

GOVERNOR KARYN E. POLITO LIEUTENANT GOVERNOR

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. 358

TO:	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 3, 2022 (Effective October 1, 2022)

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 **subsequent to** October 1, 1986 but **before** 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, 2022</u> as determined under M.G.L. c. 151A, §29(2) and promulgated by the Director of Unemployment Assistance, is **\$1,765.34** [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, 2022 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 **\$1,765.34** (one hundred percent of the present SAWW), unless the average weekly wage of the employee is less than the minimum weekly compensation rate of **\$353.07** (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 **\$1,765.34** nor less than the minimum weekly compensation rate of **\$1,765.34** nor less than the minimum weekly compensation rate of **\$353.07**.

[Recipients of total disability benefits under §34 and §34A for claims involving injuries occurring before October 1, 2022 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 3.03.]

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, 2022).

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 2023 should be for reimbursements of monies paid during the last calendar quarter of 2022. 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 whose COLA the insurer is seeking reimbursement must be submitted in FY 2023 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,

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Sheri Bowles Interim Director

Table I - 1	0-1-2022	Calcula	ation of CO	L <mark>A Multipli</mark>	ers and R	eimbursen	nent Facto	ors		
	Statewide Average Weekly	Annual SAWW	Capped Change,	Section 34B Multiplier Pre 12/24/91 Reimbursement Factor Pre	Annual CPI	Capped Change,		Section 35F	Section 35F	Section 34B Reimbursement Factor Post
Year (1)	Wage (SAWW) (2)	Change (3)	Pre 12/24/91 (4)	10/2/86	Change (6)	Post 12/23/91 (7)	12/23/91 (8)	Capped Change (9)	Multiplier (10)	10/1/86
1938	\$25.63	1.0336	1.0336		8707070					
1939 1940	\$26.49 \$26.41	0.9970	0.9970	56.9684 57.1410						
1941	\$29.99	1.1834	1.1000	51.9463						
1942 1943	\$35.49 \$39.30	1.1074	1.1000							
1944	\$40.96	1.0422	1.0249							
1945	\$41.98	1.0543	1.0543		1					
1946 1947	\$44.26 \$48.19	1.0888	1.0888							
1948	\$51.90	1.0150	1.0150							
1949	\$52.68	1.0581	1.0581	32.0270						
1950 1951	\$55.74 \$60.18	1.0797	1.0797 1.0419	30.2688 28.0355						
1952	\$62.70	1.0470	1.0470							
1953	\$65.65	1.0296	1.0296	25.6997						
1954 1955	\$67.59 \$70.75	1.0468	1.0468							
1956	\$74.57	1.0426	1.0426	22.6254						
1957 1958	\$77.75 \$80.61	1.0368 1.0515	1.0368							
1958	\$80.61	1.0515	1.0515							
1960	\$87.44	1.0327	1.0327	<mark>19.2954</mark>						
1961 1962	\$90.30 \$93.77	1.0384 1.0309	1.0384 1.0309	18.6843 17.9927						
1962	\$96.67	1.0484	1.0484	17.4530						
1964	\$101.35	1.0339	1.0339	16.6471						
1965 1966	\$104.79 \$109.48	1.0448	1.0448							
1967	\$114.24	1.0599	1.0599	14.7688						
1968	\$121.08	1.0772	1.0772	13.9344		- 1- 1				
1969 1970	\$130.43 \$131.02	1.0045	1.0045 1.0638	12.9356 12.8773						
1971	\$139.38	1.0736	1.0736			- :- :				
1972	\$149.64	1.0396	1.0396	11.2749		i n de d				
1973 1974	\$155.57 \$163.80	1.0529	1.0529	10.8452						
1975	\$174.78	1.0691	1.0691							
1976 1977	\$186.85 \$199.31	1.0667		9.0296 8.4651						
1977	\$211.37	1.0754								
1979	\$227.31	1.0799	1.0799	7.4224						
1980 1981	\$245.48 \$269.93	1.0996 1.1034		6.8729 6.2505						
1982	\$297.85	1.0753								
1983	\$320.29									
1984 1985	\$341.06 \$360.50			4.9624				1.0500	3.7525	0.9423
1986	\$383.57	1.0715		4.4123				1.0500	3.5737	
1987	\$411.00						(=:=:=:=:	1.0500	3.4036	0.7143
1988 1989	\$444.20 \$474.47	1.0681	1.0681 1.0339	3.8101 3.5670				1.0500 1.0339	3.2415 3.0871	0.5685
1990	\$490.57	1.0509	1.0509	3.4500				1.0500	2.9858	0.4642
1991 1992	\$515.52 \$543.30			3.2830	1.0370		1.8343		2.8437	0.4392
1992	\$565.94				1.0240		1.7273			
1994	\$585.66	1.0314	1.0314		1.0240	1.0240	1.6803	1.0314		
1995 1996	\$604.03 \$631.03				1.0270		1.6409 1.5978			
1997	\$665.55	1.0516	1.0516		1.0160	1.0160	1.5618	1.0500		
1998	\$699.91	1.0711	1.0711		1.0210		1.5373			
1999 2000	\$749.69 \$830.89				1.0206		1.5056 1.4753			
2001	\$890.94	0.9906	0.9906		1.0280	0.9906	1.4267	0.9906		
2002 2003	\$882.57		1.0021		1.0210		1.4403			
2003	\$884.46 \$918.78				1.0282					
2005	\$958.58	1.0437	1.0437		1.0365	1.0365	1.3510	1.0437		
2006 2007	\$1,000.43 \$1,043.54		1.0431		1.0361		1.3035			
2007	\$1,043.54				1.0250		1.2360			
2009	\$1,094.70	0.9939	0.9939		1.0002	0.9939	1.2250	0.9939		
2010 2011	\$1,088.06 \$1,135.82				1.0197		1.2325			
2012	\$1,173.06	1.0070	1.0070		1.0195	1.0070	1.1729	1.0070		
2013	\$1,181.28	1.0285			1.0136		1.1647	1.0285		
2014 2015	\$1,214.99 \$1,256.47	1.0341 1.0281	1.0341 1.0281		1.0138		1.1491 1.1335			
2016	\$1,291.74	1.0359	1.0359		1.0252	1.0252	1.1368	1.0359		
2017	\$1,338.05	1.0339			1.0159		1.1089			
2018 2019	\$1,383.41 \$1,431.66		1.0349 1.0392		1.0150		1.0915			
2020	\$1,487.78	1.1388	1.1000		1.0114	1.0114	1.0509	1.0500		
2021 2022	\$1,694.24 \$1,765.34	1.0420	1.0420		1.0390		1.0390			
2022	φ1,700.54	1.0000	1.0000		1.0000	1.0000	1.0000	1.0000	5	

