## IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

JEANNIE A POOLE Claimant

# APPEAL NO. 08A-UI-09853-SWT

ADMINISTRATIVE LAW JUDGE DECISION

CRYSTAL PROPERTIES INC Employer

> OC: 12/23/07 R: 03 Claimant: Appellant (2)

Section 96.5-1 - Voluntary Quit

## STATEMENT OF THE CASE:

The claimant appealed an unemployment insurance decision dated October 23, 2008, reference 03, that concluded she voluntarily quit employment without good cause attributable to the employer. A telephone hearing was held on November 10, 2008. The parties were properly notified about the hearing. The claimant participated in the hearing with a witness, Marla Billick. Jay Wills participated in the hearing on behalf of the employer with a witness, Virginia McGuire.

#### **ISSUE:**

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

## FINDINGS OF FACT:

The claimant worked full time for the employer as a kitchen supervisor from February 15, 2008, to October 3, 2008. On October 3, 2008, she resigned from her job due to concerns about the facility's sanitation practices. Her major concerns were that the employer had not taken care of infestations of pests, including insects and bats, and recurrent problems with old cooking equipment. She had complained repeatedly to management about these conditions, but the problems were not corrected.

The employer's account is not presently chargeable for benefits paid to the claimant since it is not a base period employer on the claim.

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

The issue in this case is whether the claimant voluntarily quit employment without 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(4) 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:

(4) The claimant left due to intolerable or detrimental working conditions.

Before the Supreme Court decision in <u>Hy-Vee Inc. v. Employment Appeal Board</u>, 710 N.W.2d 1 (Iowa 2005), this case would have been governed my understanding of the precedent established in <u>Cobb v. Employment Appeal Board</u>, 506 N.W.2d 445 (Iowa 1993). The <u>Cobb</u> case established two conditions that must be met to prove a quit was with good cause when an employee quits due to intolerable working conditions or a substantial change in the contract of hire. First, the employee must notify the employer of the unacceptable condition. Second, the employee must notify the employer that she intends to quit if the condition is not corrected.

In <u>Hy-Vee Inc.</u>, however, the Iowa Supreme Court ruled that the conditions established in <u>Cobb</u> do not apply when a claimant quits due to intolerable or detrimental working conditions by reasoning that the <u>Cobb</u> case involved "a work-related *health* quit." <u>Hy-Vee Inc.</u>, 710 N.W.2d at 5. This is despite the <u>Cobb</u> court's own characterization of the legal issue in <u>Cobb</u>. "At issue in the present case are Iowa Administrative Code Sections 345-4.26(1) (change in contract for hire) and (4) (where claimant left due to intolerable or detrimental working conditions)." <u>Cobb</u>, 506 N.W.2d at 448.

In any event, the court in <u>Hy-Vee Inc.</u> expressly ruled, "notice of intent to quit is not required when the employee quits due to intolerable or detrimental working conditions." <u>Hy-Vee Inc.</u>, 710 N.W.2d at 5. The court also overruled the holding of <u>Swanson v. Employment Appeal Board</u>, 554 N.W.2d 294, 297 (Iowa Ct. App. 1996), that a claimant who quits due to unsafe working conditions must provide notice of intent to quit. <u>Hy-Vee Inc.</u>, 710 N.W.2d at 6.

The court in <u>Hy-Vee Inc.</u> states *what is not required* when a claimant leaves work due to intolerable working conditions but provides no guidance as to *what is required*. The issue then is whether claimants when faced with working conditions that they consider intolerable are required to say or do anything before it can be said that they voluntarily quit employment with "good cause attributable to the employer," which is the statutory standard. Logically, a claimant should be required to take the reasonable step of notifying management about the unacceptable condition. The employer's failure to take effective action to remedy the situation then makes the good cause for quitting "attributable to the employer." In addition, the claimant should be given the ability to show that management was independently aware of a condition that is objectively intolerable to establish good cause attributable to the employer for quitting.

Applying these standards, the claimant has demonstrated good cause attributable to the employer for leaving employment. She complained to management about intolerable working conditions, but the conditions were not remedied.

The employer's account is not presently chargeable for benefits paid to the claimant since it is not a base period employer on the claim. If the employer becomes a base period employer in a future benefit year, its account may be chargeable for benefits paid to the claimant based on this separation from employment.

## **DECISION:**

The unemployment insurance decision dated October 23, 2008, reference 03, is reversed. The claimant is qualified to receive unemployment insurance benefits, if she is otherwise eligible.

Steven A. Wise Administrative Law Judge

Decision Dated and Mailed

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