IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

LANA J DOTY Claimant	APPEAL NO: 07A-UI-09705-DT
	ADMINISTRATIVE LAW JUDGE DECISION
TEAM STAFFING SOLUTIONS INC Employer	
	OC: 09/09/07 R: 04

Claimant: Respondent (2)

Section 96.5-1 – Voluntary Leaving Section 96.3-7 – Recovery of Overpayment of Benefits

STATEMENT OF THE CASE:

Team Staffing Solutions, Inc. (employer) appealed a representative's October 16, 2007 decision (reference 03) that concluded Lana J. Doty (claimant) was qualified to receive unemployment insurance benefits after a separation from employment. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on October 31, 2007. The claimant participated in the hearing. Sarah Fiedler appeared on the employer's behalf. Based on the evidence, the arguments of the parties, and the law, the administrative law judge enters the following findings of fact, reasoning and conclusions of law, and decision.

ISSUE:

Was there a disqualifying separation from employment either through a voluntary quit without good cause attributable to the employer or through a discharge for misconduct?

FINDINGS OF FACT:

The employer is a temporary employment firm. The claimant began taking assignments with the employer in 2004. She began an assignment working full time as a case picker with business client Schenker on August 26, 2006. Her last day working in that assignment was February 17, 2007. Her most recent assignment with business client Fabricators Plus working full time as a machine operator began on July 10, 2007; her last day in that assignment was July 18, 2007.

The Schenker assignment ended as of February 17 because the claimant did not return to work and on February 21 informed the employer that she was quitting the assignment for personal reasons. The assignment was scheduled for work seven days per week; the claimant had been aware of that schedule when she had accepted and begun working in the assignment, but had determined that she could no longer handle working that schedule due to the effects on her personal life.

The employer advised the claimant on July 18 of the ending of the Fabricators Plus assignment. The claimant had missed two days of work, on July 13 due to a court hearing she had reported

to the business client, and on July 17 due to transportation problems. The claimant had not previously been advised that her attendance was placing her position in jeopardy.

Between the two assignments the claimant had worked at another employer and had been paid gross wages in the amount of \$1,643.00. For working the Fabricators Plus assignment, the claimant was paid gross wages in the amount of \$424.00. After the ending of the Fabricators Plus assignment, the claimant obtained employment from another employer from approximately August 23 through approximately September 4, 2007; the claimant was paid gross wages for that employment in the amount of \$648.00 (rounded). The claimant established a claim for unemployment insurance benefits effective September 9, 2007. Her weekly benefit amount was calculated to be \$274. Therefore, her total gross wages earned after the ending of the Schenker assignment are \$2,715.00. The claimant has received unemployment insurance benefits after the Schenker separation from employment in the amount of \$548.00.

REASONING AND CONCLUSIONS OF LAW:

A claimant is not eligible for unemployment insurance benefits if she quit the employment without good cause attributable to the employer or was discharged for work-connected misconduct. In this case, there are two separations which must be considered, the effective February 18, 2007 Schenker separation and the July 18, 2007 Fabricators Plus separation, either of which could result in disqualification.

Iowa Code § 96.5-1-g 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. But the individual shall not be disqualified if the department finds that:

g. The individual left work voluntarily without good cause attributable to the employer under circumstances which did or would disqualify the individual for benefits, except as provided in paragraph "a" of this subsection but, subsequent to the leaving, the individual worked in and was paid wages for insured work equal to ten times the individual's weekly benefit amount, provided the individual is otherwise eligible.

871 IAC 24.25 provides that, in general, a voluntary quit means discontinuing the employment because the employee no longer desires to remain in the relationship of an employee with the employer from whom the employee has separated. A voluntary leaving of employment requires an intention to terminate the employment relationship. <u>Bartelt v. Employment Appeal Board</u>, 494 N.W.2d 684 (Iowa 1993). The claimant did express or exhibit the intent to cease working for the employer and did act to carry it out. The claimant would be disqualified for unemployment insurance benefits as a result of the Schenker separation unless she voluntarily quit for good cause.

The claimant has the burden of proving that the voluntary quit was for a good cause that would not disqualify her. Iowa Code § 96.6-2. Quitting because of a dislike of the hours required when the work schedule was known upon hire is not good cause. 871 IAC 24.25(18), (21). The claimant has not satisfied her burden. While she is very close to having requalified, she had not earned the requisite requalification amount prior to establishing her claim for unemployment insurance benefits. As of February 18, 2007 benefits are withheld until such time as the

claimant has worked in and been paid wages for insured work equal to ten times her weekly benefit amount, provided she is then otherwise eligible.

