

**IOWA WORKFORCE DEVELOPMENT
UNEMPLOYMENT INSURANCE APPEALS**

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

ROBERT G ABRAHAMSEN
Claimant

APPEAL NO. 09A-UI-01933-AT

**ADMINISTRATIVE LAW JUDGE
DECISION**

**CABLE CONCEPTS INC
EDGETECH INDUSTRIES**
Employer

**OC: 01/04/09 R: 04
Claimant: Respondent (2/R)**

Section 96.5-2-a – Discharge
Section 96.3-7 – Recovery of Overpayments

STATEMENT OF THE CASE:

Edgetech Industries filed a timely appeal from an unemployment insurance decision dated January 28, 2009, reference 01, that allowed benefits to Robert G. Abrahamsen. After due notice was issued, a telephone hearing was held February 27, 2009 with Mr. Abrahamsen participating. Production Supervisor Michael McGregor participated for the employer.

ISSUE:

Was the claimant discharged for misconduct in connection with his employment?

FINDINGS OF FACT:

Having heard the testimony of the witnesses and having examined all of the evidence in the record, the administrative law judge finds: Robert G. Abrahamsen was employed by Edgetech Industries from September 2, 2003 until he was discharged January 5, 2009. He last worked as lead test person. On January 5, 2009 the employer learned that Mr. Abrahamsen had thrown away 39 parts that could have been returned to the manufacturer for a refund of \$288.99. He had earlier received a warning for the same infraction. In November 2008 Mr. Abrahamsen had also been suspended for 12 instances of tardiness during the year. On September 9, 2008 Mr. Abrahamsen received a warning for allowing a change in a test procedure without client authorization. As a result of the unauthorized change, the employer lost \$10,000.00.

Mr. Abrahamsen has received unemployment insurance benefits since filing a claim effective January 4, 2009.

REASONING AND CONCLUSIONS OF LAW:

The question is whether the evidence establishes that the claimant was discharged for misconduct in connection with his employment. It does.

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.

The findings of fact reflect in large part the testimony of Mr. McGregor. The administrative law judge has largely discounted Mr. Abrahamsen's testimony because on several instances he stated that he could not recall whether he had said or done certain things. The administrative law judge concludes that the claimant was discharged for repeated acts of failing to follow company procedure and for excessive tardiness. Benefits are withheld.

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 states pursuant to section 602.10101.

The question of whether Mr. Abrahamsen must repay the benefits he has already received is remanded to the Unemployment Insurance Services Division.

DECISION:

The unemployment insurance decision dated January 28, 2009, reference 01, is reversed. Benefits are withheld until the claimant has worked in and has been paid wages for insured work equal to ten times his weekly benefit amount, provided he is otherwise eligible. The question of whether he has been overpaid is remanded to the Unemployment Insurance Services Division.

Dan Anderson
Administrative Law Judge

Decision Dated and Mailed

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