

117TH CONGRESS  
2D SESSION

# H. R. 8746

To amend title XVIII of the Social Security Act to restore physician judgment to prescribe the appropriate mix of skilled modalities that constitute an intensive rehabilitation therapy program in an inpatient rehabilitation hospital or unit.

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## IN THE HOUSE OF REPRESENTATIVES

AUGUST 26, 2022

Mr. COURTNEY (for himself, Mr. THOMPSON of Pennsylvania, and Mr. BUTTERFIELD) introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend title XVIII of the Social Security Act to restore physician judgment to prescribe the appropriate mix of skilled modalities that constitute an intensive rehabilitation therapy program in an inpatient rehabilitation hospital or unit.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Access to Inpatient  
5       Rehabilitation Therapy Act of 2022”.

6       **SEC. 2. FINDINGS AND PURPOSE.**

7       (a) FINDINGS.—Congress finds the following:

1                             (1) Intensive, coordinated medical rehabilitation  
2                             provided in inpatient rehabilitation hospitals and  
3                             units is critical to Medicare beneficiaries with inju-  
4                             ries, illnesses, disabilities, and chronic conditions in  
5                             order to return to health, full function, independent  
6                             living, and a high quality of life.

7                             (2) The Centers for Medicare & Medicaid Serv-  
8                             ices (in this section referred to as “CMS”) uses an  
9                             “intensity of therapy” requirement to help determine  
10                            which Medicare beneficiaries are appropriate for  
11                            treatment in an inpatient rehabilitation hospital or  
12                            unit. CMS has interpreted the intensity of therapy  
13                            requirement through application of the so-called  
14                            “Three Hour Rule” (42 C.F.R. 412.622(a)(3)(ii))  
15                            which requires the patient to be able to participate  
16                            in three hours of rehabilitation therapy per day, five  
17                            days per week, or 15 hours of rehabilitation therapy  
18                            over a one-week period.

19                             (3) In 1989, a Federal district court held that  
20                             “Medicare determinations for hospital rehabilitation  
21                             care are to be based upon an assessment of each in-  
22                             dividual patient’s need for care” and “denials of ad-  
23                             missions, services, and/or Medicare coverage based  
24                             upon numerical utilization screens, diagnostic  
25                             screens, diagnosis, specific treatment norms, the

1       ‘Three Hour Rule’, or other ‘rules of thumb’ are not  
2       appropriate.” Hooper v. Sullivan, No. H-80-99 (D.  
3       Conn. 1989).

4                 (4) Before 2010, a CMS ruling explicitly stated  
5       that physical therapy, occupational therapy, speech  
6       therapy, and orthotics and prosthetics were counted  
7       toward the Three Hour Rule on an as-needed basis.  
8       In addition, the CMS ruling stated that “other  
9       therapeutic modalities” that were determined by the  
10      physician and the rehabilitation team to be needed  
11      by the patient “on a priority basis” would qualify to-  
12      ward satisfaction of the rule (HCFA Ruling 85-2).

13                 (5) This language allowed physicians with spe-  
14       cialized training and experience in inpatient hospital  
15       rehabilitation to prescribe the mix of skilled thera-  
16       pies and services appropriate to meet the needs of  
17       each individual patient in order to satisfy the Three  
18       Hour Rule in the inpatient rehabilitation hospital or  
19       unit setting.

20                 (6) CMS by regulation (74 Fed. Reg. 39811  
21       (August 7, 2009)) revised these prior requirements,  
22       effective January 1, 2010. The Secretary of Health  
23       and Human Services acknowledged that he is bound  
24       by the court’s decision in Hooper v. Sullivan that  
25       “rules of thumb”, including the Three Hour Rule,

1 may not be imposed to deny IRF coverage. The Sec-  
2 retary stated that he would “monitor the appro-  
3 priateness of instances where IRFs demonstrate the  
4 required level of intensity” without meeting the  
5 Three Hour Rule.

