Court of Appeals of Minnesota. Kenneth N. MELIN, Respondent, v. BURLINGTON NORTHERN RAILROAD COMPANY, Appellant. No. C5-86-1691.

March 3, 1987.

Injured railroad worker brought action against railroad employer under Federal Employers' Liability Act. The District Court, Hennepin County, Harold Odland, J., entered judgment on a jury verdict in favor of employee for \$500,000 and refused to award prejudgment interest. Employer appealed, and employee filed notice of review on issue of prejudgment interest. The Court of Appeals, Lansing, J., held that: (1) damages awarded under Federal Employers' Liability Act for future pain and suffering were not to be discounted to present value; (2) injured railroad worker was not entitled to prejudgment interest on his award of damages under Federal Employers' Liability Act; and (3) delay damages of \$1,000 would be assessed against employer.

Affirmed.

*418 Syllabus by the Court

- 1. Damages awarded under the Federal Employers' Liability Act (FELA) for future pain and suffering should not be discounted to present value.
- 2. Prejudgment interest is not allowable on an FELA claim.

Michael L. **Weiner**, Minneapolis, for respondent. Ward D. Werner, St. Paul, for appellant.

Heard, considered and decided by SEDGWICK, P.J., and LANSING and CRIPPEN, JJ.

*419 OPINION

LANSING, Judge.

Burlington Northern appeals the trial court's refusal to instruct the jury to reduce its award for pain and suffering to present value. Kenneth Melin filed a notice of review on the issue of prejudgment interest. We affirm.

FACTS

On November 16, 1983, Kenneth Melin suffered permanently disabling injuries while working as a carman for Burlington Northern. Melin sued Burlington under the Federal Employers' Liability Act (FELA), 45 U.S.C. §§ 51-60 (1976). The case was scheduled for trial on August 4, 1986. On the day before trial, Burlington admitted liability for the accident and a jury heard testimony on the issue of damages only.

Burlington requested the court to instruct the jury to discount any award for future pain and suffering to present value. The trial court refused to give the instruction. The jury returned a general verdict for \$500,000. Although the jury was not asked to itemize the award, both parties agree that a substantial portion is attributable to future pain and suffering.

Burlington moved for a new trial on the grounds the court erred in refusing to give the requested instruction. Melin also moved the court for an award of prejudgment interest. Both motions were denied and both issues are raised on appeal.

ISSUES

- 1. Should an FELA damage award for future pain and suffering be discounted to present value?
- 2. Is prejudgment interest applicable to claims under the FELA?

ANALYSIS

Ι

[1] The propriety of jury instructions on the measure of damages in an action under the FELA is a substantive issue determined by federal law. <u>St. Louis Southwestern Railway Co. v. Dickerson</u>, 470 U.S. 409, 410, 105 S.Ct. 1347, 1348, 84 L.Ed.2d 303 (1985).

The Supreme Court has held that compensatory damage awards for loss of future earnings under FELA must be discounted to present value, <u>Jones &</u>

Laughlin Steel Corp. v. Pfeifer, 462 U.S. 523, 536, 103 S.Ct. 2541, 2550, 76 L.Ed.2d 768 (1983) (citing Chesapeake & Ohio Railway Co. v. Kelly, 241 U.S. 485, 36 S.Ct. 630, 60 L.Ed. 1117 (1916)). Although the Supreme Court has not ruled on whether damages for pain and suffering must be discounted, the Eighth Circuit's holding on that issue is clear.

[2] In Flanigan v. Burlington Northern, Inc., 632 F.2d 880 (8th Cir.1980), cert. denied, 450 U.S. 921, 101 S.Ct. 1370, 67 L.Ed.2d 349 (1981), the Eighth Circuit refused to discount an award for future pain and suffering to its present value. Ouoting extensively from its prior decision in Chicago & North Western Railway v. Candler, 283 Fed. 881 (8th Cir.1922), the Flanigan court reasoned that pain and suffering cannot be calculated to the same arithmetic certainty as loss of future earning capacity: The same amount of pain and suffering does not occur from year to year nor can the degree of pain and suffering that will occur in any year be quantified with any certainty. Requiring the reduction of an award for pain and suffering to its present value would improperly allow a jury to infer that pain and suffering can be reduced to a precise arithmetic calculation.

Flanigan, 632 F.2d at 886.

Flanigan controls this case and is followed by at least two other circuits. See <u>Taylor v. Denver & Rio Grande Western Railroad Co.</u>, 438 F.2d 351, 352-53 (10th Cir.1971); <u>Texas & Pacific Railway Co. v. Buckles</u>, 232 F.2d 257, 264 (5th Cir.1956). FNI

FN1. Only one circuit court discount awards for future pain and suffering to present value.

DeChico v. Metro-North Commuter Railroad, 758 F.2d 856 (2nd Cir.1985).
The DeChico court followed the reasoning in Chiarello v. Domenico Bus Service, Inc., 542 F.2d 883 (2nd Cir.1976), and reversed a jury verdict which had not discounted an award for future pain and suffering. However, the Flanigan court questioned the holding in Chiarello and adopted Candler as the better reasoned rule.

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[3] FELA contains no provision for prejudgment interest. The application of prejudgment interest under FELA is governed by federal law, <u>South</u>

Buffalo Railway Co. v. Ahern, 344 U.S. 367, 371-72, 73 S.Ct. 340, 342, 97 L.Ed. 395 (1953).

[4] The Eighth Circuit has not ruled on this issue, but of the circuit courts which have considered the congressional intent behind FELA, all have concluded Congress did not intend to provide prejudgment interest. See, e.g., Wilson v. Burlington Northern Railroad Co., 803 F.2d 563 (10th Cir.1986); Lindsey v. Louisville & Nashville Railroad Co., 775 F.2d 1322 (5th Cir.1985); Newman v. Grand Trunk Western Railroad Co., 781 F.2d 55 (6th Cir.1985); Powers v. New York Central Railroad Co., 251 F.2d 813 (2nd Cir.1958); Chicago, Milwaukee, St. Paul and Pacific Railway Co. v. Busby, 41 F.2d 617 (9th Cir.1930). We affirm the trial court's refusal to award Melin prejudgment interest.

[5] Melin maintains Burlington's appeal was taken primarily for delay, because the applicability of the *Flanigan* case is clear. We note that it took Melin almost three years to obtain a judgment, even though liability was ultimately conceded. Although Burlington claims this is a good-faith appeal brought reasonably to modify existing law, we are not persuaded that the way to change clearly applicable federal law is through an appeal in state court. Under **Rule 138 of the Minnesota Rules of Civil Appellate Procedure**, we assess delay damages of \$1,000 against Burlington.

DECISION

Affirmed.