IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

RAY HENDLEY

Claimant

APPEAL NO: 10A-UI-04658-BT

ADMINISTRATIVE LAW JUDGE

DECISION

EMERALD GREEN LAWNCARE INC

Employer

OC: 01/10/10

Claimant: Respondent (2/R)

Iowa Code § 96.5-1 - Voluntary Quit Iowa Code § 96.3-7 - Overpayment

STATEMENT OF THE CASE:

Emerald Green Lawncare, Inc. (employer) appealed an unemployment insurance decision dated March 18, 2010, reference 01, which held that Ray Hendley (claimant) was eligible for unemployment insurance benefits. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on May 11, 2010. The claimant did not comply with the hearing notice instructions and did not call in to provide a telephone number at which he could be contacted, and therefore, did not participate. The employer participated through owner Jeff Pickel, Ray Yance, and Jason Harms. The employer waived formal notice so the separation issues could be addressed in the hearing today. Consequently, the issues of whether the claimant was discharged or whether he voluntarily quit were analyzed. Based on the evidence, the arguments of the parties, and the law, the administrative law judge enters the following findings of fact, reasoning and conclusions of law, and decision.

ISSUE:

The issue is whether the claimant's voluntary separation from employment qualifies him to receive unemployment insurance benefits.

FINDINGS OF FACT:

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds that: The claimant was employed as a full-time laborer from approximately February 2009 through February 19, 2010. Employees are laid off during the winter except for snow removal and the employer testified his employees were working on a regular basis this winter due to the excessive amount of snow. The claimant began filing for unemployment insurance benefits as of January 10, 2010 even though he was still working.

On February 19, 2010 shortly before a big snow storm, the claimant told the employer he was going to Las Vegas, Nevada for a vacation and the employer told him he needed to wait until after the snow storm. The claimant refused and said he quit. He later called and taunted the other employees who had to work during the snow storm.

The claimant filed a claim for unemployment insurance benefits effective January 10, 2010 and has received benefits after the separation from employment.

REASONING AND CONCLUSIONS OF LAW:

The issue is whether the claimant's voluntary separation from employment qualifies him to receive unemployment insurance benefits. He is not qualified to receive unemployment insurance benefits if he voluntarily quit without good cause attributable to the employer. Iowa Code § 96.5-1.

In general, a voluntary quit requires evidence of an intention to sever the employment relationship and an overt act carrying out that intention. <u>Local Lodge #1426 v. Wilson Trailer</u>, 289 N.W.2d 608, 612 (Iowa 1980) and <u>Peck v. Employment Appeal Bd.</u>, 492 N.W.2d 438 (Iowa Ct. App. 1992). The claimant demonstrated his intent to quit and acted to carry it out by telling the employer he quit on February 19, 2010 because he was going to Las Vegas, Nevada for a vacation.

It is the claimant's burden to prove that the voluntary quit was for a good cause that would not disqualify him. Iowa Code § 96.6-2. He has not satisfied that burden and benefits are denied.

lowa Code § 96.3(7) provides that benefits must be recovered from a claimant who receives benefits and is later determined to be ineligible for benefits, even though the claimant acted in good faith and was not otherwise at fault. The overpayment recovery law was updated in 2008. See lowa Code § 96.3(7)(b). Under the revised law, a claimant will not be required to repay an overpayment of benefits if all of the following factors are met. First, the prior award of benefits must have been made in connection with a decision regarding the claimant's separation from a particular employment. Second, the claimant must not have engaged in fraud or willful misrepresentation to obtain the benefits or in connection with the Agency's initial decision to award benefits. Third, the employer must not have participated at the initial fact-finding proceeding that resulted in the initial decision to award benefits. If Workforce Development determines there has been an overpayment of benefits, the employer will not be charged for the benefits, regardless of whether the claimant is required to repay the benefits.

Because the claimant has been deemed ineligible for benefits, any benefits the claimant has received could constitute an overpayment. Accordingly, the administrative law judge will remand the matter to the Claims Division for determination of whether there has been an overpayment, the amount of the overpayment, and whether the claimant will have to repay the benefits.

An issue as to whether the claimant properly reported his wages from the employer arose as a result of the hearing. This issue was not included in the notice of hearing for this case, and the case will be remanded to Quality Control for an investigation and determination as to whether the claimant had earned but unreported wages. 871 IAC 26.14(5).

DECISION:

The unemployment insurance decision dated March 18, 2010, reference 01, is reversed. The claimant voluntarily left work without good cause attributable to the employer. Benefits are withheld until he has worked in and has been paid wages for insured work equal to ten times his

weekly benefit amount, provided he is otherwise eligible. The matter is remanded to the Claims Section for investigation and determination of the overpayment issue, as well as whether the claimant had earned but unreported wages.

Susan D. Ackerman
Administrative Law Judge

Decision Dated and Mailed

sda/pjs