6 (7) The Secretary’s 2010 regulation limited the  
7 Three Hour Rule to recognize only four skilled serv-  
8 ices (namely, physical therapy, occupational therapy,  
9 and speech language pathology services as well as  
10 orthotics and prosthetics) and required that the pa-  
11 tient’s physician must certify that the patient re-  
12 quires, at admission, at least two of the four therapy  
13 modalities, one of which must be either physical  
14 therapy or occupational therapy. The Secretary’s  
15 2010 regulation removed the discretion of the physi-  
16 cian, in consultation with the rehabilitation team, to  
17 prescribe other skilled modalities and therapeutic  
18 services needed by the patient that would count to-  
19 ward satisfaction of the Three Hour Rule. As a re-  
20 sult, the full complement of medically necessary,  
21 skilled therapy services may not be available to inpa-  
22 tient rehabilitation hospital patients as part of their  
23 plan of care.

24 (8) Skilled, therapeutic modalities in addition to  
25 physical therapy, occupational therapy, speech lan-

1       guage pathology services, and orthotic and prosthetic  
2       services that should be counted toward the Three  
3       Hour Rule include recreational therapy services, res-  
4       piratory therapy, and other skilled modalities as de-  
5       termined by the Secretary when such skilled services  
6       are medically necessary and prescribed by a physi-  
7       cian as part of the patient's plan of care.

8       (b) PURPOSE.—The purpose of this Act is to restore  
9       reliance on the professional judgment of the treating phy-  
10      sician, in consultation with the rehabilitation team, when  
11      determining whether a Medicare patient meets the inten-  
12      sity of therapy requirement of an inpatient rehabilitation  
13      hospital or unit in order for that patient to gain access  
14      to the appropriate mix of medically necessary, rehabili-  
15      tation services in that setting. This Act retains the current  
16      requirement that the patient must need at admission phys-  
17      ical therapy, occupational therapy, speech language pa-  
18      thology services, or orthotic and prosthetic services but  
19      permits the patient's physician to modify the intensive re-  
20      habilitation therapy program after admission to include  
21      additional necessary therapy modalities.

1   **SEC. 3. PHYSICIAN JUDGEMENT TO DETERMINE THE THER-**

2                 **APY MODALITIES THAT CONSTITUTE AN IN-**

3                 **TENSIVE REHABILITATION THERAPY PRO-**

4                 **GRAM IN DETERMINING THE MEDICAL NE-**

5                 **CESSITY OF SERVICES IN AN INPATIENT RE-**

6                 **HABILITATION FACILITY.**

7         (a) **IN GENERAL.**—Section 1886(j) of the Social Se-  
8         curity Act (42 U.S.C. 1395ww(j)) is amended by adding  
9         at the end the following new paragraph:

10                 “(9) **PHYSICIAN JUDGEMENT TO DETERMINE**  
11                 **THE THERAPY MODALITIES THAT CONSTITUTE AN**  
12                 **INTENSIVE REHABILITATION THERAPY PROGRAM IN**  
13                 **A REHABILITATION FACILITY.**—In the case of a  
14         claim for payment under the prospective payment  
15         system under this subsection with respect to a dis-  
16         charge of an individual, in implementing section  
17         412.622 of title 42, Code of Federal Regulations (or  
18         any successor to such regulation) for purposes of de-  
19         termining if items and services with respect to such  
20         discharge are to be considered reasonable and nec-  
21         essary under section 1862(a)(1), the Secretary shall  
22         provide that an intensive rehabilitation therapy pro-  
23         gram described in paragraph (a)(3)(ii) of such sec-  
24         tion 412.622—

25                 “(A) shall, at the time of the admission as-  
26         sociated with such discharge, consist of physical

1           therapy, occupational therapy, speech language  
2           pathology services, or orthotic and prosthetic  
3           services (or any combination thereof); and

4           “(B) may, after such admission, be modi-  
5           fied by the rehabilitation physician treating  
6           such individual to include other skilled thera-  
7           peutic modalities, including recreational ther-  
8           apy, respiratory therapy, and other skilled serv-  
9           ices specified by the Secretary.”.

10          (b) EFFECTIVE DATE.—The amendment made by  
11        subsection (a) shall apply to admissions occurring after  
12        December 31, 2022, or the last day of the emergency pe-  
13        riod described in section 1135(g)(1)(B) of the Social Secu-  
14        rity Act (42 U.S.C. 1320b–5(g)(1)(B)), whichever is soon-  
15        er.

