

The Commonwealth of Massachusetts

. Department of Industrial Accidents 600 Washington Street Boston, Mass. 02111

CIRCULAR LETTER NO. 273

Errata Sheet

TO: All Interested Persons

FROM: James J. Campbell, Commissioner

RE: COLA Payment and Reimbursement Schedules; Maximum and Minimum Weekly Compensation Rates; and Attorneys' Fee Schedule - CIRCULAR LETTER NO. 273

DATE: October 1, 1993

Please note that the word 'six', as appearing on line eight of page three of the circular letter, should have appeared as 'five'.

Accordingly, reference should be made to column five of Table I, as it appears on page four, to determine reimbursement of supplemental benefits paid to recipients of compensation under § 31 and § 34A.

James J. Campbell Commissioner

The Commonwealth of Massachusetts Department of Industrial Accidents



James J. Campbell Commissioner Department of Industrial Accidents 600 Washington Street Boston, Mass. 02111

CIRCULAR LETTER NO. 273

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RE: COLA Payment and Reimbursement Schedules; Maximum and Minimum Weekly Compensation Rates; and Attorneys' Fee Schedule

DATE: October 1, 1993

This Circular Letter should be used to determine all of the following:

- (a) The maximum weekly benefits payable under G.L. c. 152 (prior to the application of any cost-of-living adjustment required under the statute);
- (b) The minimum compensation rates payable under \$34 and \$34A;
- (c) The proper amounts of adjustments to compensation required under §34B and §35F for injuries occurring before 12/24/91;
- (d) The proper amounts of adjustments to compensation required under \$34B and \$35F for injuries occurring on or after 12/24/91;
- (e) The reimbursement amount payable to insurers for COLAs paid on permanent and total or survivors' benefits for injuries occurring on or before October 1, 1986;
- (f) The reimbursement amount payable to insurers for COLAs paid on permanent and total or survivors' benefits for injuries occurring <u>subsequent to</u> October 1, 1986 but <u>before</u> December 24, 1991; and
- (g) Attorneys' fee schedule for claims involving injuries occurring on or after December 24, 1991.

The average weekly wage in the Commonwealth (SAWW) effective October 1, 1993, as determined under subsection (2) of §29 of Chapter 151A and promulgated by the Director of Employment and Training, is 565.94. [Please consult Table III]. An illustration of the application of this newly established SAWW on weekly benefit rates for claims involving injuries occurring on or after October 1, 1993 is as follows:

The weekly compensation rate for temporary and total disability benefits under §34 shall equal sixty percent of the employee's average weekly wage before the injury, but no more than a maximum weekly compensation rate equal to $\frac{565.94}{113.19}$ (one hundred percent of the present SAWW), unless the average weekly wage of the employee is less than the minimum weekly compensation rate of $\frac{113.19}{113.19}$ (twenty percent of the present SAWW), in which case said weekly compensation shall equal the employee's average weekly wage. The weekly compensation rate for permanent and total benefits under §34A shall equal two-thirds of the employee's average weekly wage before the injury, but no more than the maximum weekly compensation rate of $\frac{565.94}{565.94}$ nor less than the minimum weekly compensation rate of $\frac{565.94}{113.19}$.

[Recipients of total disability benefits under §34 and § 34A for claims involving injuries occurring before October 1, 1993 should consult Table I of this Circular Letter and previous Circular Letters setting forth the requirements of M.G.L. c. 152 and 452 CMR 3.06.]

To calculate the adjustment under \$34B* multiply the claimant's unadjusted weekly compensation by the ADJUSTED MULTIPLIER FOR TOTAL COMP (the amount in the fifth column of the attached table for injuries occurring before December 24, 1991 or the amount in the eighth column for injuries occurring on or after December 24, 1991) in the attached table for the claimant's year of injury. For the purpose of calculating adjustments or reimbursements, the year of injury begins on October 1st and ends on September 30th of each year. To be eligible for a COLA under \$31 or \$34A the date of injury must have occurred at least two years prior to this review date (October 1, 1993).

COLAs for persons receiving partial benefits under §35 are payable <u>only</u> to those employees with an injury date on or after January 1, 1986 but before December 24, 1991 whose injury occurred at least <u>three</u> years prior to this review date. To calculate the adjustment under §35F* multiply the claimant's unadjusted weekly compensation by the ADJUSTED MULTIPLIER FOR PARTIAL COMP (the amount in the tenth column in the attached Table I) for the claimant's year of injury.

James J Campbell Commissioner The Commonwealth of Massachusetts

Department of Industrial Accidents 600 Washington Street Boston, Mass. 02111

FROM:	MAIL TO:				
	COLA Processing				
	DIA Office of Administration				
	P.O. Box 9104, Essex Station				
	Boston, MA 02112-9104				

Gentlemen:

Attached please find a request, pursuant to M.G.L. c.152, Section 65 (as amended by Chapter 572 of the Acts of 1985), for Cost of Living Adjustment (COLA) reimbursements for COLA's paid on behalf of _____ claimants totaling _____. This request is being submitted for the following category ONLY:

____ Injuries occurring <u>on or before</u> 10/1/86

_____ In

_ Injuries occuring <u>after</u> 10/1/86

I hereby certify under the penalties of perjury that all laws of the Commonwealth governing assessments and regulations thereof have been complied with and observed, and that all information is, to the best of my knowledge, correct.

