# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

68-0157 (9-06) - 3091078 - EI

KRISTOFOR TJEERDSMA

Claimant

**APPEAL NO. 11A-UI-10743-BT** 

ADMINISTRATIVE LAW JUDGE DECISION

**QWEST CORPORATION** 

Employer

OC: 07/17/11

Claimant: Respondent (2/R)

Iowa Code § 96.5(2)(a) - Discharge for Misconduct Iowa Code § 96.3-7 - Overpayment

#### STATEMENT OF THE CASE:

Qwest Corporation (employer) appealed an unemployment insurance decision dated August 8, 2011, reference 01, which held that Kristofor Tjeerdsma (claimant) was eligible for unemployment insurance benefits. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on September 8, 2011. The claimant participated in the hearing. The employer participated through Matt Powel, supervisor sales & care; Rob Moser, senior corporate trainer; and Judy Berry, employer representative. Employer's Exhibits One and Two were admitted into evidence. Based on the evidence, the arguments of the parties, and the law, the administrative law judge enters the following findings of fact, reasoning and conclusions of law, and decision.

## ISSUE:

The issue is whether the claimant was discharged for misconduct sufficient to warrant a denial of unemployment benefits.

### FINDINGS OF FACT:

The administrative law judge, having heard the testimony and having considered all of the evidence in the record, finds that: The claimant was employed as a full-time center sales and service associate from March 14, 2011 through July 19, 2011. He was discharged for violating the employer's code of conduct and the employer's ethical sales policies and procedures. These policies prohibit any unethical sales practice, which includes "slamming" or "cramming." Slamming or cramming is when an employee adds unauthorized products to a customer's account. The employer received a complaint from a customer on July 11, 2011 stating that high speed internet was added to its account without authorization.

The employer conducted an investigation and determined the claimant was the individual who spoke with the complaining customer and he ordered the high speed internet on June 30, 2011 without this customer's knowledge or authorization. An audit was then performed and it was discovered that the claimant had also added unauthorized products to customer's accounts on May 19, June 20, July 1, and July 13, 2011. The employer met with the claimant on July 13,

2011 and he acknowledged that he understood the policy. The employer reviewed the telephone calls and the claimant also admitted that he had violated the slamming and cramming policy. He was suspended without pay while a further investigation was completed and discharged on July 19, 2011.

The claimant filed a claim for unemployment insurance benefits effective July 17, 2011 and has received benefits after the separation from employment.

# **REASONING AND CONCLUSIONS OF LAW:**

The issue is whether the employer discharged the claimant for work-connected misconduct. A claimant is not qualified to receive unemployment insurance benefits if an employer has discharged the claimant for reasons constituting work-connected misconduct. Iowa Code § 96.5-2-a.

Iowa 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.

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.

The employer has the burden to prove the claimant was discharged for work-connected misconduct as defined by the unemployment insurance law. *Cosper v. Iowa Department of Job Service, 321 N.W.2d 6 (Iowa 1982)*. The claimant was discharged on July 19, 2011 for violation of the employer's code of conduct and ethics policies. On at least five occasions, he had added products to a customer's account without the customer's knowledge or authorization. The claimant's conduct shows a willful or wanton disregard of the standard of behavior the employer

has the right to expect from an employee, as well as an intentional and substantial disregard of the employer's interests and of the employee's duties and obligations to the employer. Work-connected misconduct as defined by the unemployment insurance law has been established in this case and benefits are denied.

lowa Code § 96.3(7) provides that benefits must be recovered from a claimant who receives benefits and is later determined to be ineligible for benefits, even though the claimant acted in good faith and was not otherwise at fault. The overpayment recovery law was updated in 2008. See Iowa Code § 96.3(7)(b). Under the revised law, a claimant will not be required to repay an overpayment of benefits if all of the following factors are met. First, the prior award of benefits must have been made in connection with a decision regarding the claimant's separation from a particular employment. Second, the claimant must not have engaged in fraud or willful misrepresentation to obtain the benefits or in connection with the Agency's initial decision to award benefits. Third, the employer must not have participated at the initial fact-finding proceeding that resulted in the initial decision to award benefits. If Workforce Development determines there has been an overpayment of benefits, the employer will not be charged for the benefits, regardless of whether the claimant is required to repay the benefits.

Because the claimant has been deemed ineligible for benefits, any benefits the claimant has received could constitute an overpayment. Accordingly, the administrative law judge will remand the matter to the Claims Division for determination of whether there has been an overpayment, the amount of the overpayment, and whether the claimant will have to repay the benefits.

#### **DECISION:**

The unemployment insurance decision dated August 8, 2011, reference 01, is reversed. The claimant is not eligible to receive unemployment insurance benefits, because he was discharged from work for misconduct. Benefits are withheld until he has worked in and been paid wages for insured work equal to ten times his weekly benefit amount, provided he is otherwise eligible. The matter is remanded to the Claims Section for investigation and determination of the overpayment issue.

Susan D. Ackerman Administrative Law Judge
Decision Dated and Mailed
sda/kjw