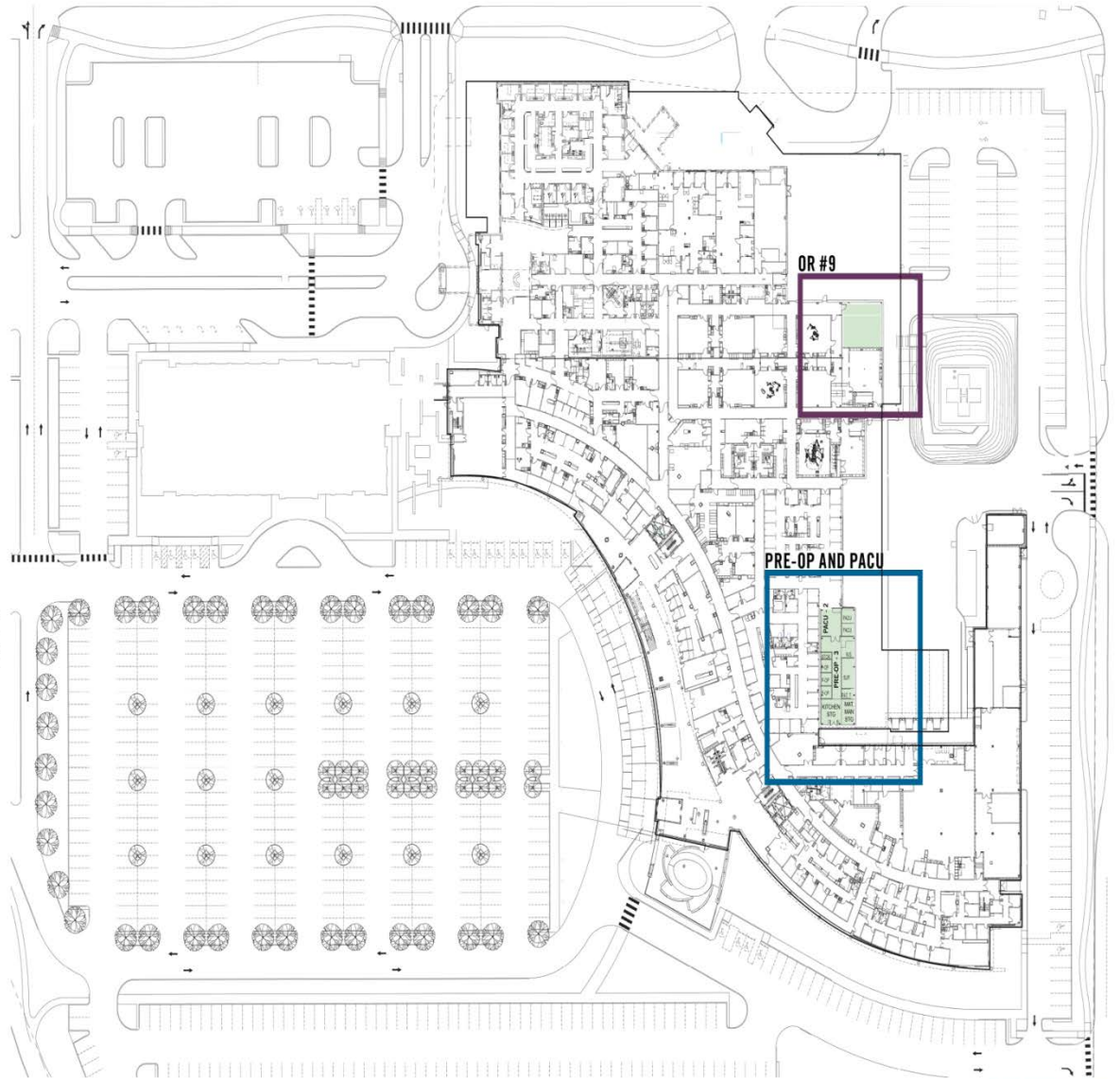
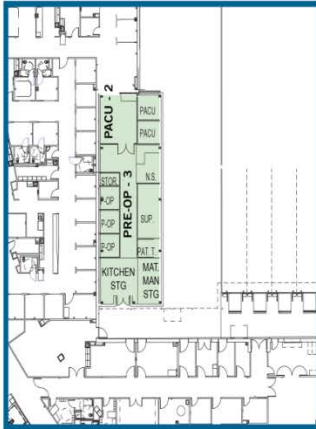


