MEMORANDUM NO. 2022-09

Average Weekly Wage, Maximum Compensation Rate, and Cost-of-Living Adjustments

TO: Commissioners, District Administrators, Self-Insureds, Insurance Carriers,

Claimants, Attorneys, Unions, Legal Advisory Panel and Advisory Board Members

FROM: Stephen M. Morelli, Chairman

DATE: September 26, 2022

RE: Average Weekly Wage, Maximum Compensation Rate, and Cost-of-Living

Adjustments

Section <u>31-309</u> of the Connecticut General Statutes as amended by Public Act 93-228 sets the maximum weekly compensation rate to be the same as the average weekly earnings of all employees in Connecticut. This maximum rate applies to total disability benefits provided in C.G.S. § <u>31-307</u> and decedents' dependents benefits provided in C.G.S. § <u>31-306</u>.

The State Labor Commissioner has determined that the estimated average weekly earnings of all employees in Connecticut effective October 1, 2022 will be \$1,509.00. Therefore, the maximum compensation rate for total disability and decedents' dependents will also be \$1,509.00 for injuries occurring on or after October 1, 2022.

The maximum compensation rate for partial disability (incapacity), i.e., benefits pursuant to C.G.S. § <u>31-308</u>, is equivalent to the average weekly earnings of production and related workers in manufacturing in Connecticut. The State Labor Commissioner has determined that the average weekly earnings of production and related workers in manufacturing in Connecticut effective October 1, 2022 will be **\$1,108.00**.

I believe this information will assist you in the calculation of cost-of-living adjustments.

Calculating COLAs on Total Disability Benefits for injuries prior to July 1, 1993

(**Example:** Date of Injury - 1/5/1987, **Base Rate - \$300**)

1. Find the date of the accident using the appropriate table, based on the date of injury.

2. Add the dollar COLA adjustments subsequent to the injury date, if applicable, to the original base rate. This sum represents the adjusted base compensation rate. (For injuries occurring on or after 10/1/90, there will be no dollar COLA adjustments.)

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(e.g. base \$300 + 10/1/87 \$21 + 10/1/88 \$18 + 10/1/89 \$15 + 10/1/90 \$17 = <math>\$371)
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3. Divide the maximum rate for the year in question by the 10/1/90 maximum rate to obtain a % for each year between 1991 and 2022. For injuries on or after 10/1/91 and before 7/1/93, divide the current maximum compensation rate by the maximum rate applicable on the date of injury.

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(e.g. $1,108 ÷ $479 = 2.31315 or a 131.315% increase)
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- 4. Multiply that percentage by the adjusted base compensation rate to get the COLA for each year between 1991 and 2022.
 - (e.g. adjusted base compensation rate of \$371 x 1.31315 for the 10/1/2022 COLA = \$487.18)
- 5. Add this COLA to the adjusted base compensation rate to get the current weekly benefit rate.

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(e.g. adjusted base $371 + 10/1/2022 COLA $487.18 = $858.18)
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- ** To calculate COLAs for injuries occurring **before 10/1/69**, you must add in the appropriate adjustment below as provided by § 31-307a(b):
 - ----For injuries between 10/1/68 and 9/30/69 add \$4.
 - -----For injuries between 10/1/67 and 9/30/68 add \$6.
 - ----For injuries prior to 10/1/67 add \$15.

Calculating COLAs on Survivor's Benefits for injuries prior to July 1, 1993

** For death benefits resulting from injuries **on or after October 1, 1977** refer to and follow the above explanation for **Total Disability Benefits**.

For death benefits resulting from injuries which occurred **before October 1, 1977**, § 31-306(a)(2)(B) requires the following method be used:

(**Example:** Date of Injury - 11/21/1975, **Base Rate - \$100**)

1. Multiply the base rate by 25% to obtain the partial COLA.

(**e.g.** base rate \$100 x .25 = <u>\$25</u>)

- 2. Add together all the COLAs that "accrued" between 10/1/80 and 10/1/90 using the table on page 3, "Injuries Through 12/31/78." Add these accrued COLAs to the original base rate and to the partial COLA to obtain the adjusted base rate.
 - (e.g. Total of 10/1/80-10/1/90 is always \$146 + partial COLA \$25 + base rate \$100 = \$271)
- 3. Divide the maximum rate for the year in question by the 10/1/90 maximum rate to obtain a % for each year between 1991 and 2022.
 - (**e.g.** To calculate the 10/1/2022 COLA, divide the **current** maximum for injuries through 12/31/78 (**\$739**) by the 10/1/90 maximum for injuries through 12/31/78 (**\$320**). This equals 2.30937 or a **130.9% increase**.)
- 4. Multiply that percentage by the adjusted base compensation rate to get the COLA for each year between 1991 and 2022.
 - (e.g. adjusted base \$271 x 1.30937 for the 10/1/2022 COLA = \$354.84)
- 5. Add this COLA to the adjusted base compensation rate to get the current weekly benefit rate.
 - (e.g. adjusted base \$271 + 10/1/2022 COLA \$354.84 = \$625.84