SIGNED:	NAME:
TITLE:	PHONE #:
DATE:	
FOR INTI	ERNAL USE ONLY
COMMENTS:	PAYMENT APPROVED
	DATE:

Note: This form may be reproduced

Insurers are entitled to quarterly reimbursements from the Compensation Trust Fund (WCTF) for certain Workers' supplemental benefits (cost-of-living adjustments). When supplemental benefits are paid to permanently and totally disabled recipients or survivors under §34A or §31 as outlined above, complete reimbursement is made where the injury occurred on or before October 1, 1986 using column If the injury occurred after that date, the amount six. reimbursable can be calculated by using the REIMBURSEMENT FACTOR (the amount in the eleventh column of the table). For injuries occurring on or after 12/24/91, there is no reimbursement from the WCTF for COLA adjustments made under \$34B. Furthermore, there are no reimbursements from the Workers' Compensation Trust Fund for COLA adjustments under 35F for any claim involving the payment of temporary, S partial disability benefits under \$35.

To apply for reimbursements under §34B(c) for cost-of-living adjustments as calculated above, please complete the attached forms, and forward them to the address given below.

Requests for reimbursements should be submitted at the close of each quarter of the calendar year. Requests submitted during the first calendar quarter of 1994 should be for reimbursements of monies paid during the last calendar quarter of 1993. Please note that, pursuant to \$34B(c), reimbursements will be denied to any insurer which has paid supplemental benefits prior to 24 months from the recipient's date of injury.

[*If the claimant is receiving social security disability benefits the adjusted compensation should be capped at the point where one more dollar in such compensation would have the effect of reducing any social security. disability benefits the claimant is receiving. To determine whether and how such a cap should be applied, please refer to Circular Letter 227 dated October 22, 1986.]

A COLA request form is attached. This form may be reproduced in the event additional copies are required.

The schedule of adjusted attorney's fees is contained in Table II. Please note that the new rates apply only to cases involving injuries on or after December 24, 1991. For cases involving injuries before December 24, 1991, the fees remain as set out in §13A.

Department of Industrial Accides

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Calculation of COLA Multipliers and Reimburtement Factors

				Section 34B						
	Statewide			Multiplier Pre 12/24/91						Section 34B
	Average	Annual	Capped	Reimbursement	Annual	Capped	Section 34B	Section 35F		Reimburgement
	Weekly Wage		Change,	Factor	CPI	Change,	Multiplier,	Capped	Section 35F	Factor
Year	(SAWW)	Change	Pre 12/24/91	Pre 10/2/86	Change	Post 12/23/91	Post 12/23/91	Change	Multiplier	Post 10/ 1/86
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1938	\$25.63	1.0336	1.0336	19.6889						
1939	26.49	0.9970	0.9970	19.0497						
1940	26.41	1.1356	1.1000	19.1074						
1941	29.99	1.1834	1.1000	17.3704						
1942 1943	35.49 39.30	1.1074 1.0422	1.1000 1.0422	15.7913 14.3557						
1943	40.96	1.0422	1.0249	13.7739						_]
1945	41.98	1.0543	1.0543	13.4392						
1946	44.26	1.0888	1.0888	12.7469						
1947	48.19	1.0770	1.0770	11.7074			1			
1948	51.90	1.0150	1.0150	10.8705						·
1949	\$2.68	1.0581	1.0581	10.7095		~~				
1950 1951	55.74 60.18	1.0797 1.0419	1.0797 1.0419	10.1216 9.3749						
1952	62.70	1.0470	1.0470	8,9981						1 []
1953	65.65	1.0296	1.0296	8.5937			l			
1954	67.59	1.0468	1.0468	8.3471						
1955	70.75	1.0540	1.0540	7.9743						
1956	74.57	1.0426	1.0426	7.5658						
1957 1958	77.75	1.0368 1.0515	1.0368 1.0515	7.2563						
1958	80.61 84.76	1.0315	1.0315	6.6562						
1960	87.44	1.0327	1.0327	6.4522						1 []
1961	90.30	1.0384	1.0384	6.2478						
1962	93.77	1.0309	1.0309	6.0166						
1963	96.67	1.0484	1.0484	5.8361						
1964	101.35	1.0339	1.0339	5.5666					3 I	
1965 1966	104.79 109.48	1.0448 1.0435	1.0448 1.0435	5.3839 5.1533						
1967	114.24	1.0599	1.0599	4.9385			[]			
1968	121.08	1.0772	1.0772	4.6596						_]
1969	130.43	1.0045	1.0045	4.3255						
1970	131.02	1.0638	1.0638	4.3060						
1971	139.38	1.0736	1.0736	4.0478				~~		
1972	149.64	1.0396	1.0396	3.7702			-4			
1973 1974	155.57 163.80	1.0529 1.0670	1.0529 1.0670	3.6265 3.4443						
1975	174.78	1.0670	1.0691	- 3.2279	·	'				
1976	186.85	1.0667	1.0667	3.0194						
1977	199.31	1.0605	1.0605	2.8307						
1978	211.37	1.0754	1.0754	2.6692			/ / – –			
1979	227.31	1.0799	1.0799	2.4820			-4			
1980	245.48	1.0996	1.0996	2.2983			_∽ . −−			
1981	269.93	1.1034	1.1000	2.0901						
1982 1983	297.85 320.29	1.0753 1.0648	1.0753 1.0648	1.9001 1.7670						
1984	341.06	1.0570	1.0570	1.6594]]]]	
1985	360.50	1.0640	1.0640	1.5699				1.0500	1.4433	
1986	383.57	1.0715	1.0715	1.4755				1.0500	1.3746	0.1009
1987	411.00	1.0005	1.0006	1.3770			-4	1.0500	1.3091	0.0679
1988	444.20	1.0581	1.0681	1.2741				1.0500	1.2468	0.0273
1989	474.47	1.0339	1.0339	1.1928			-4	1.0339	1.1874	0.0054
1990 1991	490_57 515.52	1.0509 1.0539	1.0509 1.0539	1.1536 1.0978	1.0370	1.0370	1.0619	1.0500 1.0500	1.1484	0.0052
1992	543.30	1.0417	1.0007		1.0370	1.0370	1.0019	1.0500	1.0936	0.0040
1993	565.94	1.0000			1.0000	1.0000	1.0000			

