IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

DEBORAH S JOHNSON

Claimant

APPEAL 19A-UI-08243-DB-T

ADMINISTRATIVE LAW JUDGE DECISION

IMAGE INC

Employer

OC: 01/13/19

Claimant: Respondent (1)

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

Iowa Code § 96.3(7) – Recovery of Benefit Overpayment

Iowa Admin. Code r. 871-24.10 – Employer/Representative Participation Fact-finding Interview

STATEMENT OF THE CASE:

The employer/appellant filed an appeal from the October 18, 2019 (reference 02) unemployment insurance decision that allowed benefits to the claimant based upon her discharge from employment. The parties were properly notified of the hearing. A telephone hearing was held on November 12, 2019. The claimant, Deborah S. Johnson, did not participate. The employer, Image Inc., participated through witness Kevin Gracey. The administrative law judge took official notice of the claimant's unemployment insurance benefits records.

ISSUES:

Was the claimant discharged for disqualifying job-related misconduct? Has the claimant been overpaid any unemployment insurance benefits, and if so, can the repayment of those benefits to the agency be waived? Can any charges to the employer's account be waived?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant was employed as a full-time house service professional from September 9, 2019 until her employment ended on September 26, 2019. Claimant's job duties included cleaning residential properties and completing paperwork for cleaning services. Mr. Gracey was claimant's immediate supervisor.

On September 26, 2019, claimant had three complaints from three houses that she cleaned. The complaints included her failing to clean one of the levels of the home, poor quality in cleaning the floors at one of the homes, and being late to one of the cleaning appointments. Claimant had been trained on how to clean the homes, what paperwork to complete for the homes and what order to clean the homes. Claimant was late to one appointment because she used the wrong order in cleaning the homes. Claimant did not clean one of the levels of the home because she believed the note which stated "main" and "lower" levels meant the same level.

Claimant had been in training for ten days prior to being on her own. Claimant cleaned on her own for only three days and received complaints on each of the three days that she cleaned on her own. Claimant never successfully cleaned on her own during the course of her employment. Claimant was discharged for having three customer complaints on the third day that she was cleaning on her own. Claimant did not receive any verbal or written discipline during the course of her employment notifying her that her job was in jeopardy.

Claimant's administrative records establish that she has received benefits of \$710.00 for the five weeks between September 29, 2019 and November 2, 2019 after filing her additional claim for benefits effective September 22, 2019. The employer participated by telephone in the fact-finding interview.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes the claimant was discharged for no disqualifying reason. Benefits are allowed, provided the claimant is otherwise eligible.

As a preliminary matter, I find that the Claimant did not quit. Claimant was discharged from employment.

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. 871-24.32(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 Department of Job Service*, 275 N.W.2d 445, 448 (Iowa 1979).

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

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.

Iowa Admin. Code r. 871-24.32(8) provides:

Past acts of misconduct. While past acts and warnings can be used to determine the magnitude of a current act of misconduct, a discharge for misconduct cannot be based on such past act or acts. The termination of employment must be based on a current act.

Iowa Admin. Code r. 871-24.32(5) provides:

Trial period. A dismissal, because of being physically unable to do the work, being not capable of doing the work assigned, not meeting the employer's standards, or having been hired on a trial period of employment and not being able to do the work shall not be issues of misconduct.

The employer has the burden of proof in establishing disqualifying job misconduct. Iowa Code § 96.6(2); 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). The misconduct must be "substantial." Lee v. Employment Appeal Bd., 616 N.W.2d 661, 665 (Iowa 2000) (citation omitted). Misconduct serious enough to warrant discharge is not necessarily serious enough to warrant a denial of job insurance benefits. Id. (citation omitted). Mere negligence is not sufficient. Id. at 666.

When the conduct is based on carelessness, the carelessness must actually indicate a "wrongful intent" to be disqualifying in nature. Newman v. lowa Dep't of Job Serv., 351 N.W.2d 806 (lowa Ct. App. 1984)(emphasis added). 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. lowa Dep't of Job Serv., 391 N.W.2d 731 (lowa Ct. App. 1986). Further, poor work performance is not misconduct in the absence of evidence of intent. Miller v. Emp't Appeal Bd., 423 N.W.2d 211 (lowa Ct. App. 1988). The law limits disqualifying misconduct to substantial and willful wrongdoing or repeated 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." Greenwell v. Emp't Appeal Bd., 879 N.W.2d 222, 228 (lowa Ct.App. 2016)(citing lowa Admin. Code r. 871-24.32(1)a).

There was no credible evidence presented that the claimant's carelessness indicated a wrongful intent. Further, failure in job performance due to inability or incapacity is not considered misconduct because the actions were not volitional. *Huntoon,* 275 N.W.2d at 448 (lowa 1979). Where an individual is discharged due to a failure in job performance, proof of that individual's ability to do the job is required to justify disqualification, rather than accepting the employer's subjective view. To do so is to impermissibly shift the burden of proof to the claimant. *Kelly v. lowa Dep't of Job Serv.*, 386 N.W.2d 552 (lowa Ct. App. 1986).

Mr. Gracey credibly testified that that the claimant never successfully cleaned on her own during the course of her employment. Claimant's inability to perform the job to the employer's expectations in this case is not considered intentional misconduct.

Lastly, an employee is entitled to fair warning that the employer will no longer tolerate certain performance and conduct prior to discharge. Without fair warning, an employee has no reasonable way of knowing that there are changes that need be made in order to preserve the employment. If an employer expects an employee to conform to certain expectations or face discharge, appropriate (preferably written), detailed, and reasonable notice should be given.

The employer has failed to meet its burden of proof in establishing disqualifying job-related misconduct. As such, benefits are allowed, provided the claimant is otherwise eligible. Because benefits are allowed, the issues of overpayment and chargeability are moot.

DECISION:

db/scn

The October 18, 2019 (reference 02) unemployment insurance decision is affirmed. Claimant was discharged from employment for no disqualifying reason. Benefits are allowed, provided she is otherwise eligible. The claimant is not overpaid benefits due to this separation from employment. The employer's account may be charged for benefits paid.

Dawn Boucher	
Administrative Law Judge	
Decision Dated and Mailed	