Calculating COLAs on Total Disability* and Survivor's Benefits for injuries occurring on or after July 1, 1993

(Example: Date of Injury - 2/27/2001, Base Rate - \$650)

- 1. Locate the date of the accident in the table, find "Injuries On or After 7/1/93."
- 2. Divide the current maximum by the maximum weekly wage that was in effect on the date of injury to obtain a COLA percentage.
 - $(e.g. \$1,509 \div \$838 = 1.4 \text{ or a } 80.07\% \text{ increase})$
- 3. Multiply that percentage by the base compensation rate to get the COLA for each year between the date of injury and 2022.
 - (e.g. \$650 x .80071 for the 10/1/2022 COLA = \$520.46)

4. Add this COLA to the base compensation rate to get the current weekly benefit rate.

(e.g. base \$650 + 10/1/2022 COLA \$520.46 = \$1,170.46)

Injuries Through 12 - 31 - 1978

Effective Date	<u>Maximum Rate</u>	<u>COLA</u>	
10 - 1 - 1969**	\$80.00		
10 - 1 - 1970	\$84.00	\$4	
10 - 1 - 1971	\$95.00	\$11	
10 - 1 - 1972	\$102.00	\$7	
10 - 1 - 1973	\$112.00	\$10	
10 - 1 - 1974	\$119.00	\$7	
10 - 1 - 1975	\$126.00	\$7	
10 - 1 - 1976	\$135.00	\$9	
10 - 1 - 1977	\$147.00	\$12	
10 - 1 - 1978	\$160.00	\$13	
10 - 1 - 1979	\$174.00	\$14	
10 - 1 - 1980	\$190.00	\$16	
10 - 1 - 1981	\$207.00	\$17	
10 - 1 - 1982	\$217.00	\$10	
10 - 1 - 1983	\$230.00	\$13	
10 - 1 - 1984	\$254.00	\$24	
10 - 1 - 1985	\$265.00	\$11	
10 - 1 - 1986	\$272.00	\$7	
10 - 1 - 1987	\$286.00	\$14	
10 - 1 - 1988	\$298.00	\$12	<u>Approximate</u>
10 - 1 - 1989	\$308.00	\$10	% Increase
10 - 1 - 1990	\$320.00	\$12	<u>since 1990</u>
10 - 1 - 1991	\$328.00		2.5%
10 - 1 - 1992	\$342.00	 	7.0%

^{*} only applies to claimants who are permanently totally disabled or who have been totally disabled for a period of five years or more.

10 - 1 - 1993	\$353.00	10.3%
10 - 1 - 1994	\$379.00	18.3%
10 - 1 - 1995	\$390.00	21.8%
10 - 1 - 1996	\$393.00	22.9%
10 - 1 - 1997	\$404.00	26.2%
10 - 1 - 1998	\$419.00	31.0%
10 - 1 - 1999	\$425.00	32.9%
10 - 1 - 2000	\$442.00	38.2%
10 - 1 - 2001	\$452.00	41.4%
10 - 1 - 2002	\$458.00	43.3%
10 - 1 - 2003	\$484.00	51.3%
10 - 1 - 2004	\$501.00	56.7%
10 - 1 - 2005	\$524.00	63.8%
10 - 1 - 2006	\$544.00	70.0%
10 - 1 - 2007	\$569.00	77.8%
10 - 1 - 2008	\$595.00	85.9%
10 - 1 - 2009	\$615.00	92.2%
10 - 1 - 2010	\$640.00	100.0%
10 - 1 - 2011	\$664.00	107.5%
10 - 1 - 2012	\$667.00	108.4%
10 - 1 - 2013	\$657.00	105.3%
10 - 1 - 2014	\$661.00	106.6%
10 - 1 - 2015	\$666.00	108.1%
10 - 1 - 2016	\$709.00	121.5%
10 - 1 - 2017	\$682.00	113.1%
10 - 1 - 2018	\$698.00	118.1%
10 - 1 - 2019	\$772.00	141.3%
10 - 1 - 2020	\$783.00	144.7%
10 - 1 - 2021	\$760.00	137.5%
10 - 1 - 2022	\$739.00	130.9%

