

THE COMMONWEALTH OF MASSACHUSETTS EXECUTIVE OFFICE OF LABOR AND WORKFORCE DEVELOPMENT DEPARTMENT OF INDUSTRIAL ACCIDENTS

ROSALIN ACOSTA SECRETARY SHERI BOWLES, JD INTERIM DIRECTOR

CIRCULAR LETTER NO. 356

ТО:	All Interested Persons
FROM:	Sheri Bowles, Interim Director
RE:	Cost of Living Adjustments (COLA) Payment and Reimbursement Schedules & Requests; Maximum and Minimum Weekly Compensation Rates; Attorneys' Fee Schedule.
DATE:	October 4, 2021 (Effective October 1, 2021)

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

- (a) The maximum weekly benefits payable under M.G.L. c. 152;
- (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 December 24, 1991;
- (d) The proper amounts of adjustments to compensation required under §34B and §35F for injuries occurring on or after December 24, 1991;
- (e) The reimbursement amount payable to insurers for COLAs paid on permanent and total or survivors' benefits for injuries occurring <u>on or before</u> 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) <u>effective October 1, 2021</u> as determined under M.G.L. c. 151A, §29(2) and promulgated by the Director of Unemployment Assistance, is **\$1,694.24** [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, 2021 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 **\$1,694.24** (one hundred percent of the present SAWW), unless the average weekly wage of the employee is less than the minimum weekly compensation rate of **\$338.85** (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 disability benefits under §34A shall equal two-thirds (66.67%) of the employee's average weekly wage before the injury, but not more than the maximum weekly compensation rate of **\$1,694.24** nor less than the minimum weekly compensation rate of **\$1,694.24** nor less than the minimum weekly compensation rate of **\$138.85**.

[Recipients of total disability benefits under §34 and §34A for claims involving injuries occurring before October 1, 2021 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 Table I (see attached) 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, 2021).

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 COMPENSATION (the amount in the tenth column in the attached Table I) for the claimant's year of injury.

Insurers are entitled to quarterly reimbursements from the Workers' Compensation Trust Fund (WCTF) for certain 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 five of Table I. If the injury occurred after that date, the amount reimbursable can be calculated by using the **REIMBURSEMENT FACTOR** (the amount in the eleventh column of Table I). For injuries occurring on or after December 24, 1991, 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, 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 2022 should be for reimbursements of monies paid during the last calendar quarter of 2021. Please note that, pursuant to §34B(c), reimbursements will be denied to any insurer that 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. All requests for reimbursement must be accompanied by a completed CR-28 Form corresponding to the period for which reimbursement is sought. In addition, all prior years' CR-28 Form for each claimant who's COLA the insurer is seeking reimbursement must be submitted in FY 2022 to provide that any capital COLA offsets were taken and that no COLA was improperly paid.]

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.

Note: If you wish to receive future Circular Letters electronically, please send an e-mail with the subject line "Please add to Circular Letter list" to the Department of Industrial Accidents at the following address: Info2@dia.state.ma.us. Be sure you to include your name along with your current e-mail address.

