Case Number: 2413652/20, 3311414/20, 2413673/20



# **EMPLOYMENT TRIBUNALS**

Claimants: Mrs L Brudiu, Mr J Hogg and Mrs L Railton

**Respondent:** Stylex Auto Product Limited (in liquidation)

**Heard at:** Leeds Employment Tribunal (on the paper)

**On:** 16 June 2021

**Before:** Employment Judge Deeley (sitting alone)

# JUDGMENT - COLLECTIVE REDUNDANCY CONSULTATION CLAIM ONLY

- The Tribunal declares that the complaint of the claimants that the respondent failed to comply with the requirements of s188 of the Trade Union & Labour Relations (Consolidation) Act 1992 is well-founded.
- 2. The Tribunal makes a protective award of 90 days' pay in respect of the Claimants named in the attached Schedule, who were dismissed as redundant with effect from:
  - 2.1 12 June 2020 Mr Hogg and Mrs Railton;
  - 2.2 19 June 2020 Mrs Brudiu.
- 3. The Tribunal orders the respondent to pay those claimants their remuneration for the protected period of 90 days beginning on 12 June 2020.
- 4. By way of clarification:
  - 4.1 further case management orders shall be issued in relation to any Additional Claims (see the Notes below);
  - 4.2 this Judgment only applies to the Claimants who are named in the Schedule;
  - 4.3 the claim brought by Mrs Rook (case reference 1800216/21) has been submitted outside of the Tribunal's time limits. A separate hearing will be held to determine whether the time limit should be extended to permit these claims to proceed.

Case Number: 2413652/20, 3311414/20, 2413673/20

### **NOTES**

#### **Claims**

- 5. The Claimants to this claim were employed by the First Respondent, which went into administration on 12 June 2020. The First Respondent subsequently entered a creditors' voluntary liquidation with effect from 10 December 2020.
- 6. The First Respondent operated its business from its Scunthorpe premises. The First Respondent dismissed half of its staff due to redundancy on 12 June 2020. The remainder were made redundant between 19 June and 18 August 2020 without consultation. The initial time limit for submitting a claim to the Tribunal therefore expired on 17 November 2020 (subject to any extension of time under the ACAS early claim conciliation periods).

#### Collective Redundancy Consultation claim (protective award)

7. All of the claimants claimed that they were dismissed without any collective redundancy consultation. Each claimant claimed that they should be paid a 'protective award' because of the respondent's failure to inform and consult on a collective basis regarding their redundancy, as required by s188 of the Trade Union and Labour Relations (Consolidation) Act 1992.

#### Additional Claims

- 8. Some of the Claimants may have submitted other claims to the Tribunal for additional payments, such as:
  - 8.1 unpaid wages and breach of contract;
  - 8.2 holiday pay:
  - 8.3 notice pay; and
  - 8.4 statutory redundancy pay.
- 9. I have referred to these claims as the "**Additional Claims**" in this judgment. A separate document containing case management orders has been sent to the claimants.

#### **Useful information**

- 10. The reasons for this judgment were given to the parties orally during this hearing. Written reasons will not be provided unless a request was made by any party at the hearing or a written request is presented by any party within 14 days of the sending of this written record of the decision.
- 11. All judgments and any written reasons for the judgments are published, in full, online at <a href="https://www.gov.uk/employment-tribunal-decisions">https://www.gov.uk/employment-tribunal-decisions</a> shortly after a copy has been sent to the claimants and respondents.

12. You can appeal to the Employment Appeal Tribunal if you think a legal mistake was made in an Employment Tribunal decision. There is more information here: https://www.gov.uk/appeal-employment-appeal-tribunal

## **RECOUPMENT NOTICE**

The following statement is given under Regulation 5 (2) (b) of the Employment Protection (Recoupment of Jobseeker's Allowance and Income Support) Regulations 1996 ("the Regulations") (as amended) and advises the respondent of its duties under regulation 6, and of the effect of Regulations 7 and 8, of the Regulations.

- (1) The respondent is required to give to the Benefits Agency in writing: (a) the name, address and National Insurance number of every employee to whom the above protective award relates; and (b) the date of termination (or proposed termination) of the employment of each such employee.
- (2) The respondent is required to comply with paragraph (1) above within the period of 10 days commencing on the date on which the judgment was announced at the hearing, or, if it was not so announced, the date on which the judgment was sent to the parties.
- (3) No remuneration due to an employee under the protective award shall be paid to him until the Benefits Agency has (a) served on the respondent a notice ("a recoupment notice") to pay the whole or part of the award to the Benefits Agency or (b) informed the respondent in writing that no recoupment notice is to be served.
- (4) The sum due to the Benefits Agency under a recoupment notice shall be the lesser of: (i) the amount (less any tax or social security contributions which fall to be deducted by the respondent) accrued due to the employee in respect of so much of the protected period as falls before the date on which the Benefits Agency receives from the respondent the information mentioned at paragraph (1) above; and (ii) the amount paid by way of, or as on account of, Job Seeker's Allowance, Income-Related Support Allowance, Universal Credit or Income Support, to the employee for any period which coincides with any part of the protected period falling before the date mentioned at (i) above.
- (5) The sum due under the recoupment notice shall be paid forthwith to the Benefits Agency. The balance of the protective award shall then (subject to deduction of any tax or social security contributions) be paid to the employee.
- (6) The Benefits Agency shall serve a recoupment notice within the period of 21 days after the date mentioned at paragraph 4 (ii) above, or as soon as practicable thereafter.
- (7) Payment by the respondent to the employee of the balance of the protective award (subject to deduction of any tax or social security contributions) is a complete discharge of the respondent in respect of any sum so paid.

Case Number: 2413652/20, 3311414/20, 2413673/20

(8) The sum claimed in a recoupment notice is due as a debt by the respondent to the Benefits Agency, whatever may have been paid to the employee and whether or not there is any dispute between the employee and the Benefits Agency as to the amount specified in the recoupment notice.

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Employment Judge Deeley Date: 16 June 2021