IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

68-0157 (9-06) - 3091078 - EI

CRYSTAL A CLEVENGER

Claimant

APPEAL NO. 09A-UI-05274-H2T

ADMINISTRATIVE LAW JUDGE DECISION

ALEGENT HEALTH

Employer

OC: 02-01-09

Claimant: Appellant (2)

Section 96.5-1 – Voluntary Leaving 871 IAC 24.26(1) – Voluntary Leaving – Change in Contract of Hire

STATEMENT OF THE CASE:

The claimant filed a timely appeal from the April 2, 2009, reference 01, decision that denied benefits. After due notice was issued, a hearing was held on April 30, 2009. The claimant did participate. The employer did not participate.

ISSUE:

Did the claimant voluntarily quit her employment without good cause attributable to the employer?

FINDINGS OF FACT:

Having reviewed the testimony and all of the evidence in the record, the administrative law judge finds: Claimant was employed as a purchasing associate full time beginning September, 1992 through August 5, 2008 when she voluntarily quit. The claimant quit because the employer was changing her job location from Council Bluffs to West Omaha. The claimant's commute to work prior to the location change was 17 miles one way. After the location change the claimant's commute to work would have been 34 miles one way. The claimant quit because she could not afford the increased gas and commuting costs.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes the claimant did voluntarily leave the employment with good cause attributable to the employer.

Iowa Code section 96.5-1 provides:

An individual shall be disqualified for benefits:

1. Voluntary quitting. If the individual has left work voluntarily without good cause attributable to the individual's employer, if so found by the department.

871 IAC 24.26(1) provides:

Voluntary quit with good cause attributable to the employer and separations not considered to be voluntary quits. The following are reasons for a claimant leaving employment with good cause attributable to the employer:

(1) A change in the contract of hire. An employer's willful breach of contract of hire shall not be a disqualifiable issue. This would include any change that would jeopardize the worker's safety, health or morals. The change of contract of hire must be substantial in nature and could involve changes in working hours, shifts, remuneration, location of employment, drastic modification in type of work, etc. Minor changes in a worker's routine on the job would not constitute a change of contract of hire.

In general, a substantial pay reduction of 25 to 35 percent or a similar reduction of working hours creates good cause attributable to the employer for a resignation. *Dehmel v. EAB*, 433 N.W.2d 700 (lowa 1988). Inasmuch as the claimant would suffer a reduction in pay due to the increased commuting costs when the employer changed the location of her job to double the distance of her commute to work, the change of the original terms of hire is considered substantial. Thus the separation was with good cause attributable to the employer. Benefits are allowed.

DECISION:

tkh/pjs

The April 2, 2009, reference 01, decision is reversed. The claimant voluntarily left her employment with good cause attributable to the employer. Benefits are allowed, provided the claimant is otherwise eligible.

Teresa K. Hillary
Administrative Law Judge

Decision Dated and Mailed