#### 106TH CONGRESS 1ST SESSION H.R. 1736

To amend title XVIII of the Social Security Act to provide certain Medicare beneficiaries with an exemption to the financial limitations imposed on physical, speech-language pathology, and occupational therapy services under part B of the Medicare Program, and to provide for a system to vary those limitations using a classification of individuals based on diagnostic category and prior use of services.

#### IN THE HOUSE OF REPRESENTATIVES

MAY 6, 1999

Mr. STARK introduced the following bill; which was referred to the Committee on Commerce, and in addition to the Committee on Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

### A BILL

- To amend title XVIII of the Social Security Act to provide certain Medicare beneficiaries with an exemption to the financial limitations imposed on physical, speech-language pathology, and occupational therapy services under part B of the Medicare Program, and to provide for a system to vary those limitations using a classification of individuals based on diagnostic category and prior use of services.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

#### 1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Medicare Rehabilita-3 tion Benefit Equity Act of 1999".

## 4 SEC. 2. ESTABLISHMENT OF EXEMPTION TO CAP ON PHYS5 ICAL, SPEECH-LANGUAGE PATHOLOGY, AND 6 OCCUPATIONAL THERAPY SERVICES.

7 (a) IN GENERAL.—Section 1833(g) of the Social Se8 curity Act (42 U.S.C. 1395l(g)) is amended by adding at
9 the end the following:

"(4)(A) For services furnished on or after the date
of the enactment of this paragraph and before January
1, 2002, the limitations in this subsection shall not apply
to an individual described in subparagraph (B).

14 "(B) An individual described in this subparagraph is15 an individual that meets any of the following criteria:

"(i) The individual has received services described in paragraph (1) or (3) in a calendar year
and is subsequently diagnosed with an illness, injury, or disability that requires the provision in such
year of additional such services that are medically
necessary.

"(ii) The individual has a diagnosis that requires the provision of services described in paragraph (1) or (3) and an additional diagnosis or incident that exacerbates the individual's condition,

thereby requiring the provision of additional such
 services.

3 "(iii) The individual will require hospitalization
4 if the individual does not receive the services de5 scribed in paragraph (1) or (3).

6 "(iv) The individual meets other criteria that7 the Secretary determines are appropriate.

8 "(C) Nothing in this paragraph shall be construed as 9 affecting any requirement for, or limitation on, payment 10 under this title (other than the financial limitation under 11 this subsection).

12 "(D) Any service that is covered under this title by 13 reason of this paragraph shall be subject to the same rea-14 sonable and necessary requirement under section 15 1862(a)(1) that is applicable to the services described in 16 paragraph (1) or (3) that are covered under this title with-17 out regard to this paragraph.".

(b) CONFORMING AMENDMENTS.—Paragraphs (1)
and (3) of section 1833(g) of such Act (42 U.S.C.
1395l(g)) are each amended by striking "In the case" and
inserting "Subject to paragraph (4), in the case".

# SEC. 3. ESTABLISHMENT OF VARIABLE DURATIONAL LIMI TATION BASED ON DIAGNOSTIC CATEGORIES AND PRIOR USE OF SERVICES.

4 (a) IN GENERAL.—Subparagraph (B) of section
5 1833(g)(2) of the Social Security Act (42 U.S.C.
6 1395l(g)(2)) is amended to read as follows:

"(B) for a subsequent year is an amount specified by the Secretary pursuant to a system which establishes different limitations (but not different payment rates or fee schedules) based on a classification
of individuals by diagnostic category and severity of
diagnosis, in both inpatient and outpatient settings.".

14 (b) BUDGET-NEUTRAL IMPLEMENTATION.—The Secretary of Health and Human Services shall establish 15 16 the different limitations under section 1833(g)(2)(B) of 17 the Social Security Act, as amended by subsection (a), in a manner so that the aggregate expenditures under such 18 19 limitations under part B of title XVIII of such Act is the 20 same as the aggregate expenditures that would have been 21 made under such part if this section has not been enacted.

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