IOWA DEPARTMENT OF INSPECTIONS AND APPEALS ADMINISTRATIVE HEARINGS DIVISION, UI APPEALS BUREAU

GERALD M LUTH Claimant

APPEAL 22A-UI-14040-DZ-T

ADMINISTRATIVE LAW JUDGE DECISION

WALMART INC Employer

> OC: 05/01/22 Claimant: Appellant (2)

Iowa Code § 96.5(2)a – Discharge for Misconduct Iowa Code § 96.5(1) – Voluntary Quit

STATEMENT OF THE CASE:

Gerald M Luth, the claimant/appellant filed an appeal from the Iowa Workforce Development's (IWD) June 13, 2022 (reference 02) unemployment insurance (UI) decision that denied REGULAR (state) UI benefits because of an April 9, 2022 voluntary quit. The parties were properly notified about the hearing. A telephone hearing was held on July 28, 2022. Mr. Luth participated personally. Cheryl Luth, Mr. Luth's wife, testified in his favor. The employer did not participate in the hearing. The administrative law judge took official notice of the administrative record.

ISSUE:

Did Mr. Luth voluntarily quit without good cause attributable to the employer?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Mr. Luth began working for the employer in December 2021. He worked as a part-time cart pusher/stocker. His employment ended on April 9, 2022.

At the time of his hire, Mr. Luth told the employer that he needed to work over 30 hours each week. The employer told Mr. Luth that was fine and the employer scheduled Mr. Luth for over 30 hours each week. In April 2022, the employer scheduled Mr. Luth for only 16 hour for a week.

Mr. Luth went to the human resources staff and asked why his hours were cut. The human resources staff told Mr. Luth that his hours were cut because the employer had ordered it so, a computer glitch, Mr. Luth was a part-time employee, and Mr. Luth had asked for his hours to be cut. Mr. Luth suspected that the human resources staff was not telling him the truth. At some point in the conversation, the human resources staff told Mr. Luth that he will work the hours he was scheduled or he will never work at the employer again. Mr. Luth asked the human resources staff told Mr. Luth something to the effect of "You heard me." Mr. Luth took the human resources staff's statement to mean

that the employer had fired him because the human resources staff had said that Mr. Luth would never work for the employer again. Mr. Luth left the meeting and told his wife that same day that he was not working for the employer anymore because the human resources staff told him that he would never work for the employer again. Mr. Luth was scheduled to work two days later, but he did not attend work because he believed that the employer had terminated his employment.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes Mr. Luth's separation from employment was with good cause attributable to the employer.

lowa 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.

Iowa Code section 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. 871-24.1(113) provides:

Separations. All terminations of employment, generally classifiable as layoffs, quits, discharges, or other separations.

a. Layoffs. A layoff is a suspension from pay status initiated by the employer without prejudice to the worker for such reasons as: lack of orders, model changeover, termination of seasonal or temporary employment, inventory-taking, introduction of laborsaving devices, plant breakdown, shortage of materials; including temporarily furloughed employees and employees placed on unpaid vacations.

b. Quits. A quit is a termination of employment initiated by the employee for any reason except mandatory retirement or transfer to another establishment of the same firm, or for service in the armed forces.

c. Discharge. A discharge is a termination of employment initiated by the employer for such reasons as incompetence, violation of rules, dishonesty, laziness, absenteeism, insubordination, failure to pass probationary period.

d. *Other separations.* Terminations of employment for military duty lasting or expected to last more than 30 calendar days, retirement, permanent disability, and failure to meet the physical standards required.

A voluntary leaving of employment requires an intention to terminate the employment relationship accompanied by an overt act of carrying out that intention. *Local Lodge #1426 v. Wilson Trailer*, 289 N.W.2d 608, 612 (Iowa 1980). The claimant has the burden of proving that the voluntary leaving was for good cause attributable to the employer. Iowa Code § 96.6(2).

"Good cause" for leaving employment must be that which is reasonable to the average person, not the overly sensitive individual or the claimant in particular. *Uniweld Products v. Indus. Relations Comm'n*, 277 So.2d 827 (Fla. Dist. Ct. App. 1973). "Good cause attributable to the employer" does not require fault, negligence, wrongdoing or bad faith by the employer. *Dehmel v. Employment Appeal Bd.*, 433 N.W.2d 700, 702 (Iowa 1988)("[G]ood cause attributable to the employer can exist even though the employer is free from all negligence or wrongdoing in connection therewith"); *Shontz v. Iowa Employment Sec. Commission*, 248 N.W.2d 88, 91 (Iowa 1976)(benefits payable even though employer "free from fault"); *Raffety v. Iowa Employment Security Commission*, 76 N.W.2d 787, 788 (Iowa 1956)("The good cause attributable to the employer need not be based upon a fault or wrong of such employer."). Good cause may be attributable to "the employment itself" rather than the employer personally and still satisfy the requirements of the Act. *Raffety*, 76 N.W.2d at 788.

The employer has the burden of proof in establishing disqualifying job misconduct. *Cosper v. lowa Dep't of Job Serv.*, 321 N.W.2d 6 (lowa 1982). The issue is not whether the employer made a correct decision in separating the claimant from employment, but whether the claimant is entitled to unemployment insurance benefits. *Infante v. Iowa Dep't of Job Serv.*, 364 N.W.2d 262 (lowa Ct. App. 1984). Misconduct must be "substantial" to warrant a denial of job insurance benefits. *Newman v. Iowa Dep't of Job Serv.*, 351 N.W.2d 806 (lowa Ct. App. 1984).

