

Compensation Supplement Fund

*Pursuant to Public Act 317 of 1969, as amended,
Section 391(6)*

Calendar Year 2018

Prepared by

Workers' Compensation Agency

Mark C. Long, Director

March 27, 2019



Orlene Hawks, Director



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
WORKERS' COMPENSATION AGENCY
MARK C. LONG, DIRECTOR

ORLENE HAWKS
DIRECTOR

March 27, 2019

The Honorable Gretchen Whitmer
Governor of the State of Michigan

Senator Mike Shirkey
Senate Majority Leader

Senator Jim Ananich
Senate Minority Leader

Representative Lee Chatfield
Speaker of the House

Representative Christine Greig
House Minority Leader

This report is being submitted in compliance with Section 391(6) of the Workers' Disability Compensation Act, Act 317 of the Public Acts of 1969, as amended. From January 1, 2018 through December 31, 2018, the Compensation Supplement Fund processed the following amounts in payments and credits:

Payments	\$ 511,349.83
Tax Credits	<u>\$ 811,683.25</u>
	\$ 1,323,033.08

The Compensation Supplement Fund was created in 1981 to pay weekly workers' compensation cost of living increases from the state general fund to injured workers whose injury dates occurred between September 1, 1965 and December 31, 1979. The inflation factor percentage is based on the date of injury, and is greater for those workers injured in 1965 than in 1979 (Section 352 of the Workers' Disability Compensation Act, Act 317 of the Public Acts of 1969, as amended).

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Insurers and self-insurers pay the increased benefits and submit quarterly reimbursement requests to our agency. Reimbursement is provided in the form of a pay warrant or a tax credit. Pay warrants are commonly issued to companies with no tax liability within the state of Michigan such as governmental units. All other insurers and self-insurers receive tax credits which are periodically verified by the Michigan Department of Treasury for proper credit.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark C. Long', written in a cursive style.

Mark C. Long, Director
Workers' Compensation Agency

Attachment

cc: Orlene Hawks
LeAnn Droste