IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

KEIVON WILLIAMS

Claimant

APPEAL 20A-UI-09168-HP-T

ADMINISTRATIVE LAW JUDGE DECISION

FIVE GUYS OPERATIONS, LLC

Employer

OC: 04/12/20

Claimant: Appellant (2)

Iowa Code § 96.5(1) – Voluntary Quitting Iowa Code § 96.5(2)a – Discharge for Misconduct

STATEMENT OF THE CASE:

Claimant Keivon Williams filed an appeal from a July 21, 2020 (reference 05) unemployment insurance decision that denied benefits for voluntarily quitting his work with Five Guys Operations, LLC ("Five Guys"). The parties were properly notified of the hearing. A telephone hearing was held on September 15, 2020. Williams appeared and testified. No one appeared on behalf of Five Guys. I took administrative notice of the claimant's unemployment insurance benefits records maintained by Iowa Workforce Development.

ISSUE:

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

FINDINGS OF FACT:

On January 11, 2020, Williams commenced full-time employment as a lead worker with Five Guys for the new Coralville, Iowa location. His immediate supervisor was Grant Hill.

Williams worked full-time in Coralville in February 2020, until Covid-19 hit. Due to decreased business as a result of the pandemic, Five Guys reduced his hours to part-time. Williams stated he needed full-time hours and Five Guys told him he could work at the Cedar Rapids store.

Williams worked full-time between the Cedar Rapids and Coralville stores for a week or two. Five Guys then stopped scheduling him for hours in Coralville. Williams stated he needed full-time work to pay his bills and he was hired to work in Coralville. Driving to Cedar Rapids was not convenient. Five Guys continued to schedule Williams for full-time hours in Cedar Rapids. It then reduced his hours to part-time. Williams told Five Guys he needed full-time work. Eventually Five Guys did not schedule him for any hours. Williams eventually learned he was no longer in the Five Guys computer system and Five Guys told him he quit. Williams denied quitting during the hearing.

REASONING AND CONCLUSIONS OF LAW:

lowa Code section 96.5(1) provides an individual "shall be disqualified for benefits, regardless of the source of the individual's wage credits: If the individual has left work voluntarily without good cause attributable to the individual's employer, if so found by the department." The lowa Supreme Court has held a "voluntary quit' means discontinuing the employment because the employee no longer desires to remain in the relationship of an employee with the employer." Wills v. Emp't Appeal Bd., 447 N.W.2d 137, 138 (lowa 1989). A voluntary quit requires "an intention to terminate the employment relationship accompanied by an overt act carrying out the intent." Peck v. Emp't Appeal Bd., 492 N.W.2d 438, 440 (lowa Ct. App. 1992). "Good cause" for leaving employment must be that which is reasonable to the average person, not the overly sensitive individual or the claimant in particular. Uniweld Products v. Indus. Relations Comm'n, 277 So.2d 827 (Fla. Dist. Ct. App. 1973). The claimant has the burden of proving that the voluntary leaving was for good cause attributable to the employer. Iowa Code § 96.6(2). The employer has the burden of proving that a claimant's departure from employment was voluntary. Irving v. Emp't Appeal Bd., 883 N.W.2d 179 (lowa 2016).

871 Iowa Administrative Code 24.25, provides:

Voluntary quit without good cause. 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.

There was no evidence presented at hearing Williams quit. Williams reported Five Guys cut his hours several times.

Under Iowa Code section 96.5(2)a,

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.

871 Iowa Administrative Code 24.31(1)a, defines the term "misconduct" 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 Iowa Legislature. *Huntoon v. Iowa Dep't of Job Serv.*, 275 N.W.2d 445, 558 (Iowa 1979).

871 Iowa Administrative Code 24.32(4) also provides,

Report required. The claimant's statement and employer's statement must give detailed facts as to the specific reason for the claimant's discharge. Allegations of misconduct or dishonesty without additional evidence shall not be sufficient to result in disqualification. If the employer is unwilling to furnish available evidence to corroborate the allegation, misconduct cannot be established. In cases where a suspension or disciplinary layoff exists, the claimant is considered as discharged, and the issue of misconduct shall be resolved.

Iowa Administrative Code 24.32(8) also provides:

Past acts of misconduct. While past acts and warnings can be used to determine the magnitude of a current act of misconduct, a discharge for misconduct cannot be based on such past act or acts. The termination of employment must be based on a current act.

Unemployment statutes should be interpreted liberally to achieve the legislative goal of minimizing the burden of involuntary unemployment. *Cosper v. Iowa Dep't of Job Serv.*, 321 N.W.2d 6, 10 (Iowa 1982). The employer bears the burden of proving the employee engaged in disqualifying misconduct. *Id.* at 11. The issue is not whether the employer made a correct decision in separating the claimant, but whether the claimant is entitled to unemployment insurance benefits. *Infante v. Iowa Dep't of Job Serv.*, 364 N.W.2d 262, 264 (Iowa Ct. App. 1984)

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, 808 (Iowa Ct. App. 1984) The definition of misconduct in the administrative rule focuses on deliberate, intentional, or culpable acts by the employee. *Id.* When based on carelessness, the carelessness must actually indicate a "wrongful intent" to be disqualifying in nature. Id. at 808-09. Negligence does not constitute misconduct unless it is recurrent in nature; a single act is not disqualifying unless it is indicative of a deliberate disregard of the employer's interests. Henry v. lowa Dep't of Job Serv., 391 N.W.2d 731, 735 (lowa Ct. App. 1986) Additionally, poor work performance is not misconduct in the absence of intent. Miller v. Emp't Appeal Bd., 423 N.W.2d 211, 213 (Iowa Ct. App. 1988). The law limits disqualifying misconduct to substantial and willful wrongdoing or repeated carelessness or negligence that equals willful misconduct in culpability. Lee v. Emp't Appeal Bd., 616 N.W.2d 661, 666-69 (Iowa 2000) What constitutes misconduct justifying termination of an employee and what misconduct warrants a denial of unemployment insurance benefits are two separate decisions. Pierce v. Iowa Dep't of Job Serv., 425 N.W.2d 679, 680 (Iowa Ct. App. 1988) Instances of poor judgment are not misconduct. Richers v. Iowa Dep't of Job Serv., 479 N.W.2d 308, 312 (Iowa 1991); Kelly v. Iowa Dep't of Job Serv., 386 N.W.2d 552, 555 (Iowa Ct. App. 1986)

There is no evidence Williams engaged in misconduct during his employment or that he quit. Benefits are granted.

DECISION:

The July 21, 2020 (reference 05) unemployment insurance decision denying unemployment insurance benefits is reversed in favor of the claimant/appellant. Benefits are allowed, provided the claimant is otherwise eligible.

Heather L. Palmer

Administrative Law Judge

Unemployment Insurance Appeals Bureau

Iowa Workforce Development 1000 East Grand Avenue

Des Moines, Iowa 50319-0209

Fax (515) 478-3528

September 17, 2020_

Decision Dated and Mailed

hlp/scn