IOWA WORKFORCE DEVELOPMENT Unemployment Insurance Appeals Section 1000 East Grand—Des Moines, Iowa 50319 DECISION OF THE ADMINISTRATIVE LAW JUDGE 68-0157 (7-97) – 3091078 - EI

TYLER R CORNWELL 517 CEDAR ST BRANDON IA 52210

PRICE INDUSTRIAL ELECTRIC INC 1482 HAWKEYE DR HIAWATHA IA 52233

Appeal Number:04A-UI-04869-DWTOC 04/04/04R 04Claimant:Respondent (1)

This Decision Shall Become Final, unless within fifteen (15) days from the date below, you or any interested party appeal to the Employment Appeal Board by submitting either a signed letter or a signed written Notice of Appeal, directly to the *Employment Appeal Board*, 4th Floor—Lucas Building, Des Moines, Iowa 50319.

The appeal period will be extended to the next business day if the last day to appeal falls on a weekend or a legal holiday.

STATE CLEARLY

- 1. The name, address and social security number of the claimant.
- 2. A reference to the decision from which the appeal is taken.
- 3. That an appeal from such decision is being made and such appeal is signed.
- 4. The grounds upon which such appeal are based.

YOU MAY REPRESENT yourself in this appeal or you may obtain a lawyer or other interested party to do so provided there is no expense to Workforce Development. If you wish to be represented by a lawyer, you may obtain the services of either a private attorney or one whose services are paid for with public funds. It is important that you file your claim as directed, while this appeal is pending, to protect your continuing right to benefits.

(Administrative Law Judge)

(Decision Dated & Mailed)

Section 96.5-2-a - Discharge

STATEMENT OF THE CASE:

Price Industrial Electric, Inc. (employer) appealed a representative's April 26, 2004 decision (reference 02) that concluded Tyler R. Cornwell (employer) was qualified to receive unemployment insurance benefits, and the employer's account was subject to charge because the claimant had been discharged for nondisqualifying reasons. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on May 24, 2004. The claimant participated in the hearing. Jeremy Price, the owner, appeared on the employer's behalf. 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:

Did the employer discharge the claimant for work-connected misconduct?

FINDINGS OF FACT:

The claimant worked about a year for the employer. He worked as a full-time electrician. The employer's drug policy informs employees they can be discharged if an employee tests positive for a controlled substance.

The claimant worked at a job site on March 9, 2004. On March 10, the general contractor at the job site told the employer he wanted the claimant tested for drugs. The general contractor reported that another employee observed the claimant and one of the general contractor's employees in a room where they had no reason to be. The general contractor later that day searched his employee and found cocaine on his employee. The general contractor told the employer to test the claimant under the reasonable suspicion standard.

The claimant went to the University of Iowa Healthworks in Iowa City for the test on March 10. On March 15, the employer learned the claimant tested positive for a controlled substance. Before the employer talked to the claimant about the test results, a doctor had contacted the claimant and asked if was taking any medication or had any nasal surgery. The claimant was not on any medication and had not had any nasal surgery.

On March 15, 2004, the employer told the claimant he was discharged for violating the employer's drug policy. The employer did not offer the claimant an opportunity to have a split sample tested at a laboratory of his choice.

REASONING AND CONCLUSIONS OF LAW:

A claimant is not qualified to receive unemployment insurance benefits if an employer discharges her for reasons constituting work-connected misconduct. Iowa Code §96.5-2-a. The Iowa Supreme Court has ruled that an employer cannot establish disqualifying misconduct based on a drug test performed in violation of Iowa's drug testing laws. <u>Harrison v.</u> <u>Employment Appeal Board</u>, 659 N.W.2d 581 (Iowa 2003); <u>Eaton v. Employment Appeal Board</u>, 602 N.W.2d 553, 558 (Iowa 1999). The court in Eaton stated, "It would be contrary to the spirit of chapter 730 to allow an employer to benefit from an unauthorized drug test by relying on it as a basis to disqualify an employee from unemployment compensation benefits." <u>Eaton</u>, 602 N.W.2d at 558.

The employer has the burden to prove the claimant was discharged for work-connected misconduct as defined by the unemployment insurance law. <u>Cosper v. Iowa Department of Job</u> <u>Service</u>, 321 N.W.2d 6 (Iowa 1982). The propriety of a discharge is not at issue in an unemployment insurance case. An employer may be justified in discharging an employee, but the employee's conduct may not amount to misconduct precluding the payment of unemployment compensation. The law limits disqualifying misconduct to willful wrongdoing or repeated carelessness or negligence that equals willful misconduct in culpability. <u>Lee v.</u> <u>Employment Appeal Board</u>, 616 N.W.2d 661, 665 (Iowa 2000).

Under Iowa Code §730.5(h) "Reasonable suspicion drug or alcohol testing" means drug or alcohol testing based upon evidence that an employee is using or has used alcohol or other drugs in violation of the employer's written policy drawn from specific objective and articulable facts and reasonable inferences drawn from those facts in light of experience. For purposes of this paragraph, facts and inferences may be based upon, but not limited to, any of the following:

(1) Observable phenomena while at work such as direct observation of alcohol or drug use or abuse or of the physical symptoms or manifestations of being impaired due to alcohol or other drug use.

(2) Abnormal conduct or erratic behavior while at work or a significant deterioration in work performance.

(3) A report of alcohol or other drug use provided by a reliable and credible source.

(4) Evidence that an individual has tampered with any drug or alcohol test during the individual's employment with the current employer.

(5) Evidence that an employee has caused an accident while at work which resulted in an injury to a person for which injury, if suffered by an employee, a record or report could be required under chapter 88, or resulted in damage to property, including to equipment, in an amount reasonably estimated at the time of the accident to exceed one thousand dollars.

(6) Evidence that an employee has manufactured, sold, distributed, solicited, possessed, used, or transferred drugs while working or while on the employer's premises or while operating the employer's vehicle, machinery, or equipment.

The employer or general contractor appears to have relied on subsection 6 of this law and contended the employer had reasonable suspicion to ask the claimant to submit to the March 19 drug test. While it is questionable as to whether the employer established reasonable suspicion to request a drug test, the employer also failed to give the claimant an opportunity to have a split sample tested by another laboratory. Iowa Code §730.5(i). The employer did not meet the requirements of Iowa's drug-testing law. Therefore, the claimant cannot be disqualified from receiving unemployment insurance benefits. As of April 4, 2004, the claimant is qualified to receive unemployment insurance benefits.

DECISION:

The representative's April 26, 2004 decision (reference 02) is affirmed. The employer discharged the claimant for business reasons but the employer did not establish that the claimant committed work-connected misconduct. As of April 4, 2004, the claimant is qualified to receive unemployment insurance benefits, provided he meets all other eligibility requirements. The employer's account may be charged for benefits paid to the claimant.

dlw/kjf