

# BULLETIN

Michigan Medicaid Policy (MMP) | Health Services

**Bulletin Number:** MMP 25-29

**Distribution:** Nursing Facilities

**Issued:** September 30, 2025

**Subject:** Nursing Facility Receivership

**Effective:** As Indicated

**Programs Affected:** Medicaid

**NOTE: Implementation of this policy is contingent upon approval of a State Plan Amendment (SPA) by the Centers for Medicare & Medicaid Services.**

The purpose of this policy is to notify nursing facility providers that the Sales and Resales section of the Michigan Medicaid State Plan, Section 4.19-D is being updated to include the following language effective June 1, 2025.

In the case of receivership, the Michigan Department of Health and Human Services (MDHHS) will adjust a nursing facility's (NF) standard rate if a receiver has been appointed under Michigan Compiled Laws (MCL) 600.2926 or Michigan Court Rules (MCR) 2.622(A) solely to reflect the reasonable costs associated with the court-approved closure or sale of the NF or other appropriate situation. This rate adjustment will only apply to the current fiscal rate period of the request and the following fiscal rate period. After this adjustment time period, the NF will return to the standard reimbursement methodology.

If, upon audit, the agency finds a discrepancy between certified information and actual costs, all excess funds paid by the State to the NF as a result of that certification will be recovered with a penalty factor (equal to the then-current Medicare rate on net invested equity) applied to the discrepancy.

Requests for consideration must be made in writing to the MDHHS Reimbursement and Rate Setting Section (RARRS) at least 90 days in advance of the sale.

## Manual Maintenance

Retain this bulletin until the information is incorporated into the MDHHS Medicaid Provider Manual.

## Questions

Any questions regarding this bulletin should be directed to Provider Inquiry, Department of Health and Human Services, P.O. Box 30731, Lansing, Michigan 48909-8231, or e-mailed to [ProviderSupport@michigan.gov](mailto:ProviderSupport@michigan.gov). When you submit an e-mail, be sure to include your name, affiliation, NPI number, and phone number so you may be contacted if necessary. Typical Providers may phone toll-free 800-292-2550. Atypical Providers may phone toll-free 800-979-4662.

An electronic copy of this document is available at [www.michigan.gov/medicaidproviders](http://www.michigan.gov/medicaidproviders) >> Policy, Letters & Forms.

## Approved

A handwritten signature in dark ink, reading "Meghan E. Groen". The signature is fluid and cursive, with the first name "Meghan" and last name "Groen" clearly legible.

Meghan E. Groen, Chief Deputy Director  
Health Services