ALABAMA: SUMMARY OF WORKERS' COMPENSATION PROVISIONS MISCELLANEOUS

Alabama Department of Labor Forms: Alabama Department of Labor, Workers' Compensation Division: 649 Monroe Street Montgomery, AL 36131 | 334.242.2868 | 1.800.528.5166 | <u>http://labor.alabama.gov.wc</u>

Commonly Used Forms: available on the AL DOL website: <u>www.labor.alabama.gov/wc/workers-compensation.aspx</u>) include:

- State of Alabama Employer's First Report of Injury or Occupational Disease (WC Form 2)
- WC Supplementary Report (WC Form 3)
- WC Claim Summary Form (WC Form 4)
- WC Combination Supplementary & Claim Summary Form
- WC Assessment Form (WC Form 10)
- WC Application for Certification for Bill Screening (WC Form 50)
- WC Application for Self Insurance (WC Form 18)

Mileage Reimbursement: Set yearly. 65.5¢ a mile effective Jan. 1, 2023. (58.5¢ for 2022, 56¢ for 2021, 57.5¢ for 2020, 58¢ for 2019, 54.5¢ for 2018, 53.5¢ for 2017, 54¢ for 2016, 57.5¢ for 2015 and 56¢ for 2014).

Insurance Premiums: Five percent premium discount for drug-free workplace program implementation, approved by the Alabama DOL. § 25-5-332.

Time Deadlines:

- 1. First Report of Injury (FROI) (WC Form 2): Due to DOL 15 days after employer on notice. Ala. Code § 25-5-4.
- 2. Uncontroverted first payment due within 30 days. Ala. Code § 25-5-59.
- 3. If first compensation payment not made within 30 days after notice, employer must file a report within 10 days after that 30-day period, stating the reason for non-payment. <u>Ala. Code § 25-5-7</u>.
- 4. If any compensation installment not paid within 30 days after due, a <u>15 percent</u> penalty may be due if no good cause.
- 5. After first payment, the Combination Supplementary & Claim Summary Form must be filed within 10 days. <u>Ala.</u> <u>Code § 25-5-7</u>.
- 6. After termination of compensation: 10 days to report (use <u>Combination Supplementary & Claim Summary Form</u>). <u>Ala.</u> <u>Code § 25-5-7</u>.
- 7. Report of settlement of claim, other than court approved or via ombudsman: 10 days. Ala. Code § 25-5-5.
- 8. Three-day temporary total disability (TTD) wait period initially; initial three days then due and payable if TTD lasts 21 or more days.

State Maximum and Minimum Compensation Rates: (See Annual State Max and Min rates on back). The minimum compensation rate does not apply to permanent partial disability (PPD) or body as a whole (BAW), nor temporary partial disability (TPD). Also, the minimum will never be higher than the employee's average weekly wage (AWW) (no "raise" for being off on comp). Max and min is set as of date of injury and do not change over course of claim.

Insurance: Employer may secure its workers' compensation liability by self-insuring or purchasing and maintaining insurance coverage through an insurance company, risk pool or self-insured group, as long as same is approved by the Alabama Department of Insurance. <u>Ala. Code § 25-5-8</u>.

Failure to Secure Coverage: An *employer failing* to secure coverage shall be <u>liable for two times the compensation</u> otherwise payable (and shall also be guilty of a <u>misdemeanor</u>). <u>Ala. Code § 25-5-8</u>.

Workers' Compensation Fraud: Class C felony (up to 10 years prison and a \$5,000 fine).

STATE OF ALABAMA: AVERAGE WEEKLY WAGE



On May 20, 2022, in accordance with the provisions of Section 25-5-68(c), <u>Code of Alabama, 1975</u>, as last amended, the Secretary of Labor determined that the State's AWW for calendar year <u>2021</u> was <u>\$1,026.07</u>.

For injuries occuring on and after July 1, 2022:

- Maximum workers' compensation payable = \$1,026 per week
- Minimum workers' compensation = \$282 per week

Previous years' maximum and minimum compensation payabale as provided under Section 25-5-68 are as follows:

WEEKLY COMPENSATION					
Calendar Year	State's AWW	Effective Date	Maximum	Minimum	
2004	\$629.48	7-1-05	\$629	\$173	
2005	\$651.32	7-1-06	\$651	\$179	
2006	\$682.09	7-1-07	\$682	\$188	
2007	\$705.68	7-1-08	\$706	\$194	
2008	\$729.04	7-1-09	\$729	\$200	
2009	\$740.14	7-1-10	\$740	\$204	
2010	\$755.46	7-1-11	\$755	\$208	
2011	\$770.80	7-1-12	\$771	\$212	
2012	\$787.59	7-1-13	\$788	\$217	
2013	\$794.27	7-1-14	\$794	\$218	
2014	\$812.96	7-1-15	\$813	\$224	
2015	\$831.86	7-1-16	\$832	\$229	
2016	\$842.79	7-1-17	\$843	\$232	
2017	\$865.79	7-1-18	\$865	\$238	
2018	\$891.68	7-1-19	\$892	\$245	
2019	\$920.07	7-1-20	\$920	\$253	
2020	\$983.06	7-1-21	\$983	\$270	
2021	\$1,026.07	7-1-22	\$1,026	\$282	
2022	\$1,084.38	7-1-23	\$1,084	\$298	

Every case is different. For further questions, please contact:

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