	COLA	Maximum Rate	Effective Date
		\$204.00	1 - 1 - 1979
	\$18	\$222.00	10 - 1 - 1979
	\$20	\$242.00	10 - 1 - 1980
	\$21	\$263.00	10 - 1 - 1981
	\$14	\$277.00	10 - 1 - 1982
	\$16	\$293.00	10 - 1 - 1983
	\$31	\$324.00	10 - 1 - 1984
	\$14	\$338.00	10 - 1 - 1985
	\$9	\$347.00	10 - 1 - 1986
	\$18	\$365.00	10 - 1 - 1987
<u>Approximate</u>	\$15	\$380.00	10 - 1 - 1988
% Increase	\$13	\$393.00	10 - 1 - 1989
<u>since 1990</u>	\$15	\$408.00	10 - 1 - 1990
2.5%		\$418.00	10 - 1 - 1991
7.0%		\$436.00	10 - 1 - 1992
10.3%		\$450.00	10 - 1 - 1993
18.3%		\$482.00	10 - 1 - 1994
21.8%		\$496.00	10 - 1 - 1995
22.9%		\$501.00	10 - 1 - 1996
26.2%		\$514.00	10 - 1 - 1997
31.0%		\$534.00	10 - 1 - 1998
32.9%		\$542.00	10 - 1 - 1999
38.2%		\$564.00	10 - 1 - 2000
41.4%		\$576.00	10 - 1 - 2001
43.3%		\$584.00	10 - 1 - 2002
51.3%		\$617.00	10 - 1 - 2003
56.7%		\$639.00	10 - 1 - 2004
63.8%		\$668.00	10 - 1 - 2005
70.0%		\$693.00	10 - 1 - 2006
77.7%		\$725.00	10 - 1 - 2007
85.8%		\$758.00	10 - 1 - 2008
91.9%		\$783.00	10 - 1 - 2009
99.8%	 	\$815.00	10 - 1 - 2010

10 - 1 - 2011	\$847.00	107.6%
10 - 1 - 2012	\$851.00	108.6%
10 - 1 - 2013	\$837.00	105.1%
10 - 1 - 2014	\$842.00	106.4%
10 - 1 - 2015	\$849.00	108.1%
10 - 1 - 2016	\$904.00	121.5%
10 - 1 - 2017	\$870.00	113.2%
10 - 1 - 2018	\$890.00	118.1%
10 - 1 - 2019	\$985.00	141.4%
10 - 1 - 2020	\$998.00	144.6%
10 - 1 - 2021	\$969.00	137.5%
10 - 1 - 2022	\$942.00	130.9%

Injuries From 10 - 1 - 1979 Through 9 - 30 - 1987

Effective Date	<u>Maximum Rate</u>	COLA	
10 - 1 - 1979	\$261.00	—	
10 - 1 - 1980	\$285.00	\$24	
10 - 1 - 1981	\$310.00	\$25	
10 - 1 - 1982	\$326.00	\$16	
10 - 1 - 1983	\$345.00	\$19	
10 - 1 - 1984	\$381.00	\$36	
10 - 1 - 1985	\$397.00	\$16	
10 - 1 - 1986	\$408.00	\$11	
10 - 1 - 1987	\$429.00	\$21	
10 - 1 - 1988	\$447.00	\$18	<u>Approximate</u>
10 - 1 - 1989	\$462.00	\$15	% Increase
10 - 1 - 1990	\$479.00	\$17	<u>since 1990</u>
10 - 1 - 1991	\$491.00		2.5%
10 - 1 - 1992	\$513.00		7.0%
10 - 1 - 1993	\$529.00		10.3%
10 - 1 - 1994	\$567.00		18.3%
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\$584.00	21.8%
\$589.00	22.9%
\$605.00	26.2%
\$628.00	31.0%
\$637.00	32.9%
\$663.00	38.2%
\$678.00	41.4%
\$687.00	43.3%
\$726.00	51.3%
\$751.00	56.7%
\$786.00	63.8%
\$816.00	70.0%
\$853.00	78.1%
\$892.00	86.2%
\$922.00	92.5%
\$959.00	100.2%
\$996.00	107.9%
\$1,001.00	109.0%
\$985.00	105.6%
\$991.00	106.9%
\$998.00	108.4%
\$1,063.00	121.9%
\$1,023.00	113.6%
\$1,046.00	118.4%
\$1,158.00	141.8%
\$1,174.00	145.1%
\$1,140.00	138%
\$1,108.00	131.3%
	\$589.00 \$605.00 \$628.00 \$637.00 \$663.00 \$678.00 \$726.00 \$751.00 \$786.00 \$816.00 \$853.00 \$892.00 \$992.00 \$999.00 \$996.00 \$1,001.00 \$985.00 \$991.00 \$1,063.00 \$1,063.00 \$1,023.00 \$1,046.00 \$1,174.00 \$1,174.00

