

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 afilliation 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 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 <u>http://www.nrc.gov/about-nrc/regulatory/enforcement/safety-culture.html</u>. 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

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,

Aana a. Forster

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