IOWA WORKFORCE DEVELOPMENT Unemployment Insurance Appeals Section 1000 East Grand—Des Moines, Iowa 50319 DECISION OF THE ADMINISTRATIVE LAW JUDGE 68-0157 (7-97) – 3091078 - EI

DIANE K SHEFVELAND 807 FAIR MEADOW DR WEBSTER CITY IA 50595-3016

CORVEL CORPORATION ^C/_o ADP UCM THE FRICK COMPANY PO BOX 66744 ST LOUIS MO 63166

Appeal Number:06A-UI-07752-S2TOC:06/25/06R:OIClaimant:Appellant (1)

This Decision Shall Become Final, unless within fifteen (15) days from the date below, you or any interested party appeal to the Employment Appeal Board by submitting either a signed letter or a signed written Notice of Appeal, directly to the *Employment Appeal Board, 4th Floor—Lucas Building, Des Moines, Iowa 50319.*

The appeal period will be extended to the next business day if the last day to appeal falls on a weekend or a legal holiday.

STATE CLEARLY

- 1. The name, address and social security number of the claimant.
- 2. A reference to the decision from which the appeal is taken.
- 3. That an appeal from such decision is being made and such appeal is signed.
- 4. The grounds upon which such appeal is based.

YOU MAY REPRESENT yourself in this appeal or you may obtain a lawyer or other interested party to do so provided there is no expense to Workforce Development. If you wish to be represented by a lawyer, you may obtain the services of either a private attorney or one whose services are paid for with public funds. It is important that you file your claim as directed, while this appeal is pending, to protect your continuing right to benefits.

(Administrative Law Judge)

(Decision Dated & Mailed)

Section 96.5-5 - Severance Pay

STATEMENT OF THE CASE:

Diane Shefveland (claimant) appealed a representative's July 31, 2006 decision (reference 03) which disqualified her from receiving unemployment insurance benefits for the one-week period ending July 15, 2006, due to the receipt of severance pay from Corvel Corporation (employer). After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on August 17, 2006. The claimant participated personally. The employer did not provide a telephone number where it could be reached and, therefore, did not participate.

FINDINGS OF FACT:

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds that: The claimant worked for the employer from November 1, 2000, until

June 27, 2006, as a full-time office manager. When the claimant's employment ended the employer gave the claimant one week of vacation pay for the week ending July 8, 2006, and one week of severance pay covering the week ending July 15, 2006.

The claimant filed her claim for unemployment insurance benefits with an effective date of June 25, 2006.

REASONING AND CONCLUSIONS OF LAW:

The issue is whether the claimant is disqualified for benefits through July 15, 2006, due to the receipt of severance pay. The administrative law judge concludes she is.

Iowa Code section 96.5-5 provides:

An individual shall be disqualified for benefits:

5. Other compensation. For any week with respect to which the individual is receiving or has received payment in the form of any of the following:

a. Wages in lieu of notice, separation allowance, severance pay, or dismissal pay.

b. Compensation for temporary disability under the workers' compensation law of any state or under a similar law of the United States.

c. A governmental or other pension, retirement or retired pay, annuity, or any other similar periodic payment made under a plan maintained or contributed to by a base period or chargeable employer where, except for benefits under the federal Social Security Act or the federal Railroad Retirement Act of 1974 or the corresponding provisions of prior law, the plan's eligibility requirements or benefit payments are affected by the base period employment or the remuneration for the base period employment. However, if an individual's benefits are reduced due to the receipt of a payment under this paragraph, the reduction shall be decreased by the same percentage as the percentage contribution of the individual to the plan under which the payment is made.

Provided, that if the remuneration is less than the benefits which would otherwise be due under this chapter, the individual is entitled to receive for the week, if otherwise eligible, benefits reduced by the amount of the remuneration. Provided further, if benefits were paid for any week under this chapter for a period when benefits, remuneration or compensation under paragraphs "a", "b", or "c", were paid on a retroactive basis for the same period, or any part thereof, the department shall recover the excess amount of benefits paid by the department for the period, and no employer's account shall be charged with benefits so paid. However, compensation for service-connected disabilities or compensation for accrued leave based on military service, by the beneficiary, with the armed forces of the United States, irrespective of the amount of the benefit, does not disqualify any individual, otherwise qualified, from any of the benefits contemplated herein.

The claimant received one-week of severance pay for the week ending July 15, 2006. Under the provisions of the above Code section the claimant is disqualified from receiving

unemployment insurance benefits for the one-week period ending July 15, 2006, due to the receipt of the severance pay.

DECISION:

The representative's July 31, 2006 decision (reference 03) is affirmed. The claimant is disqualified from receiving unemployment insurance benefits for the one-week period ending July 15, 2006, due to the receipt of severance pay.

bas/pjs