



www.hgbhealth.com  
321 East Harris Street  
Charlotte, Michigan 48813  
(517) 543-1050

October 3, 2016

**SUBMITTED VIA FIRST CLASS MAIL AND EMAIL**

Materials Licensing Branch  
U.S. Nuclear Regulatory Commission, Region III  
2443 Warrenville Road, Suite 210  
Lisle, IL 60532-4352  
Attention: Sara Forster

RE: Hayes Green Beach Memorial Hospital Affiliation with the Sparrow Health  
System  
NRC License #21-26050-01

Dear Ms. Forster:

We are pleased to announce that Hayes Green Beach Memorial Hospital ("HGB") has entered into an affiliation with the Sparrow Health System, a highly regarded health system in central Michigan, which resulted in the Sparrow Health System becoming a minority member (i.e., owner) of HGB. The affiliation became effective on October 1, 2016.

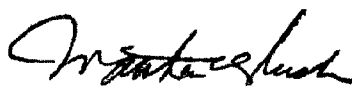
HGB is licensed by the NRC under license number #21-26050-01 to use any byproduct material permitted by 10 CFR 35.100 for any uptake, dilution and excretion study, and any byproduct material permitted by 10 CFR 35.200 for any imaging and localization study. HGB obtained NRC consent to the affiliation on June 28, 2016, and advised the NRC on June 29, 2016 that the affiliation would not close within 30 days of the approval, as initially anticipated. Per your request, we are providing you with written notice confirming that the transaction has closed, as of October 1, 2016.

HGB will continue to own and operate as the licensee in the same manner as it did prior to affiliation. Additionally, as provided in the initial request for NRC consent, HGB will continue to have the same name, taxpayer identification number, and Medicare/Medicaid provider numbers.

We are very excited about this development. The change has not and will not affect HGB's operational approach, staffing or commitment to its patients and the community, but will advance HGB's status as a leading community hospital in central Michigan.

If you have any questions, please feel free to contact me at (517) 503-1050, ext. 1206.

Sincerely,

A handwritten signature in black ink, appearing to read "Matthew W. Rush".

Matthew W. Rush  
President and CEO  
Hayes Green Beach Memorial Hospital

H A Y E S • G R E E N • B E A C H



UNITED STATES  
NUCLEAR REGULATORY COMMISSION

REGION III  
2443 WARRENVILLE RD. SUITE 210  
LISLE, IL 60532-4352

JUN 28 2016

Matthew W. Rush  
President and Chief Executive Officer  
Hayes Green Beach Memorial Hospital  
321 East Harris Street  
Charlotte, MI 48813

SUBJECT: NRC CONSENT TO DIRECT LICENSE TRANSFER

Dear Mr. Rush:

By letter dated May 18, 2016 (received at the U.S. NRC Region III office on May 19, 2016), Hayes Green Beach Memorial Hospital submitted to the U.S. Nuclear Regulatory Commission (NRC) Region III Office a Request for Consent to direct License Transfer of NRC Materials License No. 21-26050-01. Based on the information provided, we understand that as a result of a proposed restructured corporate ownership of Hayes Green Beach Memorial Hospital, control would be indirectly transferred to a membership comprised of majority shareholder Eaton Community Health (ECH, effectively identical to the licensee's current Board of Directors/Trustees) and minority shareholder Sparrow Health System. We further understand that this transfer will not result in any change to the licensed materials, persons using the licensed material, location of use of licensed material, or persons responsible for the licensee's radiation safety program. Based on information provided, we understand that, on June 30, 2016, the licensee intends that all of Hayes Green Beach Memorial Hospital's assets and operations will be indirectly transferred to ECH and Sparrow Health System, and will not result in a name change.

