

**BOTSFORD**  
HOSPITAL

October 28, 2014

VIA EMAIL: sara.forster@NRC.gov

Sara Forster  
U.S. NRC Region III  
2443 Warrenville Road  
Suite 210  
Lisle, Illinois 60532-4352

RE: Confirmation of Change in Control

Dear Ms. Forster:

The purpose of this letter is in follow-up to the previous letter sent, dated August 4, 2014 (attached), notifying the U.S. NRC Region III of the forthcoming change in control of Botsford Health Care. The completion of the Botsford Health Care, Beaumont Health System, and Oakwood Healthcare affiliation agreement to combine operations as a new organization called Beaumont Health was effective September 1, 2014. Beaumont Health is now the sole corporate member of each of the Parties.

Please do not hesitate to call me at 248-471-8660 if you have any questions regarding this letter.

Sincerely yours,



Lisa D. Vandecaveye  
Corporate Vice President Legal Affairs

Enclosures (2)

# Beaumont Health [\(/home/\)](#)

[News \(/News/\)](#)

[CEO Updates \(/News/CEO-Updates/\)](#)

## Beaumont, Botsford, Oakwood complete affiliation; New Beaumont Health launched

September 3, 2014

Beaumont Health System, Botsford Health Care and Oakwood Healthcare have completed their affiliation agreement to combine operations as a new organization called Beaumont Health. Federal and state regulatory officials have reviewed and approved the affiliation and granted tax-exempt status as a new \$3.8 billion not-for-profit health care organization.

### **Beaumont Health was officially launched on Sept. 2.**

Beaumont, Botsford and Oakwood announced their intention to come together and form a new health care organization in March and reached a definitive agreement in June.

**John Lewis**, chairman of the new Beaumont Health Board, says, "This is a great day for the people of southeastern Michigan. Beaumont Health will continue the traditions of our legacy organizations as a nonprofit, locally governed organization. With our combined strengths of patient satisfaction, medical excellence and community focus, we look forward to serving the health needs of patients and families for years to come, with quality and compassion guiding all that we do."

Lewis is chairing the new 14-member Beaumont Health Board that's a blend of representatives from the three organizations. Board members are:

- **Christopher Blake** of Grosse Pointe Farms, president and owner of The Blake Company, Mutschler Kitchens and Blake Properties LLC
- **Gerson Cooper** of Bloomfield Hills, Botsford Health Care Trustees Board chair, Beaumont Health board vice chair, and retired president and CEO of Botsford Health Care
- **Julie Fream** of Birmingham, Beaumont Health Board secretary, president and CEO, Original Equipment Suppliers Association
- **Malcolm Henoeh, M.D.**, of Northville, Oakwood Healthcare senior vice president and chief medical officer
- **Stephen Howard** of Franklin, Beaumont Health System Board chair, Beaumont Health board vice chair, and founder, president and CEO of Spearhead Group

- **John Lewis** of Grosse Pointe Farms, Oakwood Healthcare Board chair, Beaumont Health Board chair, and managing director, Donnelly Penman & Partners
- **Harris Mainster, D.O.**, of Bloomfield Hills, Botsford general surgeon
- **Gene Michalski**, of Oakland, president and CEO, Beaumont Health and Beaumont Health System
- **John Nemes, C.P.A.**, of Novi, Beaumont Health Board treasurer, president of Sallan, Nemes, Lyman & Strakovits PC
- **Timothy O'Brien** of Northville, co-founder and policy principal, Sustainable Water Works Inc., and principal, TOB Consulting
- **Martha Quay** of Birmingham, owner, Veranda Inc.
- **Thomas Saeli** of Birmingham, chief executive officer, JRB Enterprises/Duro-Last Roofing
- **S. Evan Weiner** of Franklin, executive vice president and chief operating officer, Edward C. Levy Co.
- **David Wood, M.D.**, of Royal Oak, Beaumont Health System executive vice president and chief medical officer

"The dedication and hard work of our affiliation team, and the leadership of our boards and my CEO colleagues Brian Connolly and Paul LaCasse, allowed for the completion of the affiliation process in a little more than five months," says Michalski. "This demonstrates our strong, mutual commitment to a common vision for Beaumont Health: medical care of the highest quality and highest value, with a seamless experience, for every patient, every time."

With the close of the transaction creating Beaumont Health, integration teams involving leaders from the three organizations will step up their efforts, shifting their focus from formation of a new organization to transformation that builds on the individual strengths of the three legacy organizations.