LEGEND	
	COSMETIC RENOVATION
	MAJOR RENOVATION
	NEW CONSTRUCTION
	NEW CONSTRUCTION PREVIOUS PHASE

OR #9
BUILD OUT AND EQUIP



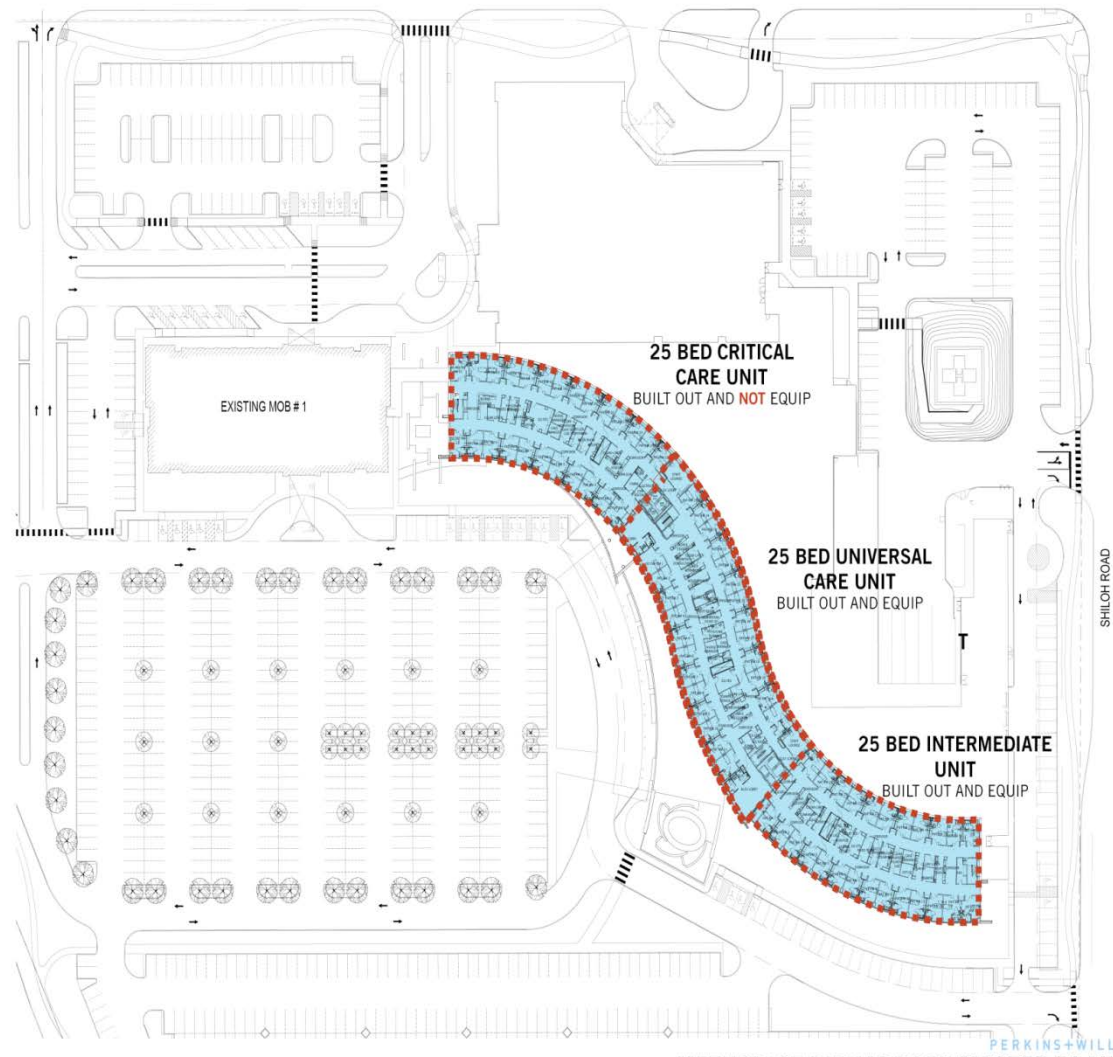
PRE-OP, PACU, DIETARY STG
2 NEW PACU, 7 NEW PRE-OP, KITCHEN STG



PHASE 1: FIRST FLOOR







LEGEND	
	DOMESTIC RENOVATION
	MAJOR RENOVATION
	NEW CONSTRUCTION
	NEW CONSTRUCTION: PROPOSED PHASE

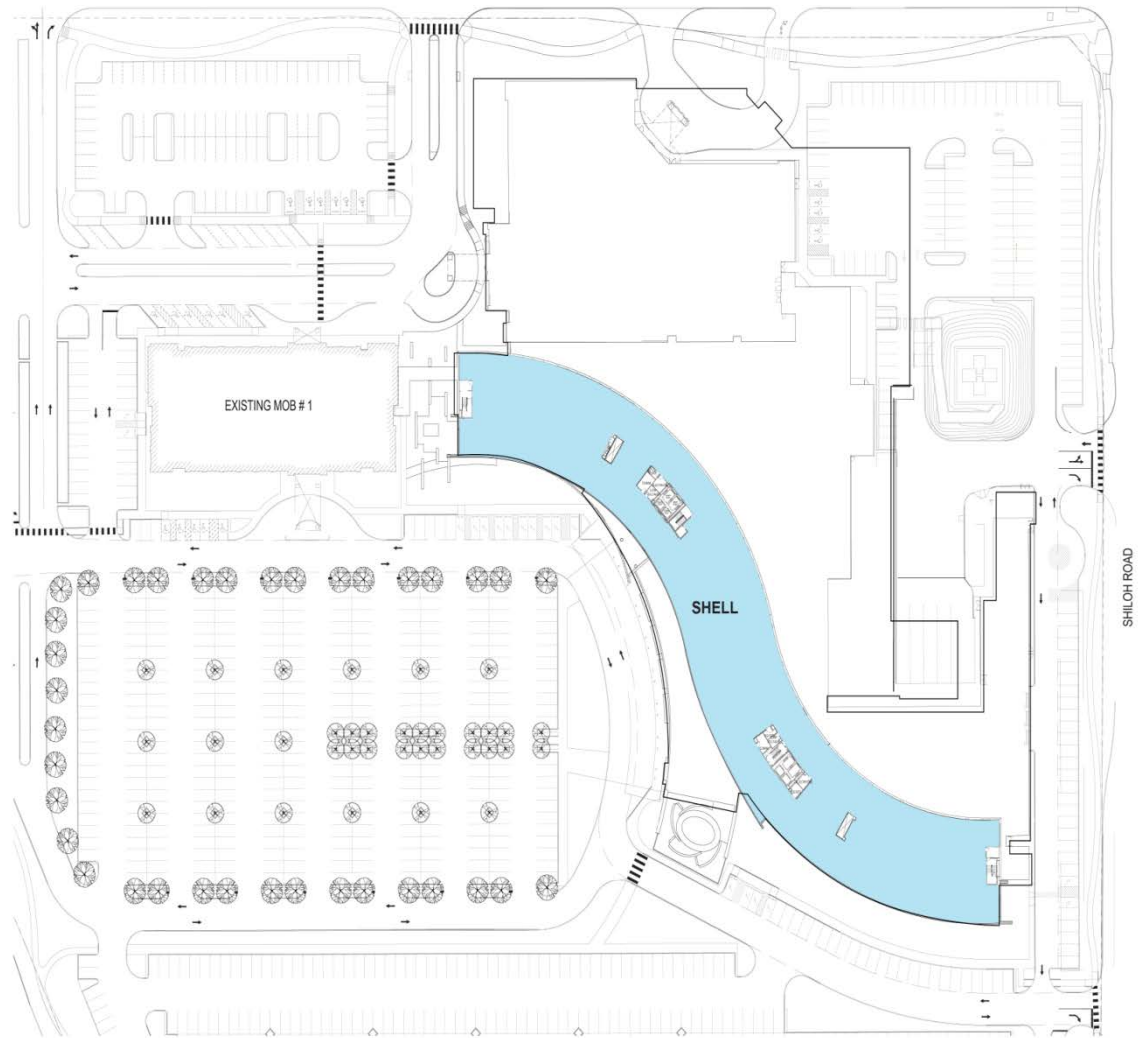


PHASE 1: FIFTH FLOOR

METHODIST RICHARDSON MASTER PLAN



LEGEND	
	COSMETIC RENOVATION
	MAJOR RENOVATION
	NEW CONSTRUCTION
	NEW CONSTRUCTION PREVIOUS PHASE



PHASE 1: SIXTH FLOOR

PERKINS+WILL
METHODIST RICHARDSON MASTER PLAN



Campbell Road Campus Update

- 22 bed Older Adult Behavioral Health Unit
- Vibra Long Term Acute Care Hospital
- Richardson ISD Health Sciences Academy
- Relationship with Richardson Police Department for APOWW patients

Physician Growth- Community

Established groups adding office location in Richardson

- Danielle Giesler, MD, Colorectal Surgery, TCRS
- Frederic Nguyen, MD, Neurology, Texas Neurology