Sincerely,

Sheri Bowles Interim Director

Calculation of COLA Multipliers and Reimbursement Factors Table I - 10-1-2021										
	Statowide			240			Section			240
	Statewide Average		Capped	34B Multiplier		Capped	Section 34B	Section		34B Reimburse
	Weekly	Annual	Change,	Pre		Change,	Multiplier,	35F	Section	ment
	Wage	SAWW	Pre	12/24/91	Annual CPI	Post	Post	Capped	35F	Factor Post
Year	(SAWW)	Change	12/24/91	Reimburse	Change	12/23/91	12/23/91	Change	Multiplier	10/1/86
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1938	\$25.63	1.0336	1.0336	56.5084						
1939	\$26.49	0.9970	0.9970	54.6740						
1940	\$26.41	1.1356	1.1000	54.8396						
1941	\$29.99	1.1834	1.1000	49.8541						
1942	\$35.49	1.1074	1.1000	45.3220						
1943	\$39.30	1.0422	1.0422	41.2018 39.5319						
1944 1945	\$40.96 \$41.98	1.0249 1.0543	1.0249 1.0543	39.5319						
1945	\$44.26	1.0343	1.0343	36.5845						
1947	\$48.19	1.0770	1.0770	33.6010						
1948	\$51.90	1.0150	1.0150	31.1990						
1949	\$52.68	1.0581	1.0581	30.7371						
1950	\$55.74	1.0797	1.0797	29.0497						
1951	\$60.18	1.0419	1.0419	26.9064						
1952	\$62.70	1.0470	1.0470	25.8250						
1953	\$65.65	1.0296	1.0296	24.6646						
1954	\$67.59	1.0468	1.0468	23.9567						
1955	\$70.75	1.0540	1.0540	22.8866						
1956 1957	\$74.57 \$77.75	1.0426 1.0368	1.0426 1.0368	21.7142 20.8261						
1957	\$80.61	1.0308	1.0308	20.8261						
1958	\$84.76	1.0315	1.0315	19.1036						
1960	\$87.44	1.0327	1.0327	18.5182						
1961	\$90.30	1.0384	1.0384	17.9317						
1962	\$93.77	1.0309	1.0309	17.2681						
1963	\$96.67	1.0484	1.0484	16.7501						
1964	\$101.35	1.0339	1.0339	15.9766						
1965	\$104.79	1.0448	1.0448	15.4522						
1966	\$109.48	1.0435	1.0435	14.7902						
1967	\$114.24	1.0599	1.0599	14.1740						
1968	\$121.08	1.0772	1.0772	13.3732						
1969 1970	\$130.43 \$131.02	1.0045 1.0638	1.0045 1.0638	12.4146 12.3587						
1971	\$139.38	1.0036	1.0036	11.6174						
1972	\$149.64	1.0396	1.0396	10.8208						
1973	\$155.57	1.0529	1.0529	10.4084						
1974	\$163.80	1.0670	1.0670	9.8854						
1975	\$174.78	1.0691	1.0691	9.2644						
1976	\$186.85	1.0667	1.0667	8.6659						
1977	\$199.31	1.0605	1.0605	8.1242						
1978	\$211.37	1.0754	1.0754	7.6606						
1979	\$227.31	1.0799	1.0799	7.1235						
1980	\$245.48	1.0996	1.0996	6.5961						
1981 1982	\$269.93 \$297.85	1.1034 1.0753	1.1000 1.0753	5.9987 5.4534						
1982	\$320.29	1.0648	1.0648	5.0713						
1984	\$341.06	1.0570	1.0570	4.7625						
1985	\$360.50	1.0640	1.0640	4.5057				1.0500	3.6013	0.9043
1986	\$383.57	1.0715	1.0715	4.2346				1.0500	3.4298	0.8048
1987	\$411.00	1.0808	1.0808	3.9521				1.0500	1	0.6856
1988	\$444.20	1.0681	1.0681	3.6566				1.0500	3.1110	0.5456
1989	\$474.47	1.0339	1.0339	3.4233				1.0339		0.4606
1990	\$490.57			3.3110				1.0500		0.4455
1991	\$515.52		1.0539	3.1507	1.0370	1.0370		1.0500		0.4215
1992 1993	\$543.30 \$565.94	1.0417 1.0348	1.0417 1.0348		1.0240 1.0280	1.0240 1.0280		1.0417 1.0348		
1993	\$585.66				1.0280			1.0340		
1995	\$604.03	1.0447	1.0447		1.0240	1.0240		1.0447		
1996	\$631.03	1.0547	1.0547		1.0230	1.0230		1.0500		
1997	\$665.55	1.0516			1.0160	1.0160		1.0500		
1998	\$699.91	1.0711	1.0711		1.0210	1.0210	1.4796	1.0500		
1999	\$749.69	1.1083	1.1000		1.0206	1.0206	1.4491	1.0500		
2000	\$830.89	1.0723			1.0340	1.0340		1.0500		
2001	\$890.94	0.9906			1.0280	0.9906		0.9906		
2002	\$882.57	1.0021	1.0021		1.0210	1.0021		1.0021		
2003 2004	\$884.46 \$918.78	1.0388 1.0433	1.0388 1.0433		1.0282 1.0346	1.0282 1.0346		1.0388 1.0433		
2004	\$918.78	1.0433	1.0433		1.0346	1.0346		1.0433		
2005	\$958.58	1.0437			1.0365	1.0365		1.0437		
2000	\$1,000.43	1.0431	1.0431		1.0256	1.0256		1.0431		
2008	\$1,093.27	1.0013	1.0013		1.0399	1.0013		1.0013		
2009	\$1,094.70	0.9939			1.0002	0.9939		0.9939		
2010	\$1,088.06	1.0439			1.0197	1.0197	1.1862	1.0439		
2011	\$1,135.82	1.0328			1.0305		1.1633	1.0328		
2012	\$1,173.06	1.0070	1.0070		1.0195	1.0070		1.0070		
2013	\$1,181.28	1.0285	1.0285		1.0136	1.0136				
2014	\$1,214.99	1.0341	1.0341		1.0138	1.0138		1.0341		
	\$1,256.47	1.0281	1.0281		0.9971	0.9971		1.0281		
2015		1.0359	1.0359		1.0252	1.0252		1.0359 1.0339		
2016	\$1,291.74		4 0000-							
2016 2017	\$1,338.05	1.0339			1.0159	1.0159				
2016 2017 2018	\$1,338.05 \$1,383.41	1.0339 1.0349	1.0349		1.0150	1.0150	1.0505	1.0349		
2016 2017	\$1,338.05	1.0339	1.0349 1.0392				1.0505 1.0350	1.0349 1.0392		

