# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

**ANDREA M SULLIVAN** 

Claimant

APPEAL NO. 07A-UI-11115-H2T

ADMINISTRATIVE LAW JUDGE DECISION

**CAMBRIDGE TEMPOSITIONS INC** 

Employer

OC: 10-28-07 R: 04 Claimant: Respondent (1)

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

# STATEMENT OF THE CASE:

The employer filed a timely appeal from the November 26, 2007, reference 01, decision that allowed benefits. After due notice was issued, a hearing was held on December 17, 2007. The claimant did participate and was represented by Heather Norman, Attorney at Law. The employer did participate through Chuck Roe, General Manager. Employer's Exhibit One was received.

## ISSUE:

Did the claimant voluntarily quit her job without good cause attributable to the employer or was she discharged due to job related misconduct?

## FINDINGS OF FACT:

Having reviewed the testimony and all of the evidence in the record, the administrative law judge finds: Claimant was employed as an Account Manager, full-time, beginning August 14, 2006, through October 26, 2007, when she was discharged.

In June the claimant met with the employer to tell them she needed a job that would provide her with better benefits, including health insurance, than the one she had with them. The employer could not offer any additional benefits, so the claimant told them that she would be searching for new employment. The claimant never provided an end date to employment and intended to keep working until she found other employment. The claimant intended to keep working until she found other employment, not until the employer found a replacement for her.

The employer began searching for a replacement for the claimant and when they found one, the claimant was told that her employment was ended since a replacement had been hired. The claimant had intended to continue working, but continued work was not available for her once her replacement had been hired.

#### REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes claimant did not quit but was discharged from employment for no disqualifying reason.

Iowa Code § 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 § 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.

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's expression of her dissatisfaction with the lack of benefits and her compensation and telling the employer that at some point in the future she was going to leave is not an actual notice of resignation. The claimant provided no specific date that she would be leaving. The employer's choice to end her employment when they found a suitable replacement for her, even

though she was willing to continue working, amounts to a discharge of the claimant from her employment.

The employer has the burden of proof in establishing disqualifying job misconduct. *Cosper v. lowa Department of Job Service*, 321 N.W.2d 6 (lowa 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. IDJS*, 364 N.W.2d 262 (lowa 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. IDJS*, 425 N.W.2d 679 (lowa 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." When based on carelessness, the carelessness must actually indicate a "wrongful intent" to be disqualifying in nature. *Newman v. lowa Department of Job Service*, 351 N.W.2d 806 (lowa App. 1984). Poor work performance is not misconduct in the absence of evidence of intent. *Miller v. Employment Appeal Board*, 423 N.W.2d 211 (lowa App. 1988).

An employer may discharge an employee for any number of reasons or no reason at all if it is not contrary to public policy, but if it fails to meet its burden of proof to establish job-related misconduct as the reason for the separation, employer incurs potential liability for unemployment insurance benefits related to that separation. Inasmuch as claimant had not actually given her resignation but merely put the employer on notice that she was looking for another job, the employer has not met the burden of proof to establish that claimant engaged in misconduct. It is not misconduct for an employee to tell an employer that she intends to search for other employment. Benefits are allowed.

#### **DECISION:**

The November 26, 2007, reference 01, decision is affirmed. Claimant did not quit but was discharged from employment for no disqualifying reason. Benefits are allowed, provided she is otherwise eligible.

Teresa K. Hillary
Administrative Law Judge

Decision Dated and Mailed

tkh/kjw