"The integration planning to create a new health care organization from three separate organizations has gone extremely smoothly, which is a credit to the leaders and staff of Beaumont, Botsford and Oakwood," states Brian M. Connolly, president and CEO of Oakwood Healthcare Inc. "This demonstrates our shared dedication to improving quality and delivery of care, making exceptional health care more accessible to our communities. Beaumont Health has a unique opportunity to become a local and national leader, and we are well on our way."

**A Clinical Leadership Council, and seven Clinical Transformation Teams** made up of physicians, nurses and other patient care professionals, is leading efforts to identify and share best care practices.

"Through the newly formed Clinical Leadership Council, we will enhance and advance patient-centered care through our existing relationships with more than 5,000 physicians and by partnering with other physicians who want to practice at our new organization," says Paul E. LaCasse, D.O., MPH, who chairs Beaumont Health's CLC, and continues to serve as president and CEO of Botsford Health Care in Farmington Hills. "Together, we will succeed by placing the patient at the center of all we do. We will work to make Beaumont Health the best and most progressive health care system in Michigan."

**Between now and year end, the next steps for Beaumont Health are to:**

- Appoint the new Beaumont Health executive team
  - Determine a location for Beaumont Health executive offices; temporary offices will be located at the PNC building in Troy
  - Determine a plan for integrating the eight individual hospital names with the new Beaumont Health name
  - Develop a new corporate organizational structure to align all the individual entities that make up Beaumont Health
- 

**Beaumont<sup>®</sup> | HEALTH  
SYSTEM**

(<http://www.beaumont.edu>)

**BOTSFORD**  
HEALTH CARE

(<http://www.botsford.org/home.cfm>)

 **Oakwood<sup>®</sup>**

(<http://www.oakwood.org/>)

# BOTSFORD

HOSPITAL

August 4, 2014

U.S. NRC Region III  
2443 Warrenville Road  
Suite 210  
Lisle, Illinois 60532-4352

RE: Notice of Change of Organizational Structure

To Whom It May Concern:

The purpose of this letter is to inform you of the corporate affiliation of Zieger Healthcare Corporation, ("Zieger"), the sole corporate member of Botsford General Hospital ("Botsford"); Beaumont Health System ("Beaumont"); and Oakwood Healthcare ("Oakwood") (collectively, "the Parties"), with an anticipated effective date of September 1, 2014 ("Affiliation"). Botsford, either directly or indirectly through its subsidiaries, owns or operates the health facility(ies) listed on **Exhibit A** ("the Facilities").

Under the Affiliation, the Parties are creating a new, not-for-profit Michigan health organization to be called "Beaumont Health, Inc." Beaumont Health, Inc. will be locally governed by a single board and executive leadership structure, with representation from Oakwood, Botsford and Beaumont. Beaumont Health, Inc. will also be the sole corporate member of each of the Parties. The purpose of the Affiliation is to increase the quality, value, and efficiency of care provided within the community and to better position the Parties to be able to respond to changes in health care.

There will be no change in Botsford's day-to-day operations resulting from the Affiliation. Botsford will continue to be solely responsible for all legal obligations resulting from the Affiliation, and Botsford's professional liability and other insurance coverage will remain in place at the same level as before the Affiliation. In addition, Botsford will continue to have responsibility for all capital improvements of its facilities and expects to continue to invest at the same level as in prior years.

We are providing you this notice so that you may update your records to reflect this information. For your convenience and reference purposes only, we have also enclosed copies of the Nuclear Materials Licenses for the Facilities listed on Exhibit A. Unless we hear from you to the contrary, we will assume no further action needs to be taken with respect to the Nuclear Materials Licenses for the Facilities.

Please do not hesitate to call me at the number above if you have any questions regarding this letter.

U.S. NRC Region III  
August 4, 2014  
Page 2

Kind regards,

A handwritten signature in cursive script that reads "Lisa D. Vandecaveye". The signature is written in black ink and is positioned above the printed name.

Lisa D. Vandecaveye

Enclosures

Exhibit A – List of Facilities

EXHIBIT A

List of Facilities:

Botsford General Hospital  
28050 Grand River Avenue  
Farmington Hills, MI 48336

**Forster, Sara**

---

**From:** Kim O'Leary <KOleary@botsford.org>  
**Sent:** Tuesday, October 28, 2014 3:12 PM  
**To:** Forster, Sara  
**Subject:** Botsford Health Care Change in Control Confirmation Letter  
**Attachments:** Beaumont Health Confirmation of Change in Control.pdf