Turning to the Fabricators Plus separation, the employer asserted that the claimant was not discharged but that she quit by being a no-call, no-show. The administrative law judge concludes that the employer has failed to satisfy its burden that the claimant was a no-call, no-show and voluntarily quit. Iowa Code § 96.6-2. As the separation was not a voluntary quit, it must be treated as a discharge for purposes of unemployment insurance. 871 IAC 24.26(21).

The issue in this case is then whether the business client or the employer effectively discharged the claimant for reasons establishing work-connected misconduct as defined by the unemployment insurance law. The issue is not whether the employer was right or even had any other choice but to terminate the claimant's employment, but whether the claimant is entitled to unemployment insurance benefits. Infante v. IDJS, 364 N.W.2d 262 (Iowa App. 1984). What constitutes misconduct justifying termination of an employee and what is misconduct that warrants denial of unemployment insurance benefits are two separate decisions. Pierce v. IDJS, 425 N.W.2d 679 (Iowa App. 1988). 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. <u>Cosper v. IDJS</u>, 321 N.W.2d 6 (Iowa 1982).

The focus of the definition of misconduct is on acts or omissions by a claimant that "rise to the level of being deliberate, intentional or culpable." <u>Henry v. Iowa Department of Job Service</u>, 391 N.W.2d 731, 735 (Iowa App. 1986). The acts must show:

- 1. Willful and wanton disregard of an employer's interest, such as found in:
 - a. Deliberate violation of standards of behavior that the employer has the right to expect of its employees, or
 - b. Deliberate disregard of standards of behavior the employer has the right to expect of its employees; or
- 2. Carelessness or negligence of such degree of recurrence as to:
 - a. Manifest equal culpability, wrongful intent or evil design; or
 - b. Show an intentional and substantial disregard of:
 - 1. The employer's interest, or
 - 2. The employee's duties and obligations to the employer.

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.

871 IAC 24.32(7) provides:

(7) Excessive unexcused absenteeism. Excessive unexcused absenteeism is an intentional disregard of the duty owed by the claimant to the employer and shall be considered misconduct except for illness or other reasonable grounds for which the employee was absent and that were properly reported to the employer.

The reason the employer effectively discharged the claimant was her attendance. Excessive unexcused absences can constitute misconduct, however, in order to establish the necessary element of intent, the final incident must have occurred despite the claimant's knowledge that the occurrence could result in the loss of her job. <u>Cosper</u>, supra; <u>Higgins v. IDJS</u>, 350 N.W.2d 187 (Iowa 1984). The claimant had not previously been warned that future absences could result in termination. <u>Higgins</u>, supra. The employer has failed to meet its burden to establish misconduct. <u>Cosper</u>, supra. The claimant's actions were not misconduct within the meaning of the statute, and the claimant is not disqualified from benefits as a result of the Fabricators Plus separation. However, as the claimant has not as yet requalified after the Schenker separation, benefits are still denied.

Iowa Code § 96.3-7 provides:

7. Recovery of overpayment of benefits. If an individual receives benefits for which the individual is subsequently determined to be ineligible, even though the individual acts in good faith and is not otherwise at fault, the benefits shall be recovered. The department in its discretion may recover the overpayment of benefits either by having a sum equal to the overpayment deducted from any future benefits payable to the individual or by having the individual pay to the department a sum equal to the overpayment.

If the department determines that an overpayment has been made, the charge for the overpayment against the employer's account shall be removed and the account shall be credited with an amount equal to the overpayment from the unemployment

compensation trust fund and this credit shall include both contributory and reimbursable employers, notwithstanding section 96.8, subsection 5.

Because the claimant's Schenker separation was disqualifying, benefits were paid to which the claimant was not entitled. Those benefits must be recovered in accordance with the provisions of lowa law.

DECISION:

The representative's October 16, 2007 decision (reference 03) is reversed. The claimant voluntarily left her employment as of February 18, 2007 without good cause attributable to the employer. As of February 18, 2007, benefits are withheld until such time as the claimant has worked in and been paid wages for insured work equal to ten times her weekly benefit amount, provided she is otherwise eligible. As to the July 18, 2007 separation, the claimant did not voluntarily quit and the employer did discharge the claimant but not for disqualifying reasons. The claimant would be qualified to receive unemployment insurance benefits, if she was otherwise eligible, which she currently is not. The claimant is overpaid benefits in the amount of \$548.00.

Lynette A. F. Donner Administrative Law Judge

Decision Dated and Mailed

ld/pjs