IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

DONNA M SMITH

Claimant

APPEAL NO. 12A-UI-04142-H2T

ADMINISTRATIVE LAW JUDGE DECISION

APPLE CORPS L P

Employer

OC: 03-04-12

Claimant: Respondent (2R)

Iowa Code § 96.5(1) – Voluntary Leaving Iowa Code §96.5(2)a – Discharge/Misconduct Iowa Code § 96.3(7) – Recovery of Benefit Overpayment

STATEMENT OF THE CASE:

The employer filed a timely appeal from the April 4, 2012, reference 01, decision that allowed benefits. After due notice was issued, a hearing was held on May 4, 2012. The claimant did participate. The employer did participate through Brady Riddout, General Manager.

ISSUES:

Was the claimant discharged due to job connected misconduct or did she voluntarily quit her employment without good cause attributable to the employer?

Has the claimant been overpaid any unemployment insurance benefits?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: The claimant was employed as a server part time beginning August 28, 2008 through March 3, 2012 when she voluntarily quit. On March 2 the claimant was working as a food server when the restaurant was very busy. She told her mangier Chris Pruitt, that she was not going to take any more tables. The claimant did not have the right to refuse work because she believed she was too busy. Mr. Pruitt told the claimant she would need to accept tables. The claimant again said she would not accept additional customers. Mr. Riddout told the claimant that if she was not going to perform her assigned work then he would send her home. The claimant then told Mr. Riddout that she might as well quit and turned over her apron to him. The claimant never left her apron at the restaurant; she took it home with her every day. The claimant did not need to hand Mr. Riddout her apron in order to turn over to him the checks she was working on and the money and receipts she had with her.

Claimant has received unemployment benefits since filing a claim with an effective date of March 4, 2012.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes claimant voluntarily left the employment without good cause attributable to the employer.

Iowa Code section 96.5-1 provides:

An individual shall be disqualified for benefits:

1. Voluntary quitting. If the individual has left work voluntarily without good cause attributable to the individual's employer, if so found by the department.

871 IAC 24.25(27), (28) 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. The employer has the burden of proving that the claimant is disqualified for benefits pursuant to lowa Code section 96.5. However, the claimant has the initial burden to produce evidence that the claimant is not disqualified for benefits in cases involving lowa Code section 96.5, subsection (1), paragraphs "a" through "i," and subsection 10. The following reasons for a voluntary quit shall be presumed to be without good cause attributable to the employer:

- (27) The claimant left rather than perform the assigned work as instructed.
- (28) The claimant left after being reprimanded.

Claimant has the burden of proving that the voluntary leaving was for good cause attributable to the employer. Iowa Code § 96.6(2). A voluntary leaving of employment requires an intention to terminate the employment relationship accompanied by an overt act of carrying out that intention. *Local Lodge #1426 v. Wilson Trailer*, 289 N.W.2d 608, 612 (Iowa 1980).

It is not unreasonable for a restaurant manager to expect food servers to wait on tables of customers that come into the restaurant to purchase food. The claimant did not have the authority or the right to refuse to accept additional work because she thought she was too busy. Her refusal to accept additional work or to wait on tables was good cause reason for the employer to send her home. An employer is allowed to discipline an employee who refuses to perform the work for which they were hired. When the claimant learned she was going to be disciplined by being sent home, she told the employer she was quitting and turned over her apron to him. Her words and her turning over her apron indicate her intention to quit. Her quitting was without good cause attributable to the employer. Benefits are denied.

Iowa Code section 96.3-7, as amended in 2008, provides:

- 7. Recovery of overpayment of benefits.
- a. If an individual receives benefits for which the individual is subsequently determined to be ineligible, even though the individual acts in good faith and is not otherwise at fault, the benefits shall be recovered. The department in its discretion may recover the overpayment of benefits either by having a sum equal to the overpayment deducted from

any future benefits payable to the individual or by having the individual pay to the department a sum equal to the overpayment.

- b. (1) If the department determines that an overpayment has been made, the charge for the overpayment against the employer's account shall be removed and the account shall be credited with an amount equal to the overpayment from the unemployment compensation trust fund and this credit shall include both contributory and reimbursable employers, notwithstanding section 96.8, subsection 5. However, provided the benefits were not received as the result of fraud or willful misrepresentation by the individual, benefits shall not be recovered from an individual if the employer did not participate in the initial determination to award benefits pursuant to section 96.6, subsection 2, and an overpayment occurred because of a subsequent reversal on appeal regarding the issue of the individual's separation from employment. The employer shall not be charged with the benefits.
- (2) An accounting firm, agent, unemployment insurance accounting firm, or other entity that represents an employer in unemployment claim matters and demonstrates a continuous pattern of failing to participate in the initial determinations to award benefits, as determined and defined by rule by the department, shall be denied permission by the department to represent any employers in unemployment insurance matters. This subparagraph does not apply to attorneys or counselors admitted to practice in the courts of this state pursuant to section 602.10101.

Because claimant's separation was disqualifying, benefits were paid to which claimant was not entitled. The unemployment insurance law 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. However, the overpayment may not be recovered when it is based on a reversal on appeal of an initial determination to award benefits on an issue regarding the claimant's employment separation if: (1) the benefits were not received due to any fraud or willful misrepresentation by the claimant and (2) the employer did not participate in the initial proceeding to award benefits. If so, the employer will not be charged for benefits whether or not the overpayment is recovered. Iowa Code § 96.3(7). In this case, the claimant has received benefits but was not eligible for those benefits.

DECISION:

The April 4, 2012 (reference 01) decision is reversed. Claimant voluntarily left the employment without good cause attributable to the employer. Benefits are withheld until such time as she has worked in and been paid wages for insured work equal to ten times her weekly benefit amount, provided she is otherwise eligible.

REMAND:

The	matter	of	determining	the	amount	of	the	potential	overpayment	and	whether	the
overpayment should be recovered under Iowa Code § 96.3(7)b is remanded to the Agency.												

Teresa K. Hillary Administrative Law Judge

Decision Dated and Mailed

tkh/pjs