

## WORKERS' COMPENSATION: JANUARY 1, 2017 BENEFIT RATES

The U.S. Department of Labor has reported an increase in California's State Average Weekly Wage (SAWW) for the period ending March 31, 2016, at \$1,164.51, compared to last year's SAWW at \$1,120.67. This represents an increase of little less than 4%. Therefore, effective January 1, 2017, the temporary disability rates will increase as follows:

### EFFECTIVE FOR DATES OF INJURY ON OR AFTER JANUARY 1, 2017:

The Division of Workers' Compensation (DWC) announces that the 2017 minimum and maximum temporary total disability (TTD) rates will increase on January 1, 2017. The minimum TTD rate will increase from \$169.26 to \$175.88 and the maximum TTD rate will increase from \$1,128.43 to \$1,172.57 per week.

The minimum weekly Temporary Total Disability (TTD) rate will increase to \$175.88. This means that employees with weekly earnings below \$263.82 will be entitled to the minimum TTD rate.

The maximum weekly TTD rate will increase to \$1,172.57. This means that employees with weekly earnings of \$1,758.85 or higher will be entitled to the maximum TTD rate.

Temporary Disability benefits paid more than two years from date of injury will also be subject to the new statutory benefit rate increase.

TEMPORARY DISABILITY WEEKLY RATES				
Effective Date	Average Weekly Min Earnings	Minimum Weekly TD Rate	Average Weekly Max Earnings	Maximum Weekly TD Rate
January 1, 2013	\$240.00	\$160.00	\$1,600.07	\$1,066.72
January 1, 2014	\$241.78	\$161.19	\$1,611.96	\$1,074.64
January 1, 2015	\$248.23	\$165.49	\$1,654.93	\$1,103.29
January 1, 2016	\$253.89	\$169.26	\$1,692.64	\$1,128.43
January 1, 2017	\$263.82	\$175.88	\$1,758.85	\$1,172.57
January 1, 2018	\$263.82 + the percent increase in the SAWW	\$175.88 + the percent increase in the SAWW	\$1,758.85 + the percent increase in the SAWW	\$1,172.57 + the percent increase in the SAWW

Under Labor Code section 4659(c), injured workers with dates of injury on or after January 1, 2003 who are receiving life pensions (permanent disability between 70% and 99%) or Permanent Total Disability (PTD) benefits are also entitled to have their weekly Life Pension (LP) or PTD rate adjusted based on changes in the SAWW.

If you have any questions regarding the information contained in this *Briefing*, please feel free to contact your Keenan HealthCare Account Executive, Claims Analyst or Carmella Harrison, Vice President, at 310.212.0363 ext. 3738 or [charrison@keenand.com](mailto:charrison@keenand.com).

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