Notes:

(2) Provided by the Massachusetts Division of Employment and Training.
(3) (2) Year X/(2) Year (X - 1).
(4) (3), subject to a maximum of 10%.
(5) Cumulative product of (4).
(6) Provided by the Bureau of Labor Statistics.
(7) Minimum of (A and G)

(7) Minimum of (4) and (6).
(8) Cumulative product of (7).
(9) (3), subject to a maximum of 5%.

(10) Cumulative product of (9). (11) (5) - (10).

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Note: This form my be Reproduced. MASSACHUSETTS DEPARTMENT OF INDUSTRIAL ACCIDENTS CHECK ONE: DIA TRUST FUND (M.G.L. C. 152 §34B(c)) COLA REIMBURSEMENT REQUEST ____ Form Contains Only Injuries On PAYMENT QUARTER _/_/_ 10 _/_/_ Before 10/1/86 ___ Form Contains Only Post 10/1/86 Injuries ł 1 1 1 = x = x

BOARD #	CLAIMANT &	ADDRESS	DATE OF INJURY	DATE OF ELIGIOILITY FOR §31, §34A BENEFITS	WEEKLY ADJUSTKENT PAID (SUPPLEMENTAL BENEFIT)	·	POST 10/1/86 ONLY 348(c) REIMBURSEMENT	I WEEKLY	WEEKS PAID	RE I MBURSEMEN I DUE
	 						8 1 1	₽ ↓		
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NOTE: See current circular letter for appropriate Section 34 adjusted multipliers and reimbursement factors.

PRE 10/1/86 CASES: For cases with an injury date on or before 10/1/86, simply copy the "supplemental benefit" in the "weekly reimbursement" column and multiply the "weekly reimbursement" by the number of weeks (of the payment quarter) to obtain the reimbursement due.

POS1 10/1/86 CASES: * This box should be filled in ONLY where the injury date was <u>after</u> October 1, 1986. For these cases the base benefit is multiplied by the reimbursement factor to obtain a weekly reimbursement amount which is then multiplied by the number of weeks (of the payment quarter) to obtain the reimbursement due.

Table II

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Calculation of Adjusted Attorney's Fees

Section 13A Subsections	Specified Fees	10/1/93 Fees
	(a)	(b)
(1)	700	743.30
\- /	350	371.65
(2)	1,000	1,061.90
(-)	500	530.95
(3)	500	530.95
(-)	250	265.45
(4)	700	743.30
	350	371.65
(5)	3,500	3,716.60
(6)	1,000	1,061.90

Notes:

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(a) From subsection 13A of MGL c.152.
(a) (b), adjusted by CPI change, rounded to nearest .05.

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Calculation of Weekly Benefits

(1) 1993 S t	565.94	
(2) Section	34 – Temporary and Total Benefits	
	(a) Rate (b) Maximum (c) Minimum	60.00% 565.94 113.19
(3) Section	a 34 – Permanent and Total Benefits	
	(a) Rate(b) Maximum(c) Minimum	66.67% 565.94 113.19

Notes:

- Provided by the Massachusetts Division of Employment and Training.
 (2), (3) Derived from (1), and MGL c.152, Section 34, as follows:
 - - (2a), (3a) Maximum reimbursement rate. (2b), (3b) (1). (2c), (3c) 20% x (1).