IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

TONY A BURNETT Claimant

APPEAL 21A-UI-23526-DH-T

ADMINISTRATIVE LAW JUDGE DECISION

A-LINE IRON & METALS KELLOGG, LLC Employer

> OC: 02/28/21 Claimant: Appellant (1)

Iowa Code § 96.5(1) - Voluntary Quit Iowa Code § 96.5(2)a - Discharge for Misconduct Iowa Admin. Code r. 871-24.32(1)a - Discharge for Misconduct Iowa Admin. Code r. 871-24.1(113)c - Discharge for Violation of Rules

STATEMENT OF THE CASE:

Claimant, Tony Burnett, filed an appeal from the October 12, 2021, (reference 04) unemployment insurance decision that denied benefits based upon a February 28, 2021 discharge for conduct not in the best interest of employer. The parties were properly notified of the hearing. A telephone hearing was held on December 15, 2021. Claimant participated, with Lloyd Shepard. Employer, A-Line Iron & Metals Kellogg, LLC, participated through Stephanie Gurst.

ISSUE:

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

FINDINGS OF FACT:

Having heard the testimony and reviewed all of the evidence in the record, the undersigned finds:

Claimant was a full time as a general laborer with a set schedule and his first day of work was January 20, 2020. Claimant was discharged from work on his last day of work, on February 26, 2021 for violating a known company rule for use of illegal substances on company property, which claimant admitted to doing.

Noah Hubble, a location manager, observed claimant at approximately 1:30pm on February 26, 2021. Claimant appeared intoxicated. Mr. Hubble asked claimant what was going on, to which claimant stated that he had smoked some dope and drank some alcohol. Mr. Hubble was taken aback and asked if claimant was joking. Claimant was not. Mr. Hubble called the Vice-President to see what he should do, and by the time there was communication between these two, claimant's shift had ended and claimant had left for the dat. Mr. Hubble called claimant yet that day and discharged him from employment.

Employer has a handbook with policies. Covered in the handbook is being under the influence of alcohol and/or illegal substances while at work. Claimant was provided the handbook and was aware of the policy.

Claimant had been recently disciplined for sleeping on the job and the discipline included language about further problems could result in discipline, up to and including discharge.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes the claimant was discharged from employment due to job-related misconduct.

Iowa Code section 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.

Iowa Admin. Code r. 871-24.1 provides:

Definitions.

Unless the context otherwise requires, the terms used in these rules shall have the following meaning. All terms which are defined in Iowa Code chapter 96 shall be construed as they are defined in Iowa Code chapter 96.

24.1(113) *Separations.* All terminations of employment, generally classifiable as layoffs, quits, discharges, or other separations.

c. *Discharge*. A discharge is a termination of employment initiated by the employer for such reasons as incompetence, violation of rules, dishonesty, laziness, absenteeism, insubordination, failure to pass probationary period.

This definition has been accepted by the Iowa Supreme Court as accurately reflecting the intent of the legislature. *Huntoon v. Iowa Department of Job Service*, 275 N.W.2d 445, 448 (Iowa 1979).

The employer has the burden of proof in establishing disqualifying job misconduct. *Cosper v. lowa Dep't of Job Serv.*, 321 N.W.2d 6 (lowa 1982). The issue is not whether the employer made a correct decision in separating claimant, but whether the claimant is entitled to unemployment insurance benefits. *Infante v. lowa Dep't of Job Serv.*, 364 N.W.2d 262 (lowa Ct. App. 1984). The lowa Court of Appeals found substantial evidence of misconduct in testimony that the claimant worked slower than he was capable of working and would temporarily and briefly improve following oral reprimands. *Sellers v. Emp't Appeal Bd.*, 531 N.W.2d 645 (lowa Ct. App. 1995). Generally, continued refusal to follow reasonable instructions constitutes misconduct. *Gilliam v. Atlantic Bottling Co.*, 453 N.W.2d 230 (lowa Ct. App. 1990). Misconduct must be "substantial" to warrant a denial of job insurance benefits. *Newman v. lowa Dep't of Job Serv.*, 351 N.W.2d 806 (lowa Ct. App. 1984). Poor work performance is not misconduct in the absence of evidence of intent. *Miller v. Emp't Appeal Bd.*, 423 N.W.2d 211 (lowa Ct. App. 1988).

The decision in this case rests, at least in part, on the credibility of the witnesses. It is the duty of the administrative law judge as the trier of fact in this case, to determine the credibility of witnesses, weigh the evidence and decide the facts in issue. *Arndt v. City of LeClaire*, 728 N.W.2d 389, 394-395 (lowa 2007). The administrative law judge may believe all, part or none of any witness's testimony. *State v. Holtz*, 548 N.W.2d 162, 163 (lowa App. 1996). In assessing the credibility of witnesses, the administrative law judge should consider the evidence using his or her own observations, common sense and experience. *Id.* In determining the facts, and deciding what testimony to believe, the fact finder may consider the following factors: whether the testimony is reasonable and consistent with other believable evidence; whether a witness has made inconsistent statements; the witness's appearance, conduct, age, intelligence, memory and knowledge of the facts; and the witness's interest in the trial, their motive, candor, bias and prejudice. *Id.*

After assessing the credibility of the witnesses who testified during the hearing and considering the applicable factors listed above, and using his own common sense and experience, the administrative law judge finds the employer's version of events to be more credible than the claimant's side and recollection of those events. Employer provided detail versus claimant having generalities and blanket denials.

The employer is entitled to establish reasonable work rules and expect employees to abide by them. The employer has presented substantial and credible evidence that claimant ingested and was under the influence of alcohol/illegal substances while at the workplace, based upon the employer's observation and claimant's admission. This is disqualifying misconduct.

DECISION:

The October 12, 2021, (reference 04) unemployment insurance decision is **AFFIRMED**. The claimant was discharged on February 26, 2021 from employment due to job-related misconduct. Benefits are withheld until such time as he has worked in and been paid wages for insured work equal to ten times his weekly benefit amount, provided he is otherwise eligible.

Darrin T. Hamilton Administrative Law Judge

<u>January 24, 2022</u> Decision Dated and Mailed

dh/mh