IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

CHRIS F EDGINGTON

Claimant

APPEAL NO. 17A-UI-10583-B2T

ADMINISTRATIVE LAW JUDGE DECISION

HAWKEYEPEDERSHAAB CONCRETE TECHNO

Employer

OC: 09/17/17

Claimant: Appellant (2)

Iowa Code § 96.5-2-a – Discharge for Misconduct

STATEMENT OF THE CASE:

Claimant filed an appeal from a decision of a representative dated October 5, 2017, reference 01, which held claimant ineligible for unemployment insurance benefits. After due notice, a hearing was scheduled for and held on November 2, 2017. Claimant participated personally. Employer participated by Tami Hibbs. Employer's Exhibit 1 and Claimant's Exhibits A-B were admitted into evidence.

ISSUE:

The issue in this matter is whether claimant was discharged for misconduct?

FINDINGS OF FACT:

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds: Claimant last worked for employer on September 18, 2017. Employer discharged claimant on September 18, 2017 because claimant had allegedly smoked marijuana at work on numerous occasions.

On September 11, 2107, employer received notice from an unnamed co-worker that claimant was seen smoking marijuana at work. The area where claimant had allegedly smoked was approached by the unnamed witness, and there was an odor of marijuana. When employer's supervisor was told of this, he searched claimant and his locker. No drugs or paraphernalia were found. Employer asked multiple unnamed co-workers about claimant, and many of them stated claimant was smoking marijuana at work.

Claimant took a day of vacation later in the week, and the day claimant came back to work, he asked that he be able to take a drug test. Employer denied claimant's request, and told claimant that this was a warning to stop if you have been smoking.

On September 18, 2017 employer terminated claimant's employment for violation of the company's drug and alcohol policies. Employer stated that they chose not to drug test claimant

prior to termination as employer's doctor stated that it would be very easy for claimant to clean out his system during his day off.

REASONING AND CONCLUSIONS OF LAW:

Iowa Code section 96.5(2)a provides:

An individual shall be disqualified for benefits, regardless of the source of the individual's wage credits:

- 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 disqualification shall continue 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).

A claimant is not qualified to receive unemployment insurance benefits if an employer has discharged the claimant for reasons constituting work connected misconduct. Iowa Code § 96.5-2-a. Before a claimant can be denied unemployment insurance benefits, the employer has the burden to establish the claimant was discharged for work-connected misconduct. Cosper v. Iowa Department of Job Service, 321 N.W.2d 6 (Iowa 1982), Iowa Code § 96.5-2-a.

In order to establish misconduct as to disqualify a former employee from benefits an employer must establish the employee was responsible for a deliberate act or omission which was a material breach of the duties and obligations owed by the employee to the employer. Rule 871 IAC 24.32(1)a; *Huntoon v. Iowa Department of Job Service*, 275 N.W.2d 445 (Iowa 1979); *Henry v. Iowa Department of Job Service*, 391 N.W.2d 731, 735 (Iowa Ct. App. 1986). The conduct must show a 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 the employee's duties and obligations to the employer. Rule 871 IAC 24.32(1)a; *Huntoon* supra; *Henry* supra. In contrast, 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 deemed misconduct within the meaning of the statute. Rule 871 IAC 24.32(1)a; *Huntoon* supra; *Newman v. Iowa Department of Job Service*, 351 N.W.2d 806 (Iowa Ct. App. 1984).

The employer bears the burden of proving that a claimant is disqualified from receiving benefits because of substantial misconduct within the meaning of Iowa Code section 96.5(2). *Myers*, 462 N.W.2d at 737. The propriety of a discharge is not at issue in an unemployment insurance case. An employer may be justified in discharging an employee, but the employee's conduct may not amount to misconduct precluding the payment of unemployment compensation. Because our unemployment compensation law is designed to protect workers from financial hardships when they become unemployed through no fault of their own, we construe the provisions "liberally to carry out its humane and beneficial purpose." *Bridgestone/Firestone, Inc. v. Emp't Appeal Bd.*, 570 N.W.2d 85, 96 (Iowa 1997). "[C]ode provisions which operate to work a forfeiture of benefits are strongly construed in favor of the claimant." *Diggs v. Emp't Appeal Bd.*, 478 N.W.2d 432, 434 (Iowa Ct. App. 1991).

lowa Code section 730.5(8) sets forth the circumstances under which an employer may test employees for the presence of drugs. Employers must follow this Code section if they wish to terminate claimant for misconduct, and thus not have their accounts charged for unemployment benefits. Employer in this matter not only did not follow the directives indicating when drug tests may be given, employer then argues that benefits may be denied when no tests are given because the results are too easily masked. Although employer may hold this opinion, the lowa Code does not.

In this matter, the evidence fails to establish that claimant was discharged for an act of misconduct when claimant violated employer's policy concerning drug and alcohol use. Claimant was not warned concerning this policy.

The last incident, which brought about the discharge, fails to constitute misconduct because employer produced no witnesses who allegedly saw the misdeeds nor did employer conduct a drug test pursuant to Iowa Code Section 730.5(8). The administrative law judge holds that claimant was not discharged for an act of misconduct and, as such, is not disqualified for the receipt of unemployment insurance benefits.

DECISION:

Τŀ	ne decisi	on	of the re	presentative dat	ed Octobei	r 5, 2017,	reference	01, is rev	ersed.	Cla	imant
is	eligible	to	receive	unemployment	insurance	benefits,	provided	claimant	meets	all	other
eligibility requirements.											

Blair A. Bennett Administrative Law Judge

Decision Dated and Mailed

bab/scn