Based on the above understandings and as more fully detailed in the enclosed NRC staff's Safety Evaluation Report which documents the NRC staff's review of the request, we have no objection to the proposed transfer. Please note that you will need to notify us promptly, in writing, after the transaction has been finalized and include a signed copy of the affiliation agreement confirming completion of the transaction. With this information, we can issue an administrative amendment to your NRC license to reflect the transaction, if necessary. If this planned affiliation has not been closed within 30 days of the date of this letter, please notify us in writing. Please contact me at (630) 829-9892, or by e-mail at [sara.forster@nrc.gov](mailto:sara.forster@nrc.gov) if you have any questions regarding this letter.

The NRC's Safety Culture Policy Statement became effective in June 2011. While a policy statement and not a regulation, it sets forth the agency's *expectations* for individuals and organizations to establish and maintain a positive safety culture. You can access the policy statement and supporting material that may benefit your organization on NRC's safety culture Web site at <http://www.nrc.gov/about-nrc/regulatory/enforcement/safety-culture.html>. We strongly encourage you to review this material and adapt it to your particular needs in order to develop and maintain a positive safety culture as you engage in NRC-regulated activities.

M. Rush

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In accordance with Title 10 of the *Code of Federal Regulations* Section 2.390, a copy of this letter and its enclosure will be available electronically for public inspection in the NRC Public Document Room or from the NRC's Agencywide Documents Access and Management System (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Sincerely,

A handwritten signature in black ink that reads "Sara A. Forster". The signature is written in a cursive style with a large, stylized 'S' and 'F'.

Sara A. Forster, M.S.  
Health Physicist  
Materials Licensing Branch

License No. 21-26050-01  
Docket No. 030-31129

Enclosure: NRC Safety Evaluation Report (SER) concerning request for consent to  
Transfer of Control

## Taylor, Tiresha

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**From:** Forster, Sara  
**Sent:** Thursday, October 06, 2016 11:27 AM  
**To:** Taylor, Tiresha  
**Subject:** FW: RE: RE: NRC License 21-26050-01 - Change of Ownership  
**Attachments:** NRC Hayes Green Beach Memorial Hospital Affiliation Notice.pdf; Consent Letter for Hayes Green Beach Memorial Hospital.pdf

As discussed for scanning.

**From:** Arsenault, Elise J. [mailto:elise.arsenault@kitch.com]  
**Sent:** Monday, October 03, 2016 5:51 PM  
**To:** Forster, Sara <Sara.Forster@nrc.gov>  
**Cc:** Tomczak, Tammy <Tammy.Tomczak@nrc.gov>; Matthew Rush Office (mrush@hgbhealth.com) <mrush@hgbhealth.com>; Kim Capps (kcapps@hgbhealth.com) <kcapps@hgbhealth.com>; Susan Allen-Ex. Assist. to Mr. Rush (SusanAllen@hgbhealth.com) <SusanAllen@hgbhealth.com>  
**Subject:** [External\_Sender] RE: RE: NRC License 21-26050-01 - Change of Ownership

Ms. Forster,

Effective October 1, 2016, NRC licensee Hayes Green Beach Memorial Hospital, license number 21-26050-01, has completed the transaction previously approved by the NRC in a letter date June 28, 2016 (attached for your reference). Per your request, we have provided confirmation of the completion of this transaction in the attached letter, which is signed and dated by HGB CEO Matthew Rush. A hard copy of the letter is being sent via U.S. mail.

If you have any questions, please do not hesitate to contact me.

Regards,



Elise Arsenault  
Kitch Drutchas Wagner Valitutti & Sherbrook  
One Woodward Ave, Ste 2400  
Detroit, MI 48226  
Direct Line: (313) 965-7922  
Fax: (313) 965-7403  
[elise.arsenault@kitch.com](mailto:elise.arsenault@kitch.com)

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**From:** FORSTER, SARA A [<mailto:Sara.Forster@nrc.gov>]  
**Sent:** Wednesday, June 29, 2016 6:04 PM  
**To:** Arsenault, Elise J.; TOMCZAK, TAMMY R  
**Subject:** RE: RE: NRC License 21-26050-01 - Change of Ownership

Thank you, Ms. Arsenault. Once the transaction is complete, please send confirmation of the same via a signed and dated letter. That confirmation will be added to the license file.