Notes (2) Provided by the Massachusetts Division of Unemployment Assistance. (3) (2) Year X (4) (3), subject to a maximum of 10%.

Use Northeast Region CPI Use % diff between next and current yr SAWW Use % diff between current CPI and prev CPI

(5) Cumulative product of (4) (6) Provided by Bureau of Labor Statistics. (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)

Table II

TABLE OF ATTORNEYS' FEES

(NOTE: These new rates apply only to cases involving injuries occurring on or after 12/24/91.)

Pursuant to M.G.L. c. 152 § 13A(10), the dollar amounts specified for attorney's fees in section 13A, subsections 1 through 6 are changed effective 10/1/2021 in accordance with §34B(a) as follows:

SECTION 13A SUBSECTIONS	DOLLAR AMOUNT SPECIFIED	CHANGED TO
(1)	\$700.00	\$1,235.77
	\$350.00	\$ 617.88
(2)	\$1,000.00	\$1,765.38
	\$500.00	\$ 882.69
(3)	\$500.00	\$ 882.69
	\$250.00	\$ 441.35
(4)	\$700.00	\$1,235.77
	\$350.00	\$ 617.88
(5)	\$3,500.00	\$6,178.83
(6)	\$1,000.00	\$1,765.38

Table III

Department of Industrial Accidents Calculation of Weekly Benefits

(1) 2021 Statewide Average Weekly Wage: \$1,694.24

(2) Section 34 - Temporary and Total Disability Benefits

(a) Rate	60.00%
(b) Maximum	\$1,694.24
(c) Minimum	\$ 338.85

(3) Section 34A - Permanent and Total Disability Benefits

(a) Rate	66.67%
(b) Maximum	\$1,694.24
(c) Minimum	\$ 338.85

Notes:

(1) Provided by the Massachusetts Division of Unemployment Assistance

(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).