Injuries From 10 - 1 - 1987 Through 6 - 30 - 1993

Effective Date	<u>Maximum Rate</u>	COLA

	 į	\$643.00	10 - 1 - 1987
<u>Approximate</u>	\$28	\$671.00	10 - 1 - 1988
% Increase	\$22	\$693.00	10 - 1 - 1989
<u>since 1990</u>	\$26	\$719.00	10 - 1 - 1990
2.5%	 	\$737.00	10 - 1 - 1991
7.0%	 	\$769.00	10 - 1 - 1992
10.3%		\$793.00	10 - 1 - 1993
18.3%	 	\$850.00	10 - 1 - 1994
21.8%		\$876.00	10 - 1 - 1995
22.9%		\$883.00	10 - 1 - 1996
26.2%		\$908.00	10 - 1 - 1997
31.0%		\$942.00	10 - 1 - 1998
32.9%		\$956.00	10 - 1 - 1999
38.2%	 	\$994.00	10 - 1 - 2000
41.4%		\$1,016.00	10 - 1 - 2001
43.3%		\$1,031.00	10 - 1 - 2002
51.3%		\$1,088.00	10 - 1 - 2003
56.7%		\$1,127.00	10 - 1 - 2004
63.8%		\$1,178.00	10 - 1 - 2005
70.0%		\$1,223.00	10 - 1 - 2006
77.9%		\$1,279.00	10 - 1 - 2007
86.1%		\$1,338.00	10 - 1 - 2008
92.2%		\$1,382.00	10 - 1 - 2009
100.0%		\$1,438.00	10 - 1 - 2010
107.8%		\$1,494.00	10 - 1 - 2011
108.8%	 	\$1,501.00	10 - 1 - 2012
105.4%		\$1,477.00	10 - 1 - 2013
106.7%		\$1,486.00	10 - 1 - 2014
108.2%	 	\$1,497.00	10 - 1 - 2015
121.7%		\$1,595.00	10 - 1 - 2016
113.5%		\$1,535.00	10 - 1 - 2017
118.2%	 	\$1,569.00	10 - 1 - 2018
141.6%	 	\$1,737.00	10 - 1 - 2019
144.9%		\$1,761.00	10 - 1 - 2020
137.8%	 	\$1,710.00	10 - 1 - 2021

Injuries On or After 7 - 1 - 1993 (COLAs as of 10 - 1 - 1997, including retroactive payment)

Effective Date	<u>Maximum Rate</u>	Approximate % Increase
		<u>since 7 - 1 - 1993</u>
7 - 1 - 1993	\$628.00	
10 - 1 - 1993	\$638.00	1.59%
10 - 1 - 1994	\$660.00	5.10%
10 - 1 - 1995	\$656.00	4.46%
10 - 1 - 1996	\$678.00	7.96%
10 - 1 - 1997	\$715.00	13.85%
10 - 1 - 1998	\$764.00	21.66%
10 - 1 - 1999	\$792.00	26.11%
10 - 1 - 2000	\$838.00	33.44%
10 - 1 - 2001	\$887.00	41.24%
10 - 1 - 2002	\$909.00	44.75%
10 - 1 - 2003	\$911.00	45.06%
10 - 1 - 2004	\$931.00	48.25%
10 - 1 - 2005	\$1,005.00	60.03%
10 - 1 - 2006	\$1,038.00	65.29%
10 - 1 - 2007	\$1,077.00	71.50%
10 - 1 - 2008	\$1,141.00	81.69%
10 - 1 - 2009	\$1,138.00	81.21%
10 - 1 - 2010	\$1,134.00	80.57%
10 - 1 - 2011	\$1,168.00	85.99%
10 - 1 - 2012	\$1,172.00	86.62%
10 - 1 - 2013	\$1,184.00	88.54%
10 - 1 - 2014	\$1,175.00	87.10%
10 - 1 - 2015	\$1,256.00	100.00%
10 - 1 - 2016	\$1,292.00	105.73%
10 - 1 - 2017	\$1,287.00	104.90%

10 - 1 - 2018	\$1,298.00	106.7%
10 - 1 - 2019	\$1,328.00	111.5%
10 - 1 - 2020	\$1,373.00	118.6%
10 - 1 - 2021	\$1,446.00	130.3%
10 - 1 - 2022	\$1,509.00	140.3%