- Dan Meyer, MD, Cardiothoracic Surgery, Methodist Heart and Lung
- Steven Burdick, MD, Advanced Gastroenterology
- Rohan Jeyarajah, MD, General Surgery/Surgical Oncology, Trinity Surgical
- Houssam Osman, MD, General Surgery/Surgical Oncology, Trinity Surgical
- Edward Cho, MD, General Surgery/Surgical Oncology, Trinity Surgical

Established Richardson groups that have added a partner:

- Anu Gupta, MD, OB/GYN, Advanced OB/GYN Associates
- Elizabeth Mosier, MD, OB/GYN, Advanced OB/GYN Associates
- Mia Brooks, MD, OB/GYN, Women's Healthcare Associates
- Bartley Mitchell, MD, Neurosurgery, MBSI
- Veena, Kumaravel, MD, GI, DHAT
- Thomas Wang, MD, General Surgery, North Texas Surgical

Physician Growth - Continued

- Kelly Farris, MD, Family Medicine, Methodist Family Health Care – Murphy
- Colton Redding, DO, Family Medicine, Methodist Family Health Care – Garland
- Christine Liu, MD, Family Medicine, Methodist Family Health Care
- Pablo Calderon, MD, Family Medicine, Methodist Family Medical Group

Hospitalists

- Musaab Zaid, MD

Emergency Department

- Christopher Bradbury, MD
- Farid Dharamsi, MD
- Andrew Rutherford, MD

Other

- Husnain Ashraf, MD, Psychiatry
- Lynn Ehrhardt, MD Ophthalmology
- Angie Koriakos, DO, Dermatology
- Jeff Linder, MD, Gastroenterology
- Derek Rapp, MD Plastic Surgery
- Aden Huynh, DPM, Podiatry (expected date, September 2017)

Center for Surgery and Digestive Disease

- New Program for MRMC
- Dr. Rohan Jeyarajah, Medical Director; Dr. Houssam Osman; Dr. Eddie Cho, plus two Fellows in training for hepatobiliary surgery
- Dr. Steven Burdick, Advanced GI physician
- Complex surgery and GI procedures



Center for Surgery and Digestive Disease

- **Pancreatic cancer**
Robotically
Highest volume in town
- **Liver tumors**
Metastatic colon cancer
Bile duct cancers
- **Stomach Cancer**
Rare
See about 40/year
- **Esophageal cancer**
Robotically
Highest volume in town
- **Complex colon cancers**
Large pelvic tumors
- **Complex benign GI surgeries**
Large hiatal hernias
Reflux surgery



