IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

DILLAN J STRUECKER

Claimant

APPEAL 21A-UI-15193-JC-T

ADMINISTRATIVE LAW JUDGE DECISION

PRESTAGE FOODS OF IOWA LLC

Employer

OC: 04/18/21

Claimant: Respondent (2)

lowa Code § 96.5(2)a - Discharge for Misconduct

lowa Code § 96.3(7) – Recovery of Benefit Overpayment

lowa Admin. Code r. 871-24.10 – Employer/Representative Participation Fact-finding Interview PL116-136, Sec. 2104 – Federal Pandemic Unemployment Compensation (FPUC)

STATEMENT OF THE CASE:

The employer/appellant, Prestage Foods of lowa LLC., filed an appeal from the June 30, 2021 (reference 03) lowa Workforce Development ("IWD") unemployment insurance decision that allowed benefits. The parties were properly notified about the hearing. A telephone hearing was held on September 22, 2021. The claimant, Dillan J. Struecker, did not respond to the notice of hearing to furnish a phone number with the Appeals Bureau and did not participate in the hearing. The employer participated through Carol McClurg.

The administrative law judge took official notice of the administrative records. Employer Exhibit 1 was admitted. Based on the evidence, the arguments presented, and the law, the administrative law judge enters the following findings of fact, reasoning and conclusions of law, and decision.

ISSUES:

Was the claimant discharged for disqualifying job-related misconduct?

Has the claimant been overpaid any unemployment insurance benefits, and if so, can the repayment of those benefits to the agency be waived?

Can any charges to the employer's account be waived?

Is the claimant eligible for Federal Pandemic Unemployment Compensation?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: The claimant was employed full-time as a rendering operator and was separated from employment on May 29, 2020, when he was discharged.

Claimant's job duties including handling and properly disposing of blood through a cycling machine. Claimant had been trained on employer duties at the time of hire, and was informed failure to follow procedure could result in discharge. Claimant had no prior warnings.

On May 26, 2020, claimant was observed pouring blood down a drain. Claimant's co-worker warned him to stop doing so, but he continued. Claimant admitted to pouring the blood down the drain rather than cycling it so that he could finish his job duties early and go home. Claimant's conduct impacted employer's waste water and caused potential contamination issues. Claimant was subsequently discharged.

The administrative record reflects that claimant has not received unemployment benefits during the claim year that began April 18, 2021. (He also has not received FPUC benefits since establishing his claim for benefits effective April 18, 2021.) Employer did not participate in a fact-finding interview because it did not receive notice.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes the claimant was discharged from employment due to job-related misconduct.

lowa 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.

Iowa Admin. Code r. 871-24.32(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 lowa Supreme Court as accurately reflecting the intent of the legislature. *Huntoon v. lowa Dep't of Job Serv.*, 275 N.W.2d 445, 448 (lowa 1979).

The employer has the burden of proof in establishing disqualifying job misconduct. Cosper v. Iowa Department of Job Service, 321 N.W.2d 6 (Iowa 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." *Newman v. Iowa Department of Job Service*, 351 N.W.2d 806 (lowa App. 1984). The focus is on deliberate, intentional, or culpable acts by the employee. See *Gimbel v. Employment Appeal Board*, 489 N.W.2d 36, 39 (lowa Ct. App. 1992).

Disqualification for a single misconduct incident must be a deliberate violation or disregard of standards of behavior which employer has a right to expect. *Diggs v. Emp't Appeal Bd.*, 478 N.W.2d 432 (lowa Ct. App. 1991). In this case, claimant was trained on employer's rules and procedures regarding disposing of blood. The claimant knew that he was obligated to follow the steps outlined in employer's training. The claimant knew or should have known that bypassing the established procedure was conduct not in the employer's best interest and caused biosecurity/water contamination issues. Even though this was the first instance, the claimant's deliberate pouring of blood down the drain rather than cycle machine is substantial work connected misconduct sufficient to disqualify him from receipt of unemployment insurance benefits. Benefits are denied.

Because the claimant's separation was disqualifying, benefits were originally allowed. However, he did not receive any benefits and therefore there is no overpayment in accordance with Iowa Code § 96.3(7). The administrative law judge further concludes the employer did not satisfactorily participate in the fact-finding interview pursuant to lowa Code § 96.3(7), lowa Admin. Code r. 871-24.10. However, the lack of participation was due to lack of notice. Therefore, if claimant is later allowed benefits, this employer's account shall not be charged.

DECISION:

The June 30, 2021 (Reference 03) initial decision is REVERSED. The claimant was discharged for disqualifying job-related misconduct. Benefits are withheld until such time as he has worked in and been paid wages for insured work equal to ten times his weekly benefit amount, provided he is otherwise eligible.

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Jennifer L. Beckman Administrative Law Judge Unemployment Insurance Appeals Bureau Iowa Workforce Development 1000 East Grand Avenue Des Moines, Iowa 50319-0209 Fax 515-478-3528

September 24, 2021
Decision Dated and Mailed

jlb/mh