# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

LYNN A OSSIAN

Claimant

**APPEAL NO. 09A-UI-16875-MT** 

ADMINISTRATIVE LAW JUDGE DECISION

**EATON CORPORATION** 

Employer

OC: 10/11/09

Claimant: Respondent (1)

Section 96.5-1 – Voluntary Quit

#### STATEMENT OF THE CASE:

Employer filed an appeal from a decision of a representative dated October 27, 2009, reference 01, which held claimant eligible for unemployment insurance benefits. After due notice, a telephone conference hearing was scheduled for and held on December 15, 2009. Claimant participated. Employer's representative failed to be available at the number provided and did not participate. Exhibit A was admitted into evidence.

## **ISSUE:**

The issue in this matter is whether claimant quit for good cause attributable to employer.

# **FINDINGS OF FACT:**

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds: Claimant last worked for employer on January 31, 2009. Claimant quit because the employer was unilaterally changing its pension program. If claimant continued to work he would lose a sizable portion of his pension because he could not take the pension in a lump sum. The change in the pension benefits was initiated unilaterally by employer.

#### **REASONING AND CONCLUSIONS OF LAW:**

The administrative law judge holds that the evidence has established that claimant voluntarily quit for good cause attributable to employer when claimant terminated the employment relationship because of a change in the contract of hire. The unilateral change in pension benefits by employer is a significant change in the contract of hire. Benefits allowed.

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.

## **DECISION:**

mdm/css

The decision of the representative dated October 27, 2009, reference 01, is affirmed. Unemployment insurance benefits are allowed, provided claimant is otherwise eligible.

Marlon Mormann Administrative Law Judge	
Decision Dated and Mailed	