In this case, Mr. Luth did not quit as he had no intention of ending his employment relationship with the employer. Mr. Luth stopped attending work because he assumed that the employer had terminated his employment based on what the human resources staff told him. Even if Mr. Luth's assumption was wrong, his employment with the employer ended when he stopped attending work. The employer did not participate in the hearing and presented no evidence of misconduct on the part of Mr. Luth, and there is no evidence in the record that the employer laid off Mr. Luth, or that Mr. Luth's separation from employment meets the definition of "Other separations" in subsection (d) of the administrative rule listed above. Mr. Luth's employment ended with good cause attributable to the employer. Therefore, benefits are allowed.

DECISION:

The June 13, 2022 (reference 02) UI decision is REVERSED. Mr. Luth's employment ended with good cause attributable to the employer. Benefits are allowed, provided he is otherwise eligible.

Amia 300

Daniel Zeno Administrative Law Judge

September 22, 2022 Decision Dated and Mailed

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APPEAL RIGHTS. If you disagree with this decision, you or any interested party may:

<u>1.</u> <u>Appeal to the Employment Appeal Board</u> within fifteen (15) days of the date under the judge's signature by submitting a written appeal via mail, fax, or online to:

Employment Appeal Board 4th Floor – Lucas Building Des Moines, Iowa 50319 Fax: (515)281-7191 Online: eab.iowa.gov

The appeal period will be extended to the next business day if the last day to appeal falls on a weekend or a legal holiday.

AN APPEAL TO THE BOARD SHALL STATE CLEARLY:

- 1) The name, address, and social security number of the claimant.
- 2) A reference to the decision from which the appeal is taken.
- 3) That an appeal from such decision is being made and such appeal is signed.
- 4) The grounds upon which such appeal is based.

An Employment Appeal Board decision is final agency action. If a party disagrees with the Employment Appeal Board decision, they may then file a petition for judicial review in district court.

<u>2.</u> If no one files an appeal of the judge's decision with the Employment Appeal Board within fifteen (15) days, the decision becomes final agency action, and you have the option to <u>file a</u> <u>petition for judicial review in District Court</u> within thirty (30) days after the decision becomes final. Additional information on how to file a petition can be found at Iowa Code §17A.19, which is online at <u>https://www.legis.iowa.gov/docs/code/17A.19.pdf</u> or by contacting the District Court Clerk of Court <u>https://www.iowacourts.gov/iowa-courts/court-directory/</u>.

Note to Parties: YOU MAY REPRESENT yourself in the appeal or obtain a lawyer or other interested party to do so provided there is no expense to Workforce Development. If you wish to be represented by a lawyer, you may obtain the services of either a private attorney or one whose services are paid for with public funds.

Note to Claimant: It is important that you file your weekly claim as directed, while this appeal is pending, to protect your continuing right to benefits.

SERVICE INFORMATION:

A true and correct copy of this decision was mailed to each of the parties listed.

DERECHOS DE APELACIÓN. Si no está de acuerdo con la decisión, usted o cualquier parte interesada puede:

<u>1.</u> Apelar a la Junta de Apelaciones de Empleo dentro de los quince (15) días de la fecha bajo la firma del juez presentando una apelación por escrito por correo, fax o en línea a:

Employment Appeal Board 4th Floor – Lucas Building Des Moines, Iowa 50319 Fax: (515)281-7191 En línea: eab.iowa.gov

El período de apelación se extenderá hasta el siguiente día hábil si el último día para apelar cae en fin de semana o día feriado legal.

UNA APELACIÓN A LA JUNTA DEBE ESTABLECER CLARAMENTE:

- 1) El nombre, dirección y número de seguro social del reclamante.
- 2) Una referencia a la decisión de la que se toma la apelación.
- 3) Que se interponga recurso de apelación contra tal decisión y se firme dicho recurso.
- 4) Los fundamentos en que se funda dicho recurso.

Una decisión de la Junta de Apelaciones de Empleo es una acción final de la agencia. Si una de las partes no está de acuerdo con la decisión de la Junta de Apelación de Empleo, puede presentar una petición de revisión judicial en el tribunal de distrito.

2. Si nadie presenta una apelación de la decisión del juez ante la Junta de Apelaciones Laborales dentro de los guince (15) días, la decisión se convierte en acción final de la agencia y usted tiene la opción de presentar una petición de revisión judicial en el Tribunal de Distrito dentro de los treinta (30) días después de que la decisión adquiera firmeza. Puede encontrar información adicional sobre cómo presentar una petición en el Código de Iowa §17A.19, que se encuentra en línea en https://www.legis.iowa.gov/docs/code/17A.19.pdf o Tribunal de Distrito Secretario del tribunal comunicándose con el https:///www.iowacourts.gov/iowa-courts/court-directory/.

Nota para las partes: USTED PUEDE REPRESENTARSE en la apelación u obtener un abogado u otra parte interesada para que lo haga, siempre que no haya gastos para Workforce Development. Si desea ser representado por un abogado, puede obtener los servicios de un abogado privado o uno cuyos servicios se paguen con fondos públicos.

Nota para el reclamante: es importante que presente su reclamo semanal según las instrucciones, mientras esta apelación está pendiente, para proteger su derecho continuo a los beneficios.

SERVICIO DE INFORMACIÓN:

Se envió por correo una copia fiel y correcta de esta decisión a cada una de las partes enumeradas.