IOWA WORKFORCE DEVELOPMENT Unemployment Insurance Appeals Section 1000 East Grand—Des Moines, Iowa 50319 DECISION OF THE ADMINISTRATIVE LAW JUDGE 68-0157 (7-97) – 3091078 - EI

ALLEN L PHELPS PO BOX 55 WHEATLAND IA 52777-0055

DONS ELECTRIC COMPANY CO 625 – 6<sup>TH</sup> ST DEWITT IA 52742-1603

Appeal Number: 06A-UI-02437-LT

OC: 01-29-06 R: 04 Claimant: Appellant (2)

This Decision Shall Become Final, unless within fifteen (15) days from the date below, you or any interested party appeal to the Employment Appeal Board by submitting either a signed letter or a signed written Notice of Appeal, directly to the *Employment Appeal Board, 4th Floor—Lucas Building, Des Moines, Iowa 50319.* 

The appeal period will be extended to the next business day if the last day to appeal falls on a weekend or a legal holiday.

### STATE CLEARLY

- The name, address and social security number of the claimant.
- 2. A reference to the decision from which the appeal is taken.
- 3. That an appeal from such decision is being made and such appeal is signed.
- 4. The grounds upon which such appeal is based.

YOU MAY REPRESENT yourself in this appeal or you may obtain a lawyer or other interested party to do so provided there is no expense to Workforce Development. If you wish to be represented by a lawyer, you may obtain the services of either a private attorney or one whose services are paid for with public funds. It is important that you file your claim as directed, while this appeal is pending, to protect your continuing right to benefits.

(Administrative Law Judge)	
(Decision Dated & Mailed)	

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

## STATEMENT OF THE CASE:

Claimant filed a timely appeal from the February 13, 2006, reference 01, decision that denied benefits. After due notice was issued, a hearing was held on March 30, 2006. Claimant did participate with Nancy Phelps. Employer did participate through Pete Wessels, attorney at law. The administrative law judge took judicial notice of the administrative record.

## FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant was employed as a full-time plumbing and electrical service technician from September 2004 through January 26, 2006 when he was discharged. Claimant was working on a clogged sewer drain in a customer's bathroom/laundry room. He explained to the homeowner's daughter that

feminine products and baby wipes caused the plumbing problem and they were not flushable items so they clogged the sewer. While working, a work rag had fallen out of claimant's back pocket so he reached behind him without looking to locate it. In doing so, he accidentally picked up a pair of underwear. The homeowner's college-age daughter appeared and saw claimant with the underwear. Upon discovering the error he threw the item down and located the rag. Claimant asked the daughter if it was okay for him to leave and take a lunch break before finishing the job and she agreed but did not prohibit him from returning.

The homeowner, not knowing the circumstances, complained and Donald Clapp, owner, who told claimant if he could resolve her complaint ("make it go away") he would be able to keep his job. A police report was filed but police did not contact claimant and no criminal charges were filed. Claimant contacted Detective Phelps who said that they had previous problems with the complaining witness. Claimant was not aware of any other customer complaints. Claimant's wife, a licensed social worker, contacted the homeowner and discussed the matter. The homeowner agreed he did not want claimant fired but simply did not want claimant to work at his home in the future due to the misunderstanding. Clapp fired claimant in spite of this resolution.

## REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes claimant was discharged from employment for no disqualifying reason.

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 of proof in establishing disqualifying job misconduct. <u>Cosper v. lowa Department of Job Service</u>, 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. <u>Infante v. IDJS</u>, 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. <u>Pierce v. IDJS</u>, 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. <u>Newman v. lowa Department of Job Service</u>, 351 N.W.2d 806 (lowa App. 1984). Poor work performance is not misconduct in the absence of evidence of intent. <u>Miller v. Employment Appeal Board</u>, 423 N.W.2d 211 (lowa App. 1988).

An employer may discharge an employee for any number of reasons or no reason at all, 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 made a simple error mistaking underwear for a work rag, employer has not met the burden of proof to establish that claimant engaged in any deliberate misconduct. Benefits are allowed.

# **DECISION:**

The February 13, 2006, reference 01, decision is reversed. Claimant was discharged from employment for no disqualifying reason. Benefits are allowed, provided claimant is otherwise eligible.

dml/s