

FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

No. 916

S.P. 314

1 2

3

4

10

11

12

13 14

15

16

In Senate, March 25, 1987

Reference to the Committee on Labor suggested and ordered printed.

JOY J. O'BRIEN, Secretary of the Senate Presented by Senator EMERSON of Penobscot. Cosponsored by Senator TWITCHELL of Oxford.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT to Extend the Freeze on Maximum Weekly Benefits Under the Workers' Compensation Act.

5 Be it enacted by the People of the State of Maine as 6 follows:

7 Sec. 1. 39 MRSA §53-A, as enacted by PL 1985, c. 8 372; Pt. A, §15, is amended to read:

9 §53-A. Maximum benefit levels

The maximum weekly benefit payable under section 54-A, 55-A or 58-A is \$447.92. Beginning on July 1, 1988 1991, this maximum benefit level shall be adjusted annually so that it continues to bear the same percentage relationship to the state average weekly wage, as computed by the Maine Unemployment Insurance Commission, as it did on July 1, 1987 1990.

Page 1-LR0848

Sec. 2. Application. This Act shall apply only as to injuries occurring on or after June 30, 1985.

STATEMENT OF FACT

4 In 1985, the Maine legislature froze maximum ben-5 efit levels at \$447.92 a week. This was done in rec-6 ognition of the fact that, at a level of 166% of the 7 State's average weekly wage, the State's maximum was 8 way out of line with other states. As was true then, 9 the vast majority of states have maximums of no 10 greater than 100% of their average weekly wage.

11 The 1985 freeze is due to expire next year. This 12 means that the State's maximum will continue to auto-13 matically increase each year after that. The State 14 will continue to have one of the highest maximum ben-15 efit levels in the nation.

16 This bill imposes an additional 3-year freeze. 17 This will result in maximum benefits elsewhere begin-18 ning to "catch up" with the State's. At the end of 19 that period, it is expected that the State's maximum 20 will be more comparable with other states.

21

0848010887

1 2

3