Notes: (2) Provided by the Massachusetts Division of Unemployment Assistance. (3) (2) Year X+1 / (2) Year X (4) (3), subject to a maximum of 10%.

(5) Cumulative product of (1)
(6) Provided by Bureau of Labor Statistics.
(7) Minimum of (4) and (6).
(8) Cumulative product of (7).

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

(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 10/1/2022 in accordance with §34B(a) as follows:

SECTION 13A SUBSECTIONS	DOLLAR AMOUNT SPECIFIED	CHANGED TO
(1)	\$700.00	\$1,283.99
	\$350.00	\$ 641.99
(2)	\$1,000.00	\$1,834.27
	\$500.00	\$ 917.13
(3)	\$500.00	\$ 917.13
	\$250.00	\$ 458.57
(4)	\$700.00	\$1,283.99
	\$350.00	\$ 641.99
(5)	\$3,500.00	\$6,419.93
(6)	\$1,000.00	\$1, 834.27

Table III

Department of Industrial Accidents Calculation of Weekly Benefits

(1) 2022 Statewide Average Weekly Wage: \$1,765.34

(2) Section 34 - Temporary and Total Disability Benefits

(a) Rate	60.00%
(b) Maximum	\$1,765.34
(c) Minimum	\$ 353.07

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

(a) Rate	66.67%
(b) Maximum	\$1,765.34
(c) Minimum	\$ 353.07

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).