

LIEUTENANT GOVERNOR

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

LAUREN E. JONES SECRETARY SHERI BOWLES, JD DIRECTOR

CIRCULAR LETTER NO. 359

то:	All Interested Persons
FROM:	Sheri Bowles, Director
RE:	Cost of Living Adjustments (COLA) Payment and Reimbursement Schedules & Requests; Maximum and Minimum Weekly Compensation Rates; Attorneys' Fee Schedule.
DATE:	October 2, 2023 (Effective October 1, 2023)

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, 2023</u> as determined under M.G.L. c. 151A, §29(2) and promulgated by the Director of Unemployment Assistance, is **\$1,796.72** [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, 2023 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 **\$1,796.72** (one hundred percent of the present SAWW), unless the average weekly wage of the employee is less than the minimum weekly compensation rate of **\$359.34** (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 **\$1,796.72** nor less than the minimum weekly compensation rate of **\$359.34**. [Recipients of total disability benefits under §34 and §34A for claims involving injuries occurring before October 1, 2023 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, 2023).

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 <u>Form CR-28</u>, and forward them to the address given below:

Department of Industrial Accidents Attn.: Workers' Compensation Trust Fund Manager Lafayette City Center 2 Avenue de Lafayette Boston, MA 02111

Requests for reimbursements should be submitted at the close of each quarter of the calendar year. Requests submitted during the first calendar quarter of 2024 should be for reimbursements of monies paid during the last calendar quarter of 2023. 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 2024 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,

