



## **129th MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2019

**Legislative Document** 

No. 601

S.P. 188

In Senate, February 5, 2019

An Act To Create Fairness by Reinstituting the Cost-of-living Adjustment for Workers' Compensation Benefits

Reference to the Committee on Labor and Housing suggested and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by Senator BELLOWS of Kennebec. Cosponsored by Representative SYLVESTER of Portland and Senators: President JACKSON of Aroostook, LAWRENCE of York, Representatives: DOORE of Augusta, FECTEAU of Biddeford, HANDY of Lewiston.

- 1 Be it enacted by the People of the State of Maine as follows:
- 2 Sec. 1. 39-A MRSA §212, sub-§4 is enacted to read:

4. Annual adjustment. Beginning on the 3rd anniversary of the injury, weekly
compensation under this section must be adjusted annually. The adjustment is equal to the
actual percentage increase or decrease in the state average weekly wage, as computed by
the Department of Labor, for the previous year or 5%, whichever is less.

The annual adjustment must be made on the 3rd and each succeeding anniversary date of
the injury, except that when the effect of the maximum under section 211 is to reduce the
amount of compensation to which the claimant would otherwise be entitled, the
adjustment must be made annually on July 1st.

11 Sec. 2. 39-A MRSA §213, sub-§5 is enacted to read:

5. Annual adjustment. Beginning on the 3rd anniversary of the injury, weekly
compensation under this section must be adjusted annually. The adjustment is equal to the
actual percentage increase or decrease in the state average weekly wage, as computed by
the Department of Labor, for the previous year or 5%, whichever is less.

16 The annual adjustment must be made on the 3rd and each succeeding anniversary date of 17 the injury, except that when the effect of the maximum under section 211 is to reduce the 18 amount of compensation to which the claimant would otherwise be entitled, the 19 adjustment must be made annually on July 1st.

## 20 SUMMARY

This bill establishes cost-of-living adjustments for workers' compensation benefits. Prior to the 1992 revision of the laws governing workers' compensation, benefits for total incapacity were adjusted annually based on the percentage increase or decrease in the state average weekly wage.