IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

CHRIS L HERONEMUS

Claimant

APPEAL NO. 11A-UI-13497-JTT

ADMINISTRATIVE LAW JUDGE DECISION

QUATRO COMPOSITES TEC INDUSTRIES LLC

Employer

OC: 09/11/11

Claimant: Appellant (2)

Section 96.5(2)(a) – Discharge for Misconduct

STATEMENT OF THE CASE:

Chris Heronemus filed a timely appeal from the October 5, 2011, reference 01, decision that denied benefits. After due notice was issued, a hearing was held on November 29, 2011. Mr. Heronemus participated personally and was represented by Jay Denne, attorney at law. The employer waived its presence and participation in the hearing via a letter, dated November 15, 2011, from Robert Sharp, attorney at law. Exhibits A through E were received into evidence.

ISSUE:

Whether the claimant was discharged for misconduct in connection with the employment that disqualifies the claimant for unemployment insurance benefits.

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Chris Heronemus was employed by Quatro Composites as a full-time lead machinist from 2005 until September 16, 2011, when the employer discharged him from the employment for allegedly using company equipment to make parts to be sold for personal gain. Mr. Heronemus had not engaged in the conduct alleged by the employer. Mr. Heronemus had instead used the employer's equipment on one occasion with proper authorization to make a model part.

REASONING AND CONCLUSIONS OF LAW:

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.

871 IAC 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.

The employer has the burden of proof in this matter. See Iowa Code section 96.6(2). Misconduct must be substantial in order to justify a denial of unemployment benefits. Misconduct serious enough to warrant the discharge of an employee is not necessarily serious enough to warrant a denial of unemployment benefits. See Lee v. Employment Appeal Board, 616 N.W.2d 661 (Iowa 2000). The focus is on deliberate, intentional, or culpable acts by the employee. See Gimbel v. Employment Appeal Board, 489 N.W.2d 36, 39 (Iowa Ct. App. 1992).

While past acts and warnings can be used to determine the magnitude of the current act of misconduct, a discharge for misconduct cannot be based on such past act(s). The termination of employment must be based on a current act. See 871 IAC 24.32(8). In determining whether the conduct that prompted the discharge constituted a "current act," the administrative law judge considers the date on which the conduct came to the attention of the employer and the date on which the employer notified the claimant that the conduct subjected the claimant to possible discharge. See also <u>Greene v. EAB</u>, 426 N.W.2d 659, 662 (Iowa App. 1988).

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. See 871 IAC 24.32(4). When it is in a party's power to produce more direct and satisfactory evidence than is actually produced, it may fairly be inferred that the more direct evidence will expose deficiencies in that party's case. See Crosser v. Iowa Dept. of Public Safety, 240 N.W.2d 682 (Iowa 1976).

The employer waived its participation at the hearing and at the same time indicated it withdrew its objection to Mr. Heronemus' claim for unemployment insurance benefits. The evidence in the record establishes one instance of authorized use of the employer's equipment. The evidence does not establish any unauthorized use of the employer's equipment or any other misconduct. Based on the evidence in the record and application of the appropriate law, the administrative law judge concludes that Mr. Heronemus was discharged for no disqualifying

reason. Accordingly, Mr. Heronemus is eligible for benefits, provided he is otherwise eligible. The employer's account may be charged for benefits paid to Mr. Heronemus.

DECISION:

The Agency repres	sentative's October 5, 201	1, reference 01,	decision is	reversed.	The clai	mant
was discharged for	r no disqualifying reason.	The claimant is	eligible for	benefits,	provided	he is
otherwise eligible.	The employer's account n	nay be charged.				

James E. Timberland
Administrative Law Judge

Decision Dated and Mailed

jet/kjw