Alin Ballos

Sheri Bowles Director

	Calculation of COLA Multipliers and Reimbursement Factors											
Tabi	el - 10-1-2023											
					Section 34B Multiplier Pre							Section 34B
(1)	Year	Statewide Average Weekly Wage (SAWW)	Annual SAWW Change	Capped Change, Pre 12/24/91	12/24/91 Reimbursement Factor Pre 10/2/86	Annual CPI Change		ped Change, Post 12/23/91	Section 34B Multiplier, Post 12/23/91	Section 35F Capped Change	Section 35F Multiplier	Reimbursement Factor Post 10/1/86
(1)	1938	(2) \$25.63	(3) 1.0336	(4) 1.0336	(5) 59.9265	(6)	(7)	-	(8)	(9)	(10)	(11)
	1939	\$26.49	0.9970	0.9970	57.9811							
	1940 1941	\$26.41 \$29.99	1.1356 1.1834	1.1000 1.1000	58.1567 52.8697							
	1942	\$35.49	1.1074	1.1000	48.0634							
	1943 1944	\$39.30 \$40.96	1.0422 1.0249	1.0422 1.0249	43.6939 41.9231							
	1945	\$41.98	1.0543	1.0543	40.9045							
	1946 1947	\$44.26 \$48.19	1.0888 1.0770	1.0888 1.0770	38.7974 35.6335							
	1948	\$51.90	1.0150	1.0150	33.0862							
	1949 1950	\$52.68 \$55.74	1.0581 1.0797	1.0581 1.0797	32.5963 30.8069							
	1951	\$60.18	1.0419	1.0419	28.5339							
	1952	\$62.70	1.0470	1.0470	27.3871							
	1953 1954	\$65.65 \$67.59	1.0296 1.0468	1.0296 1.0468	26.1565 25.4058							
	1955	\$70.75	1.0540	1.0540	24.2710							
	1956 1957	\$74.57 \$77.75	1.0426 1.0368	1.0426 1.0368	23.0276 22.0858							
	1958	\$80.61	1.0515	1.0515	21.3022			-				
	1959 1960	\$84.76 \$87.44	1.0316 1.0327	1.0316 1.0327	20.2592 19.6384						1	
	1961	\$90.30	1.0384	1.0384	19.0164			-			1	
	1962 1963	\$93.77 \$96.67	1.0309	1.0309 1.0484	18.3126							
	1963 1964	\$96.67 \$101.35	1.0484 1.0339	1.0484	17.7632 16.9430						1	
	1965	\$104.79	1.0448	1.0448	16.3869						1	
	1966 1967	\$109.48 \$114.24	1.0435 1.0599	1.0435 1.0599	15.6848 15.0313			-				
	1968	\$121.08	1.0772	1.0772	14.1821							
	1969 1970	\$130.43 \$131.02	1.0045 1.0638	1.0045 1.0638	13.1655 13.1062							
	1971	\$139.38	1.0736	1.0736	12.3201							
	1972 1973	\$149.64 \$155.57	1.0396 1.0529	1.0396 1.0529	11.4753 11.0380							
	1974	\$163.80	1.0670	1.0670	10.4833							
	1975	\$174.78	1.0691	1.0691	9.8248							
	1976 1977	\$186.85 \$199.31	1.0667 1.0605	1.0667 1.0605	9.1901 8.6156							
	1978	\$211.37	1.0754	1.0754	8.1240							
	1979 1980	\$227.31 \$245.48	1.0799 1.0996	1.0799 1.0996	7.5544 6.9951							
	1981	\$269.93	1.1034	1.1000	6.3616							
	1982 1983	\$297.85 \$320.29	1.0753 1.0648	1.0753 1.0648	5.7832 5.3780							
	1984	\$341.06	1.0570	1.0570	5.0506							
	1985 1986	\$360.50 \$383.57	1.0640 1.0715	1.0640 1.0715	4.7782 4.4907					1.050		
	1987	\$411.00	1.0808	1.0808	4.1911					1.050		0.7270
	1988	\$444.20	1.0681	1.0681	3.8778					1.050		
	1989 1990	\$474.47 \$490.57	1.0339 1.0509	1.0339 1.0509	3.6304 3.5113			-		1.033		
	1991	\$515.52	1.0539	1.0539	3.3413	1.03 1.02		1.0370				0.4470
	1992 1993	\$543.30 \$565.94	1.0417 1.0348	1.0417 1.0348		1.02		1.0240 1.0280				
	1994	\$585.66	1.0314	1.0314		1.02	40	1.0240	1.710	1.031	4	
	1995 1996	\$604.03 \$631.03	1.0447 1.0547	1.0447 1.0547		1.02 1.02		1.0270 1.0230				
	1997	\$665.55	1.0516	1.0516		1.01	60	1.0160	1.5896	5 1.0500	0	
	1998 1999	\$699.91 \$749.69	1.0711 1.1083	1.0711 1.1000		1.02 1.02		1.0210 1.0206				
	2000	\$830.89	1.0723	1.0723		1.03	40	1.0340	1.5015	5 1.0500	D	
	2001 2002	\$890.94 \$882.57	0.9906 1.0021	0.9906 1.0021		1.02 1.02		0.9906 1.0021	1.452 ⁴ 1.4659			
	2003	\$884.46	1.0388	1.0388		1.02	82	1.0282	1.4627	1.038	8	
	2004 2005	\$918.78 \$958.58	1.0433 1.0437	1.0433 1.0437		1.03 1.03		1.0346 1.0365				
	2005 2006	\$958.58 \$1,000.43	1.0437	1.0437		1.03		1.0365	1.375			
	2007	\$1,043.54	1.0477	1.0477		1.02	56	1.0256	1.2804	1.047	7	
	2008 2009	\$1,093.27 \$1,094.70	1.0013 0.9939	1.0013 0.9939		1.03 1.00		1.0013 0.9939				
	2010	\$1,088.06	1.0439	1.0439		1.01	97	1.0197	1.2544	1.043	9	
	2011 2012	\$1,135.82 \$1,173.06	1.0328 1.0070	1.0328 1.0070		1.03 1.01		1.0305 1.0070				
	2013	\$1,181.28	1.0285	1.0285		1.01	36	1.0136	1.1854	1.028	5	
	2014 2015	\$1,214.99 \$1,256.47	1.0341 1.0281	1.0341 1.0281		1.01 0.99		1.0138 0.9971				
	2015 2016	\$1,256.47 \$1,291.74	1.0359	1.0359		1.02	52	1.0252	1.1570	1.035	9	
	2017	\$1,338.05	1.0339	1.0339		1.01	59	1.0159	1.1286	5 1.033	9	
	2018 2019	\$1,383.41 \$1,431.66	1.0349 1.0392	1.0349 1.0392		1.01 1.02		1.0150 1.0233				
	2020	\$1,487.78	1.1388	1.1000		1.01	14	1.0114	1.0696	5 1.0500	0	
	2021 2022	\$1,694.24 \$1,765.34	1.0420 1.0178	1.0420 1.0178		1.03 1.06		1.0390 1.0178				
	2023	\$1,796.72	1.0000			1.00		1.0000				

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

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 (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 10/1/2023 in accordance with §34B(a) as follows:

SECTION 13A SUBSECTIONS	DOLLAR AMOUNT SPECIFIED	CHANGED TO
(1)	\$700.00	\$1,306.81
	\$350.00	\$ 653.40
(2)	\$1,000.00	\$1,866.87
	\$500.00	\$ 933.44
(3)	\$500.00	\$ 933.44
	\$250.00	\$ 466.72
(4)	\$700.00	\$1,306.81
	\$350.00	\$ 653.40
(5)	\$3,500.00	\$6,534.05
(6)	\$1,000.00	\$1, 866.87

Table III

Department of Industrial Accidents Calculation of Weekly Benefits

- (1) 2023 Statewide Average Weekly Wage: \$1,796.72
- (2) Section 34 -Temporary and Total Disability Benefits

(a) Rate	60.00%
(b) Maximum	\$1,796.72
(c) Minimum	\$ 359.34

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

(a) Rate	66.67%
(b) Maximum	\$1,796.72
(c) Minimum	\$ 359.34

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).