Clinical Quality Recognitions



- ANCC Magnet® Designation
- ANCC Nursing Pathway to Excellence
- Accredited by the Chest Pain Center
- Accredited by the American College of Surgeons Commission on Cancer and the National Accreditation Program for Breast Centers
- Designated as an American College of Radiology Breast Imaging Center of Excellence
- Texas Healthcare Quality Improvement Silver Award
- Accredited by the American Academy of Sleep Medicine
- Accredited by the Intersocietal Accreditation Committee for Adult ECHO
- American Heart Association Mission Lifeline
- MHS Texas Award for Performance Excellence
- 4-Star CMS Rating
- JCAHO Should, Hip, and Knee Specialty Certification





Methodist
RICHARDSON

MethodistHealthSystem.org



Richardson Improvement Corporation Update

Richardson City Council

July 24, 2017



Purpose

- Provide a brief overview of the Richardson Improvement Corporation
- Present proposed changes to the Bylaws for the Richardson Improvement Corporation
- Discuss next steps



History

- The Richardson Improvement Corporation (RIC) is a Texas non-profit corporation, a 501(c)(3) organization, formed in 2003.
- Purposes:
 - The RIC acts as an independent foundation to accept donations or gifts on behalf of the city including money and property and transfers any such funds or property to or for the benefit of the City of Richardson.
 - To preserve, protect, promote and enhance the open space and natural environment in the city of Richardson.



Operations

- The RIC's Board of Directors consists of:
 - City Manager
 - First Assistant City Manager
 - Director of Parks and Recreation.
- The Board of Directors holds an annual meeting to receive reports on the activities of the RIC and to approve its budget.
- Al Johnson was the executive director of the RIC until his passing in December 2016.



Current Status

- The loss of former Executive Director, Al Johnson, prompted staff to consider how the Richardson Improvement Corporation (RIC) could function using resources that exist within the city.
- City staff made recommendations for maintaining the work of the RIC and utilizing resources available in the Finance and Parks and Recreation departments.
- Bylaws changes reflecting this strategy were recommended and approved by the Board of Directors during its annual meeting on June 29, 2017.



Bylaws – Proposed Changes

- Article V, Sec. 1 – eliminates the executive director position as an officer of the board.
- Article V, Sec. 5 – gives the Board of Directors the flexibility to contract or employ an executive director but does not require the employment of an executive director.
- Article VI, Sec. 2 – Establishes July 1 of each year as the date for submitting the following year's budget.



Next Steps

- Receive feedback from the City Council.
- If recommended, City Council will consider a resolution adopting changes to the Bylaws of the Richardson Improvement Corporation at the August 7, 2017 City Council Meeting.



EXECUTIVE SUMMARY

Oncor Rate Request Action

July 24, 2017

Background

- The City is a member of a 159-city coalition known as the Steering Committee of Cities Served by Oncor ("Steering Committee")
- The Steering Committee has been the primary public interest advocate before the Public Utility Commission (PUC), the Courts, and the Legislature on electric utility regulation matters for the last 25 years
- On March 17, 2017, Oncor filed with cities retaining original jurisdiction, an application seeking to increase system-wide transmission and distribution electric rates by \$317 million or 7.5% over present revenues
- On April 10, 2017, The City Council approved a resolution that suspended Oncor's rate increase for the maximum period permitted by law to allow the City, working in conjunction with the Steering Committee, to evaluate the filing, determine whether the filing complies with law, and if lawful, to determine what further strategy, including settlement, to pursue.

Discussion

- Among other rate modifying elements, the Company asked the City to approve a 11.8% increase in residential rates
- Although Oncor has increased rates many times over the past few years, this is the first comprehensive base rate case for the Company since January, 2011
- The Steering Committee and its consultants identified numerous unreasonable expenses and proposed significant reductions to the Company's request. Accordingly, the Steering Committee's attorneys recommend that all members adopt a Resolution denying the rate change, and authorizing the Steering Committee to negotiate a settlement on behalf of the 159 Cities. This would be the final action by Council.
- Next Steps
 - Oncor will have 30 days to appeal the decision to the PUC.
 - Settlement discussions have begun and continue to be pursued. In view of this, the denial resolution is an agreed action between the parties.
 - Oncor's appeal will likely be consolidated with an existing rate case (No. 46957) at the PUC.
 - Ultimately final terms will be decided by the PUC, but anticipate a resolution that both parties find amicable.

