IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

JOHNNIE L STEVENSON

Claimant

APPEAL 20A-UI-00245-CL-T

ADMINISTRATIVE LAW JUDGE DECISION

JH ASSOCIATE MANAGEMENT LLC

Employer

OC: 06/02/19

Claimant: Appellant (2)

Iowa Code § 96.5(2)a – Discharge for Misconduct

STATEMENT OF THE CASE:

On January 7, 2020, the claimant filed an appeal from the January 3, 2020, (reference 02) unemployment insurance decision that denied benefits based on a separation from employment. The parties were properly notified about the hearing. A telephone hearing was held on January 29, 2020. Claimant participated. Employer participated through general manager Phylis Burt and director of sales Jodi Welder.

ISSUE:

Was the claimant discharged for disqualifying job-related misconduct?

FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant began working for employer on June 7, 2019. Claimant last worked as a full-time maintenance technician. Claimant was separated from employment on December 11, 2019, when he was terminated.

Employer is a hotel.

On December 11, 2019, employer had a meeting with all hotel staff and corporate staff present. The meeting was held to update employees about the transition in general management. Claimant walked into the meeting late and was not apologetic. During the meeting, operations director Sara Kvamme discussed dress code requirements. Claimant raised his hand and began to tell the group about a new business he was starting that offered embroidery services. Claimant wanted employer to use his services. The housekeeping supervisor interrupted claimant and told him that the matter he was discussing was personal business and was not appropriate for the meeting. In a loud voice, claimant told the supervisor to "mind her business." Claimant disrupted the meeting for about five to seven minutes until Kvamme asked task force manager Marlena Karwowski to take claimant outside of the meeting.

Karwowski did so and terminated claimant's employment.

Claimant had never been previously disciplined regarding similar conduct.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes the claimant was discharged for no disqualifying reason.

Iowa Code § 96.5(2)a provides:

An individual shall be disqualified for benefits, regardless of the source of the individual's wage credits:

- 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.

Iowa Admin. Code r. 871-24.32(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 job-related misconduct. Cosper v. Iowa Dep't of Job Serv., 321 N.W.2d 6 (Iowa 1982). The question is not whether the employer made the correct decision in ending claimant's employment, but whether the claimant is entitled to unemployment insurance benefits. Infante v. Iowa Dep't of Job Serv., 364 N.W.2d 262 (Iowa Ct. App. 1984). Misconduct justifying termination of an employee and misconduct warranting denial of unemployment insurance benefits are two different things. Pierce v. Iowa Dep't of Job Serv., 425 N.W.2d 679 (Iowa Ct. App. 1988).

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). When based on carelessness, the carelessness must actually indicate a "wrongful intent" to be disqualifying in nature. *Id.* Negligence is not misconduct unless recurrent in nature; a single act is not disqualifying unless indicative of a deliberate disregard of the employer's interests. *Henry v. lowa Dep't of Job*

Serv., 391 N.W.2d 731 (Iowa Ct. App. 1986). Poor work performance is not misconduct in the absence of evidence of intent. *Miller v. Emp't Appeal Bd.*, 423 N.W.2d 211 (Iowa Ct. App. 1988).

In this case, claimant disrupted a staff meeting by arriving late and continuously talking about his own business opportunities. Claimant was also disrespectful to the housekeeping manager when he told her to mind her own business in a loud voice. There is no indication claimant was physically aggressive or used any profanity. While claimant's conduct certainly violated social norms, employer did not establish claimant acted with deliberate disregard of employer's interests. Claimant had never been previously disciplined for similar conduct. The conduct for which claimant was discharged was an isolated incident of poor judgment.

Inasmuch as employer had not previously warned claimant about the issue leading to the separation, it has not met the burden of proof to establish that claimant acted deliberately or with recurrent negligence in violation of company policy, procedure, or prior warning. An employee is entitled to fair warning that the employer will no longer tolerate certain performance and conduct. Without fair warning, an employee has no reasonable way of knowing that there are changes that need be made in order to preserve the employment. If an employer expects an employee to conform to certain expectations or face discharge, appropriate (preferably written), detailed, and reasonable notice should be given. Training or general notice to staff about a policy is not considered a disciplinary warning.

Employer did not establish claimant was terminated for misconduct.

DECISION:

The January 3, 2020, (reference 02) unemployment insurance decision is reversed. Claimant was separated for no disqualifying reason. Claimant is eligible to receive unemployment insurance benefits, provided claimant meets all other eligibility requirements.

Christine A. Louis

Administrative Law Judge
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January 31, 2020

Decision Dated and Mailed

cal/scn