## IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

ABIGAIL J WELTER Claimant

## APPEAL 21R-UI-24158-DB-T

ADMINISTRATIVE LAW JUDGE DECISION

ACM INVESTMENTS INC Employer

> OC: 03/14/21 Claimant: Appellant (2R)

Iowa Code § 96.5(2)a – Discharge for Misconduct

## STATEMENT OF THE CASE:

The claimant/appellant filed an appeal from the May 28, 2021 (reference 01) unemployment insurance decision that denied unemployment insurance benefits to the claimant based upon the claimant's separation from employment. The parties were properly notified of the hearing after the Employment Appeal Board (EAB) remanded the matter for a new hearing date and time. A telephone hearing was held on December 28, 2021. The claimant participated personally. The employer did not participate. The administrative law judge took administrative notice of the claimant's unemployment insurance benefits records.

#### **ISSUE:**

Was the claimant discharged for disqualifying job-related misconduct?

## FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant was employed full-time as a crewmember at the employer's restaurant. When the COVID-19 pandemic occurred in March of 2020, the claimant did not have daycare available for her minor child as schools had closed down. She notified her employer that she did not have daycare available and would need to be off of work. The employer agreed that she could come back to work when the summer program began. Claimant's daycare for the summer program had also closed due to the COVID-19 pandemic and she did not have daycare available in June of 2020. She notified her employer that she did not have daycare available and her employer asked her to return her key and removed her from the workplace Facebook group for employees.

Claimant notified the employer that she did have care available in August of 2020 when her minor child's school re-opened for the 2020-2021 school year. The employer never returned her calls to the store and never put her on the schedule for work.

The issue of whether the claimant was able to and available for work effective March 15, 2020 will be remanded to the Benefits Bureau for an initial investigation and determination. The issue of whether the claimant is eligible for additional PUA benefits prior to December 13, 2020 will be remanded to the Benefits Bureau for an initial investigation and determination.

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

For the reasons that follow, the administrative law judge concludes as follows:

Iowa Code § 96.5(2)a provides:

An individual shall be disqualified for benefits:

2. Discharge for misconduct. If the department finds that the individual has been discharged for misconduct in connection with the individual's employment:

a. The individual shall be disqualified for benefits until the individual has worked in and has been paid wages for insured work equal to ten times the individual's weekly benefit amount, provided the individual is otherwise eligible.

Iowa Admin. Code r. 871-24.32(1)a provides:

Discharge for misconduct.

(1) Definition.

a. "Misconduct" is defined as a deliberate act or omission by a worker which constitutes a material breach of the duties and obligations arising out of such worker's contract of employment. Misconduct as the term is used in the disqualification provision as being limited to conduct evincing such willful or wanton disregard of an employer's interest as is found in deliberate violation or disregard of standards of behavior which the employer has the right to expect of employees, or in carelessness or negligence of such degree of recurrence as to manifest equal culpability, wrongful intent or evil design, or to show an intentional and substantial disregard of the employer's interests or of the employee's duties and obligations to the employer. On the other hand mere inefficiency, unsatisfactory conduct, failure in good performance as the result of inability or incapacity, inadvertencies or ordinary negligence in isolated instances, or good faith errors in judgment or discretion are not to be deemed misconduct within the meaning of the statute.

This definition has been accepted by the Iowa Supreme Court as accurately reflecting the intent of the legislature. *Huntoon v. Iowa Dep't of Job Serv.*, 275 N.W.2d 445, 448 (Iowa 1979).

Iowa Admin. Code r. 871-24.32(4) provides:

(4) Report required. The claimant's statement and employer's statement must give detailed facts as to the specific reason for the claimant's discharge. Allegations of misconduct or dishonesty without additional evidence shall not be sufficient to result in disqualification. If the employer is unwilling to furnish available evidence to corroborate the allegation, misconduct cannot be established. In cases where a suspension or disciplinary layoff exists, the claimant is considered as discharged, and the issue of misconduct shall be resolved.

The employer has the burden of proof in establishing disqualifying job-related misconduct. *Cosper v. Iowa Dep't of Job Serv.*, 321 N.W.2d 6 (Iowa 1982). The issue is not whether the employer made a correct decision in separating claimant, but whether the claimant is entitled to

unemployment insurance benefits. *Infante v. Iowa Dep't of Job Serv.*, 364 N.W.2d 262 (Iowa Ct. App. 1984). What constitutes misconduct justifying termination of an employee and what misconduct warrants denial of unemployment insurance benefits are two separate decisions. *Pierce v. Iowa Dep't of Job Serv.*, 425 N.W.2d 679 (Iowa Ct. App. 1988). Misconduct serious enough to warrant discharge is not necessarily serious enough to warrant a denial of job insurance benefits. Such misconduct must be "substantial." *Newman v. Iowa Dep't of Job Serv.*, 351 N.W.2d 806 (Iowa Ct. App. 1984). When based on carelessness, the carelessness must actually indicate a "wrongful intent" to be disqualifying in nature. *Id.* Negligence does not constitute misconduct unless recurrent in nature; a single act is not disqualifying unless indicative of a deliberate disregard of the employer's interests. *Henry v. Iowa Dep't of Job Serv.*, 391 N.W.2d 731 (Iowa Ct. App. 1986).

Iowa Admin. Code r. 871-24.22(2)j(1)(2)(3) provides:

Benefit eligibility conditions. For an individual to be eligible to receive benefits the department must find that the individual is able to work, available for work, and earnestly and actively seeking work. The individual bears the burden of establishing that the individual is able to work, available for work, and earnestly and actively seeking work.

j. Leave of absence. A leave of absence negotiated with the consent of both parties, employer and employee, is deemed a period of voluntary unemployment for the employee-individual, and the individual is considered ineligible for benefits for the period.

# (1) If at the end of a period or term of negotiated leave of absence the employer fails to reemploy the employee-individual, the individual is considered laid off and eligible for benefits.

(2) If the employee-individual fails to return at the end of the leave of absence and subsequently becomes unemployed the individual is considered as having voluntarily quit and therefore is ineligible for benefits.

(3) The period or term of a leave of absence may be extended, but only if there is evidence that both parties have voluntarily agreed.

(emphasis added).

Claimant was on an approved leave of absence from employment due to lack of daycare. When she had daycare available, the employer failed to return her calls or put her on the schedule to work. The employer then removed her from the workplace Facebook page and asked her to return her key. As such, the separation from employment is not disqualifying and benefits are allowed, **provided the claimant remained otherwise eligible.** 

## DECISION:

The May 28, 2021 (reference 01) unemployment insurance decision is reversed. Claimant's separation from employment is not disqualifying. Benefits are allowed, provided the claimant remained otherwise eligible.

#### **REMAND**:

The issue of whether the claimant was able to and available for work effective March 15, 2020 is remanded to the Benefits Bureau for an initial investigation and determination. The issue of whether the claimant is eligible for additional PUA benefits prior to December 13, 2020 is remanded to the Benefits Bureau for an initial investigation and determination.

Jan Moucher

Dawn Boucher Administrative Law Judge

<u>December 29, 2021</u> Decision Dated and Mailed

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