Action

- Staff recommends passage of the attached resolution denying Oncor's request and authorizing the Committee to negotiate a settlement, pursuant to agreed activity between Oncor and the Steering Committee. The resolution will be placed on the August 7, 2017, City Council Agenda for consideration.

RESOLUTION NO. _____

A RESOLUTION OF THE CITY OF RICHARDSON, TEXAS FINDING THAT ONCOR ELECTRIC DELIVERY COMPANY LLC'S ("ONCOR" OR "COMPANY") APPLICATION TO CHANGE RATES WITHIN THE CITY SHOULD BE DENIED; FINDING THAT THE CITY'S REASONABLE RATE CASE EXPENSES SHALL BE REIMBURSED BY THE COMPANY; FINDING THAT THE MEETING AT WHICH THIS RESOLUTION IS PASSED IS OPEN TO THE PUBLIC AS REQUIRED BY LAW; REQUIRING NOTICE OF THIS RESOLUTION TO THE COMPANY AND LEGAL COUNSEL; PROVIDING A REPEALING CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Richardson, Texas ("City") is an electric utility customer of Oncor Electric Delivery Company LLC ("Oncor" or "Company"), and a regulatory authority with an interest in the rates and charges of Oncor; and

WHEREAS, the City is a member of the Steering Committee of Cities Served by Oncor ("Steering Committee"), a coalition of similarly situated cities served by Oncor that have joined together to efficiently and cost effectively review and respond to electric issues affecting rates charged in Oncor's service area; and

WHEREAS, on or about March 17, 2017, Oncor filed with the City an application to increase system-wide transmission and distribution rates by \$317 million or approximately 7.5% over present revenues. The Company asks the City to approve an 11.8% increase in residential rates and a 0.5% increase in street lighting rates; and

WHEREAS, the Steering Committee is coordinating its review of Oncor's application and working with the designated attorneys and consultants to resolve issues in the Company's filing; and

WHEREAS, through review of the application, the Steering Committee's consultants determined that Oncor's proposed rates are excessive; and

WHEREAS, the Steering Committee's members and attorneys recommend that members deny the Application;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF RICHARDSON, TEXAS:

SECTION 1. That the rates proposed by Oncor to be recovered through its electric rates charged to customers located within the City limits, are hereby found to be unreasonable and shall be denied.

SECTION 2. That the Company shall continue to charge its existing rates to customers within the City.

SECTION 3. That the City's reasonable rate case expenses shall be reimbursed in full by Oncor within 30 days of the adoption of this Resolution.

SECTION 4. That it is hereby officially found and determined that the meeting at which this Resolution is passed is open to the public as required by law and the public notice of the time, place, and purpose of said meeting was given as required.

SECTION 5. That a copy of this Resolution shall be sent to Oncor, care of Howard Fisher, Oncor Electric Delivery Company, LLC, 1616 Woodall Rodgers Freeway, Dallas, Texas 75202, and to Thomas Brocato, Counsel to the Steering Committee, at Lloyd Gosselink Rochelle & Townsend, P.C., P.O. Box 1725, Austin, Texas 78767-1725.

SECTION 6. That all provisions of the resolutions of the City of Richardson, Texas, in conflict with the provisions of this Resolution be, and the same are hereby, repealed, and all other provisions not in conflict with the provisions of this Resolution shall remain in full force and effect.

SECTION 7. That this Resolution shall take effect immediately from and after its passage, and it is, accordingly, so resolved.

DULY RESOLVED AND ADOPTED by the City Council of the City of Richardson,
Texas, on this the 7th day of August, 2017.

CITY OF RICHARDSON, TEXAS

MAYOR

ATTEST:

CITY SECRETARY

APPROVED AS TO FORM:

PETER G. SMITH, CITY ATTORNEY
(PGS:7-19-17:TM 88175)