IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

NATHAN WIESE

Claimant

APPEAL 21A-UI-09674-AD-T

ADMINISTRATIVE LAW JUDGE DECISION

VERMEER MANUFACTURING COMPANY INC

Employer

OC: 07/05/20

Claimant: Respondent (1)

Iowa Admin. Code r. 871-24.32(1)A – Discharge for Misconduct

STATEMENT OF THE CASE:

On April 6, 2021, Vermeer Manufacturing Company Inc. (employer/respondent) filed an appeal from the March 31, 2021 (reference 01) unemployment insurance decision that allowed benefits based on a finding that claimant was dismissed from work on March 12, 2021 without a showing of misconduct.

A telephone hearing was held on June 21, 2021. The parties were properly notified of the hearing. Employer participated by HR Business Partner Amanda Carnahan. Nathan Wiese (claimant/respondent) participated personally.

Employer's Exhibits 1 and 2 were admitted. Official notice was taken of the administrative record.

ISSUE(S):

I. Was the separation a layoff, discharge for misconduct, or voluntary quit without good cause?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds:

Claimant began working for employer on March 13, 2006. Claimant is still employed by employer. Claimant was discharged on March 14, 2021 because employer's third-party leave administrator denied claimant's request for medical leave. However, claimant's leave request was subsequently approved and the discharge was rescinded on or about March 18, 2021.

Claimant filed a claim for benefits after being discharged but subsequently cancelled his claim upon learning that the discharge had been rescinded and he would be paid as normal for the days between the discharge and its rescission. Claimant did not ultimately file a weekly claim for benefits during that week or any subsequent week. He has not been paid benefits since the date of discharge.

REASONING AND CONCLUSIONS OF LAW:

For the reasons set forth below, the March 31, 2021 (reference 01) unemployment insurance decision that allowed benefits based on a finding that claimant was dismissed from work on March 12, 2021 without a showing of misconduct is AFFIRMED.

I. Was the separation a layoff, discharge for misconduct, or voluntary quit without good cause?

Iowa Code section 96.5(2)a provides:

An individual shall be disqualified for benefits, regardless of the source of the individual's wage credits:

- 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 disqualification shall continue 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 provides in relevant part:

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 lowa Supreme Court as accurately reflecting the intent of the legislature. *Huntoon v. Iowa Dep't of Job Serv.*, 275 N.W.2d 445, 448 (Iowa 1979).

The employer bears the burden of proving that a claimant is disqualified from receiving benefits because of substantial misconduct within the meaning of Iowa Code section 96.5(2). *Myers v. Emp't Appeal Bd.*, 462 N.W.2d 734, 737 (Iowa Ct. App. 1990). 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).

Misconduct serious enough to warrant discharge is not necessarily serious enough to warrant a denial of job insurance benefits. Such misconduct must be "substantial." *Newman v. Iowa Dep't of Job Serv.*, 351 N.W.2d 806 (Iowa Ct. App. 1984). The focus is on deliberate, intentional, or culpable acts by the employee. When based on carelessness, the carelessness must actually indicate a "wrongful intent" to be disqualifying in nature. *Newman, Id.* In contrast, 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. *Newman, Id.*

When reviewing an alleged act of misconduct, the finder of fact may consider past acts of misconduct to determine the magnitude of the current act. *Kelly v. Iowa Dep't of Job Serv.*, 386 N.W.2d 552, 554 (Iowa Ct. App.1986). However, conduct asserted to be disqualifying misconduct must be both specific and current. *West v. Emp't Appeal Bd.*, 489 N.W.2d 731 (Iowa 1992); *Greene v. Emp't Appeal Bd.*, 426 N.W.2d 659 (Iowa Ct. App. 1988).

Because our unemployment compensation law is designed to protect workers from financial hardships when they become unemployed through no fault of their own, we construe the provisions "liberally to carry out its humane and beneficial purpose." *Bridgestone/Firestone, Inc. v. Emp't Appeal Bd.*, 570 N.W.2d 85, 96 (Iowa 1997). "[C]ode provisions which operate to work a forfeiture of benefits are strongly construed in favor of the claimant." *Diggs v. Emp't Appeal Bd.*, 478 N.W.2d 432, 434 (Iowa Ct. App. 1991).

Employer has not carried its burden of proving claimant is disqualified from receiving benefits because of a current act of substantial misconduct within the meaning of lowa Code section 96.5(2). There is no evidence suggesting claimant's discharge was for misconduct. The separation from employment was therefore not disqualifying.

Because claimant's separation from employment was not disqualifying, the issue of whether he has been overpaid benefits need not be addressed.

DECISION:

The March 31, 2021 (reference 01) unemployment insurance decision that allowed benefits based on a finding that claimant was dismissed from work on March 12, 2021 without a showing of misconduct is AFFIRMED. Benefits are allowed, provided claimant is not otherwise disqualified or ineligible.

Andrew B. Duffelmeyer Administrative Law Judge

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July 01, 2021_

Decision Dated and Mailed

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