Sadecki, Eva

LOSS OF EARNING POWER (RCW 51.32.090(3))

Wages (RCW 51.08.178)

Loss of earning power benefits received at the time of injury are not wages for the purpose of calculating time-loss compensation benefits.In re Eva Sadecki, BIIA Dec., 06 11468 (2007) [Editor's Note: The Board's decision was appealed to superior court under Yakima County Cause No.07-2-02111-5.]

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BEFORE THE BOARD OF INDUSTRIAL INSURANCE APPEALS STATE OF WASHINGTON

IN RE:	EVA C. SADECKI) DOCKET NO. 06 11468
)
CLAIM NO. Y-719137) DECISION AND ORDER

APPEARANCES:

Claimant, Eva C. Sadecki, by Smart Connell & Childers, P.S., per Darrell K. Smart

Employer, Yakima Regional Medical Center, None

Department of Labor and Industries, by The Office of the Attorney General, per James A. Yockey, Assistant

The claimant, Eva C. Sadecki, filed an appeal with the Board of Industrial Insurance Appeals on February 6, 2006, from an order of the Department of Labor and Industries dated December 14, 2005. In that order, the Department affirmed its February 17, 2004 order in which it established the claimant's wage rate. The Department order is **AFFRIMED.**

DECISION

Pursuant to RCW 51.52.104 and RCW 51.52.106, this matter is before the Board for review and decision on timely Petitions for Review filed by the claimant and the Department to a Proposed Decision and Order issued on April 3, 2007, in which the industrial appeals judge reversed and remanded the order of the Department dated December 14, 2005.

The Board has reviewed the evidentiary rulings in the record of proceedings and finds that no prejudicial error was committed. The rulings are affirmed.

In this appeal, the claimant, Eva Sadecki, contends that the Department erred in its calculation of her time loss compensation rate in Claim No. Y-719137. We have granted review to affirm the Department order.

To explain our decision, it is necessary to include some background regarding a prior industrial insurance claim filed by Ms. Sadecki. On October 17, 2002, Ms. Sadecki injured her neck in the course of her employment with Yakima Providence Medical Center (the Medical Center). She filed Claim No. W-750290 (the W-claim), which was allowed. As of the date of the October 17, 2002 injury, her total gross monthly wage was \$4,810.

In 2003, Ms. Sadecki underwent a C5-6 fusion as treatment for the W-claim industrial injury. Following the surgery, Ms. Sadecki was released to work with restrictions on lifting, pushing, or pulling more than 25 pounds. She worked at the Medical Center as a supervisor for three days, but found that she could not perform the job. Ms. Sadecki then worked in a temporary position as a supervisor clerk until September 2003, when she started as a staffing coordinator for the Medical Center. The staffing coordinator position paid \$17.45 an hour and Ms. Sadecki averaged 32 hours a week. Her employer did not provide health care benefits. Ms. Sadecki was paid loss of earning benefits in the W-claim.

On December 30, 2003, Ms. Sadecki sustained a low back injury in the course of her employment as staffing coordinator with the Medical Center. She filed Claim No. Y-719137 (the Y-claim), which was allowed. Ultimately, Ms. Sadecki underwent lumbar surgery as treatment for her December 30, 2003 injury.

As of the date of the Y-claim industrial injury (December 30, 2003), the W-claim remained open and she was receiving loss of earning power benefits in the amount of \$1,260.74 every 14 days. On May 4, 2006, the Board issued an Order on Agreement of Parties closing the W-claim with loss of earning power as paid through December 30, 2003, inclusive; and paying a permanent partial disability award of Category 3 permanent cervical and cervico-dorsal impairment. The factual basis for the order included the parties' agreement that, as of December 31, 2003, Ms. Sadecki was no longer entitled to loss of earning power benefits under the W-claim; and that any new disability is attributable to the Y-claim.

Ms. Sadecki currently is receiving time loss compensation in the Y-claim. The Department's wage calculation for this claim, which is at issue in the present appeal, was based solely on her \$2,512.80 average monthly wage as of the date of injury, December 30, 2003. Ms. Sadecki argues that the loss of earning power benefits paid in the Y-claim do not fully compensate her for lost earning capacity because they do not reflect the additional loss of earning power caused by her October 17, 2002 injury.

