IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

RAY P MENDOZA

Claimant

APPEAL 20A-UI-11504-S1-T

ADMINISTRATIVE LAW JUDGE DECISION

ANNETT HOLDINGS INC

Employer

OC: 06/07/20

Claimant: Respondent (2)

Iowa Code § 96.5-2-a – Discharge for Misconduct Iowa Code § 96.5-1 - Voluntary Quit

STATEMENT OF THE CASE:

Annett Holdings (employer) appealed a representative's September 10, 2020, decision (reference 01) that concluded Ray Mendoza (claimant) was eligible to receive unemployment insurance benefits. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on November 12, 2020, before Administrative Law Judge Julie Elder. The claimant did not provide a telephone number and, therefore, did not participate in the hearing. The employer participated by Mike Duffy, Vice President; Chad Minard, Service Manager; and Melissa Zollman Vice President of Human Resources.

A decision was issued on November 18, 2020. That decision was vacated on December 1, 2020, due to a jurisdictional issue.

ISSUE:

The issues include whether the claimant was separated from employment for any disqualifying reason.

FINDINGS OF FACT:

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds that: The claimant was hired on January 24, 2016, as a full-time maintenance technician. He signed for receipt of the employer's handbook on January 22, 2016. The employer's handbook contained the employer's Drug and Alcohol Policy. It contained a policy that indicated an employee would be terminated for refusal to submit to a random drug and alcohol screen.

On October 14, 2019, the claimant was selected for a random drug and alcohol test. The employer notified him that he had been selected for random testing. The claimant told the employer he would not submit to testing because he would not pass. The employer asked him if he understood that by refusing to test he would be terminated. The claimant said he understood and refused testing again. The employer terminated the claimant's employment.

The claimant filed for unemployment insurance benefits with an effective date of June 7, 2020. His weekly benefit amount was determined to be \$481.00. No information about a fact-finding interview was available. The claimant received no state unemployment insurance benefits or Federal Pandemic Unemployment Compensation after June 7, 2020.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow the administrative law judge concludes the claimant was discharged for misconduct.

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(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. *Huntoon v. Iowa Dep't of Job Serv.*, 275 N.W.2d 445, 448 (Iowa 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). Repeated failure to follow an employer's instructions in the performance of duties is misconduct. *Gilliam v. Atlantic Bottling Company*, 453 N.W.2d 230 (Iowa App. 1990). An employer has a right to expect employees to follow instructions in the performance of the job. The claimant disregarded the employer's right by repeatedly telling the employer he would not comply with the request for random drug and

alcohol testing. The claimant's disregard of the employer's interests is misconduct. As such the claimant is not eligible to receive unemployment insurance benefits.

Even though the claimant is not eligible for regular unemployment insurance benefits under state law, he may be eligible for federally funded unemployment insurance benefits under the Coronavirus Aid, Relief, and Economic Security Act ("Cares Act"), Public Law 116-136. Section 2102 of the CARES Act creates a new temporary federal program called Pandemic Unemployment Assistance (PUA) that in general provides up to 39 weeks of unemployment benefits. An individual receiving PUA benefits may also receive the \$600 weekly benefit amount (WBA) under the Federal Pandemic Unemployment Compensation (FPUC) program if he or she is eligible for such compensation for the week claimed. The claimant must apply for PUA, as noted in the instructions provided in the "Note to Claimant" below.

DECISION:

The representative's September 10, 2020, decision (reference 01) is reversed. The claimant is not eligible to receive unemployment insurance benefits because the claimant was discharged from work for misconduct. Benefits are withheld until the claimant has worked in and has been paid wages for insured work equal to ten times the claimant's weekly benefit amount provided the claimant is otherwise eligible.

Note to Claimant: This decision determines you are not eligible for regular unemployment insurance benefits. If you disagree with this decision you may file an appeal to the Employment Appeal Board by following the instructions on the first page of this decision. Individuals who do not qualify for regular unemployment insurance benefits due to disqualifying separations, but who are currently unemployed for reasons related to COVID-19 may qualify for Pandemic Unemployment Assistance (PUA). You will need to apply for PUA to determine your eligibility under the program. Additional information on how to apply for PUA can be found at https://www.iowaworkforcedevelopment.gov/pua-information.

Beth A. Scheetz

Administrative Law Judge

Buch A. Felenty

December 21, 2020

Decision Dated and Mailed

bas/scn