IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

ROBERT E ROBINSON

Claimant

APPEAL NO. 07A-UI-02951-SWT

ADMINISTRATIVE LAW JUDGE DECISION

THE EASTER SEAL SOCIETY OF IA INC

Employer

OC: 02/18/07 R: 02 Claimant: Respondent (1)

Section 96.5-2-a - Discharge

STATEMENT OF THE CASE:

The employer appealed an unemployment insurance decision dated March 14, 2007, reference 01, that concluded the claimant's discharge was not for work-connected misconduct. A telephone hearing was held on April 9, 2007. The parties were properly notified about the hearing. The claimant failed to participate in the hearing. Sara Hardy participated in the hearing on behalf of the employer with a witness, John Murphy.

ISSUE:

Was the claimant discharged for work-connected misconduct?

FINDINGS OF FACT:

The claimant worked as an accounting specialist for the employer from January 29 to 31, 2007. He was discharged on January 31, 2007, after a criminal background investigation disclosed there was a charge filed on November 9, 2006, that was pending against him for a financial impropriety he allegedly committed. The claimant had not been convicted of any crime when he was discharged. No job application was completed for the position. On January 26, 2007, after he was offered and accepted employment, the chief financial officer informed him that he would need a criminal background investigation. The officer asked him if there would be any surprises on the background check, the claimant responded that there should not be anything to worry about.

The claimant filed a new claim for unemployment insurance benefits with an effective date of February 18, 2007. The employer's account is not presently chargeable for benefits paid to the claimant since it is not a base period employer on the claim.

REASONING AND CONCLUSIONS OF LAW:

The issue in this case is whether the claimant was discharged for work-connected misconduct as defined by the unemployment insurance 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.

This definition has been accepted by the Iowa Supreme Court as accurately reflecting the intent of the legislature. <u>Huntoon v. Iowa Department of Job Service</u>, 275 N.W.2d 445, 448 (Iowa 1979).

The employer has the burden to prove the claimant was discharged for work-connected misconduct as defined by the unemployment insurance law. Cosper v. Iowa Department of Job Service, 321 N.W.2d 6 (Iowa 1982). 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. The law limits disqualifying misconduct to substantial and willful wrongdoing or repeated carelessness or negligence that equals willful misconduct in culpability. Lee v. Employment Appeal Board, 616 N.W.2d 661, 665 (Iowa 2000).

While the employer may have been justified in discharging the claimant, no willful and substantial work-connected misconduct as defined by the unemployment insurance law has been established. First, the claimant has not been convicted of any crime and the employer has not presented proof that the claimant committed the crime with which he was charged. Second, there was no proof of willful misrepresentation when he responded that he did not think there would be anything to worry about.

The employer's account is not presently chargeable for benefits paid to the claimant since it is not a base period employer on the claim. If the employer becomes a base period employer in a future benefit year, its account may be chargeable for the employer's proportional share of benefits paid to the claimant based on this separation from employment.

DECISION:

The unemployment insurance decision dated March 14, 2007, reference 01, is affirmed.	The
claimant is qualified to receive unemployment insurance benefits, if he is otherwise eligible.	

Steven A. Wise Administrative Law Judge

Decision Dated and Mailed

saw/pjs