# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

**NICHOLAS C SMITH** 

Claimant

**APPEAL NO. 10A-UI-14455-NT** 

ADMINISTRATIVE LAW JUDGE DECISION

D.E.W.'S MFG LLC

Employer

OC: 09/12/10

Claimant: Respondent (2)

Section 96.5-1 – Voluntary Quit Section 96.3-7 – Benefit Overpayment

#### STATEMENT OF THE CASE:

D.E.W's Manufacturing LLC filed a timely appeal from a representative's decision dated October 15, 2010, reference 01, which held the claimant eligible to receive unemployment insurance benefits. After due notice, a hearing was held in Council Bluffs, Iowa on January 11, 2011. Although duly notified, Mr. Smith did not respond to the notice of hearing and did not appear. The employer participated by Mr. Thomas Royce, Co-owner/Secretary Treasurer and Mr. Andy Wilson, Co-owner.

### ISSUE:

The issue is whether the claimant left employment with good cause attributable to the employer.

# FINDINGS OF FACT:

The administrative law judge, having considered the evidence in the record, finds: Nicholas Smith was employed by D.E.W.'s Manufacturing LLC from September 2, 2009 until August 30, 2010 when he voluntarily quit employment without advance notice. Mr. Smith worked as a full-time general laborer and was paid by the hour.

Mr. Smith quit his employment on August 30, 2010 by telephone, stating, "I can't do it anymore, Andy is too hard on me." Prior to providing his verbal resignation that day, Mr. Smith had not complained about treatment by Mr. Wilson or any other company employees. Work continued to be available to the claimant at the time of his leaving. The claimant was not informed in any manner that his employment was ending or that his employment was in jeopardy.

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

For the reasons that follow the administrative law judge concludes the claimant left 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.

An individual who voluntarily leaves their employment must first give notice to the employer of the reasons for quitting in order to give the employer an opportunity to address or resolve the complaint. Cobb v. Employment Appeal Board, 506 N.W.2d 445 (Iowa 1993). An individual who receives a reasonable expectation of assistance from the employer after complaining about working conditions must complain further if the conditions persist in order to preserve eligibility for benefits. Polley v. Gopher Bearing Company, 478 N.W.2d 775 (Minn. App. 1991).

Inasmuch as the claimant did not give the employer an opportunity to resolve his complaints prior to leaving employment the separation was without good cause attributable to the employer. Benefits are denied.

Iowa Code section 96.3-7, as amended in 2008, provides:

- 7. Recovery of overpayment of benefits.
- a. If an individual receives benefits for which the individual is subsequently determined to be ineligible, even though the individual acts in good faith and is not otherwise at fault, the benefits shall be recovered. The department in its discretion may recover the overpayment of benefits either by having a sum equal to the overpayment deducted from any future benefits payable to the individual or by having the individual pay to the department a sum equal to the overpayment.
- b. (1) If the department determines that an overpayment has been made, the charge for the overpayment against the employer's account shall be removed and the account shall be credited with an amount equal to the overpayment from the unemployment compensation trust fund and this credit shall include both contributory and reimbursable employers, notwithstanding section 96.8, subsection 5. However, provided the benefits were not received as the result of fraud or willful misrepresentation by the individual, benefits shall not be recovered from an individual if the employer did not participate in the initial determination to award benefits pursuant to section 96.6, subsection 2, and an overpayment occurred because of a subsequent reversal on appeal regarding the issue of the individual's separation from employment. The employer shall not be charged with the benefits.
- (2) An accounting firm, agent, unemployment insurance accounting firm, or other entity that represents an employer in unemployment claim matters and demonstrates a continuous pattern of failing to participate in the initial determinations to award benefits, as determined and defined by rule by the department, shall be denied permission by the department to represent any employers in unemployment insurance matters. This subparagraph does not apply to attorneys or counselors admitted to practice in the courts of this state pursuant to section 602.10101.

## **DECISION:**

The representative's decision dated October 15, 2010, reference 01, is reversed. The claimant quit employment without good cause attributable to the employer. Unemployment insurance benefits are withheld until the claimant has worked in and has been paid wages for insured work equal to ten times his weekly benefit amount, and meets all other eligibility requirements of lowa law. The issue of whether the claimant must repay the unemployment benefits is remanded to the UIS Division for determination.

Terence P. Nice
Administrative Law Judge

Decision Dated and Mailed

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