IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

MIKE A KELLEY Claimant

APPEAL 17A-UI-11329-LJ-T

ADMINISTRATIVE LAW JUDGE DECISION

MY TOWN 2 GO DSM LLC Employer

> OC: 10/15/17 Claimant: Appellant (1)

Iowa Code § 96.5(1) – Voluntary Quitting

STATEMENT OF THE CASE:

The claimant filed an appeal from the November 3, 2017 (reference 02) unemployment insurance decision that denied benefits based upon a determination that claimant voluntarily quit his employment for personal reasons. The parties were properly notified of the hearing. A telephone hearing was held on November 27, 2017. The claimant, Mike A. Kelley, participated. The employer, My Town 2 Go DSM, L.L.C., participated through Matt Clark, Co-Owner; and Rebecca Casey, Co-Owner. Claimant's Exhibits A and B and Employer's Exhibits 1 through 5 was received and admitted into the record over objections of relevance.

ISSUE:

Did claimant voluntarily quit the employment with good cause attributable to employer?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant was employed full time, most recently as the Director of Sales and Marketing, from November 2016 until March 3, 2017, when he quit. Claimant initially began his employment with this employer as a 1099 contractor. (Exhibit A) In January 2017, claimant became an employee of the employer, at least in part to help him realize his goal of purchasing a house. As an employee, claimant had additional expectations and was required to work full-time. In March 2017, claimant decided to switch back to working for the employer as an independent contractor. This allowed claimant to pursue his own catering business at the same time that he earned income from the employer. (Exhibits 2 and 4) Continued work was available, had claimant not quit his employment.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes claimant separated from employment without good cause attributable to the employer. Benefits are withheld.

lowa Code §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.

Iowa Admin. Code r. 871-24.25 provides:

Voluntary quit without good cause. In general, a voluntary quit means discontinuing the employment because the employee no longer desires to remain in the relationship of an employee with the employer from whom the employee has separated. The employer has the burden of proving that the claimant is disqualified for benefits pursuant to Iowa Code section 96.5. However, the claimant has the initial burden to produce evidence that the claimant is not disqualified for benefits in cases involving Iowa Code section 96.5, subsection (1), paragraphs "a" through "i," and subsection 10. The following reasons for a voluntary quit shall be presumed to be without good cause attributable to the employer:

(19) The claimant left to enter self-employment.

It is the duty of the administrative law judge as the trier of fact in this case, to determine the credibility of witnesses, weigh the evidence and decide the facts in issue. Arndt v. City of LeClaire, 728 N.W.2d 389, 394-395 (Iowa 2007). The administrative law judge may believe all, part or none of any witness's testimony. State v. Holtz, 548 N.W.2d 162, 163 (Iowa App. 1996). In assessing the credibility of witnesses, the administrative law judge should consider the evidence using his or her own observations, common sense and experience. Id.. In determining the facts, and deciding what testimony to believe, the fact finder may consider the following factors: whether the testimony is reasonable and consistent with other believable evidence; whether a witness has made inconsistent statements; the witness's appearance, conduct, age, intelligence, memory and knowledge of the facts; and the witness's interest in the trial, their motive, candor, bias and prejudice. Id. After assessing the credibility of the witnesses who testified during the hearing, considering the applicable factors listed above, and using her own common sense and experience, the administrative law judge finds the employer's testimony more credible than claimant's testimony.

Claimant has the burden of proving that the voluntary leaving was for good cause attributable to the employer. Iowa Code § 96.6(2). "Good cause" for leaving employment must be that which is reasonable to the average person, not the overly sensitive individual or the claimant in particular. *Uniweld Products v. Indus. Relations Comm'n*, 277 So.2d 827 (Fla. Dist. Ct. App. 1973). Here, claimant has not established good cause attributable to the employer. A voluntary leaving of employment requires an intention to terminate the employment relationship accompanied by an overt act of carrying out that intention. *Local Lodge #1426 v. Wilson Trailer*, 289 N.W.2d 608, 612 (Iowa 1980). Claimant notified the employer that he wanted to switch from working as an employee to working as an independent contractor. The claimant has not established that he quit his employment with good cause attributable to the employer. Benefits are withheld.

DECISION:

The November 3, 2017 (reference 02) unemployment insurance decision is affirmed. Claimant separated from employment without good cause attributable to the employer. Benefits are withheld until such time as he has worked in and been paid wages for insured work equal to ten times his weekly benefit amount, provided he is otherwise eligible.

Elizabeth A. Johnson Administrative Law Judge

Decision Dated and Mailed

lj/scn