We are sympathetic to Ms. Sadecki's circumstance but cannot identify any legal basis for providing the relief she seeks. Ms. Sadecki cites *In re Lloyd Larson*, BIIA 86 0479 (1988), for the proposition that where there are two open claims, a worker's loss of earning under the first claim does not extinguish merely because she sustains a second industrial injury, for which she is entitled to time loss in the second claim. Ms. Sadecki does not misstate *Larson*'s holding. However, in Ms. Sadecki's case, her loss of earning power was extinguished by the May 2006 order on

agreement of parties effective December 31, 2003, the day after the December 30, 2003 industrial injury.

Ms. Sadecki contends that, because the loss of earning power benefits in the W-claim were paid as of the date of the Y-claim injury, we should treat the loss of earning power benefits paid in the W-claim as "wages" when calculating time loss compensation in the Y-claim. Similar arguments were rejected in two prior Board decisions. In *In re Starr Vincent*, Dckt. No. 97 0190 (January 22, 1999), we found no basis in law for claimant's contention that the wage calculation in her second industrial insurance claim should include in the loss of earning power benefits from a prior claim. Similarly, in *In re Ronnie L. Sanders*, Dckt. No. 99 14713 (December 5, 2000), we determined that Mr. Sanders had "not shown that the Legislature intended that the basis for time loss compensation would include loss of earning power benefits under another, open industrial insurance claim." *Sanders* at 4. We find no reason to overturn this precedent.

In the alternative, Ms. Sadecki asks that we use the wage rate from the October 17, 2002 injury claim (the W-claim) as the wage rate in the December 30, 2003 injury claim (the Y-claim). We reject Ms. Sadecki's request because it is inconsistent with the plain language of RCW 51.08.178(1), which mandates the use of wages received by the claimant, as of the date of injury, as the basis for the wage compensation rate in an industrial insurance claim.

After consideration of the Proposed Decision and Order; the claimant's Petition for Review; the Department's Petition for Review, and a careful review of the entire record before us, we make the following:

FINDINGS OF FACT

On January 9, 2004, the claimant, Eva C. Sadecki, filed an Application 1. for Benefits with the Department of Labor and Industries for an injury she sustained on December 30, 2003, in the course of her employment with Yakima Regional Medical Center. The claim was allowed and benefits paid. On February 17, 2004, the Department issued an order in which it set the claimant's wage rate based on a wage at the time of injury of \$17.45 per hour, eight hours per day, four days per week, for a total of \$2,512.80 per month; and her status of married with no dependent children. On March 3, 2004, Ms. Sadecki filed a protest of the February 17, 2004 Department order. On December 14, 2005, the Department issued an order in which it affirmed its February 17, 2004 order. On February 6, 2006, claimant filed a Notice of Appeal of the December 14, 2005 order. On March 17, 2006, the Board issued an order in which it granted the appeal; assigned Docket No. 06 11468; and directed that further proceedings be held.

- 2. On December 30, 2003, while acting in the course of her employment with Yakima Regional Medical Center, Eva Sadecki sustained an injury to her low back when she lifted a log book.
- 3. Ms. Sadecki sustained a prior industrial injury on October 17, 2002, which was allowed in Claim No. W-750290 (W-claim). Her average monthly wage at the time of this injury was \$4,810. Loss of earning power benefits were paid. The loss of earning power benefits in the W-claim were discontinued effective December 31, 2003, per a May 4, 2004 Board Order on Agreement of Parties.
- 4. As of December 30, 2003, the date of injury in Claim No. Y-719137, Ms. Sadecki was married with no dependent children; was paid \$17.45 an hour; and worked eight hours per day, four days per week. Her employer was not providing health care benefits. Her average monthly wage was \$2,512.80 per month.

CONCLUSIONS OF LAW

- 1. The Board of Industrial Insurance Appeals has jurisdiction over the parties to and the subject matter of this appeal.
- 2. Per RCW 51.08.178, Ms. Sadecki's wage rate in Claim No. Y-719137 is properly based on her average monthly wage as of December 30, 2003, the date of the industrial injury in Claim No. Y-719137.
- 3. The loss of earning power benefits Ms. Sadecki was receiving on December 30, 2003, in Claim No. W-750290, do not constitute wages or consideration of a like nature to wages, within the meaning of RCW 51.08.178.
- 4. The Department order of December 14, 2005, is correct and is affirmed.

It is so **ORDERED**.

Dated this 11th day of June, 2007.

BOARD OF INDUSTRIAL INSURANCE APPEALS

/S/	
THOMAS E. EGAN	Chairperson
<u>/s/</u>	
CALHOUN DICKINSON	Member