Sincerely,

**Sara A. Forster**  
U.S. NRC  
(630) 829-9892

**From:** Arsenault, Elise J. [<mailto:elise.arsenault@kitch.com>]  
**Sent:** Wednesday, June 29, 2016 5:01 PM  
**To:** TOMCZAK, TAMMY R <[Tammy.Tomczak@nrc.gov](mailto:Tammy.Tomczak@nrc.gov)>  
**Cc:** FORSTER, SARA A <[Sara.Forster@nrc.gov](mailto:Sara.Forster@nrc.gov)>  
**Subject:** [External\_Sender] RE: NRC License 21-26050-01 - Change of Ownership

Ms. Tomczak,

Thank you for providing the consent document. I wanted to confirm that the NRC is aware of the information provided by me via an email sent to Ms. Forster yesterday (which is attached for your reference). The email advises that the planned transition date of June 30, 2016 described in Hayes Green Beach Memorial Hospital's initial notice has been delayed. The transition will still occur, but will be delayed, likely to August 1, 2016. HGB will plan to provide an additional notice once the transition date is confirmed.

If you could confirm receipt of this email, I would be most appreciative.

Regards,

  
Attorneys & Counselors

Elise Arsenault  
Kitch Drutchas Wagner Valitutti & Sherbrook  
One Woodward Ave, Ste 2400  
Detroit, MI 48226  
Direct Line: (313) 965-7922

Fax: (313) 965-7403  
[elise.arsenault@kitch.com](mailto:elise.arsenault@kitch.com)

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**From:** TOMCZAK, TAMMY R [<mailto:Tammy.Tomczak@nrc.gov>]  
**Sent:** Wednesday, June 29, 2016 3:08 PM  
**To:** Arsenault, Elise J.  
**Subject:** FW: NRC License 21-26050-01 - Change of Ownership

Dear Ms. Arsenault,

Attached is a copy of the Safety Evaluation Report in relation to the Change of Control for Hayes Green Beach Memorial Hospital.

Please let me know if you need any additional information.

Thank you,  
Tammy

**From:** FORSTER, SARA A  
**Sent:** Wednesday, June 29, 2016 6:22 AM  
**To:** Arsenault, Elise J. <[elise.arsenault@kitch.com](mailto:elise.arsenault@kitch.com)>  
**Cc:** TOMCZAK, TAMMY R <[Tammy.Tomczak@nrc.gov](mailto:Tammy.Tomczak@nrc.gov)>  
**Subject:** Re: NRC License 21-26050-01 - Change of Ownership

Dear Ms. Arsenault...

Please contact our licensing assistant Tammy Tomczak at (630) 829-9887 or via email, concerning your request. The consent was issued on Monday 6/27. Ms. Tomczak should be able to send you a copy of the consent letter, including the Safety Evaluation Report (SER). The consent also should be available in the NRC's electronic Agencywide Document and Management System. (ADAMS).

Sincerely,  
Sara Forster

**From:** Arsenault, Elise J. <[elise.arsenault@kitch.com](mailto:elise.arsenault@kitch.com)>  
**Sent:** Tuesday, June 28, 2016 8:20:25 PM  
**To:** FORSTER, SARA A  
**Subject:** [External\_Sender] NRC License 21-26050-01 - Change of Ownership

Ms. Forster,

I am representing NRC licensee Hayes Green Beach Memorial Hospital. We have communicated on HGB's efforts to obtain the NRC's consent for an upcoming change in ownership. Attached, please find a letter describing a new development on the planned transition date for this matter.

As your voicemail said that you were out of the office until July 5<sup>th</sup>, I will plan to call the Region III office tomorrow so that someone is apprised of this change.

Regards,



Elise Arsenault  
Kitch Drutchas Wagner Valitutti & Sherbrook  
One Woodward Ave, Ste 2400  
Detroit, MI 48226  
Direct Line: (313) 965-7922  
Fax: (313) 965-7403  
[elise.arsenault@kitch.com](mailto:elise.arsenault@kitch.com)

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