# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

**KAYA M FLASKERUD** 

Claimant

**APPEAL 21A-UI-08011-DZ-T** 

ADMINISTRATIVE LAW JUDGE DECISION

WALMART INC.

Employer

OC: 01/31/21

Claimant: Respondent (2)

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

Iowa Code § 96.5(1) - Voluntary Quit

Iowa Code § 96.3(7) – Recovery of Benefit Overpayment

Iowa Admin. Code r. 871-24.10 - Employer Participation in Fact-Finding Interview

PL 116-136, Sec. 2104 – Federal Pandemic Unemployment Compensation

#### STATEMENT OF THE CASE:

Walmart Inc., the employer/appellant, filed an appeal from the March 12, 2021, (reference 01) unemployment insurance decision that allowed benefits. The parties were properly notified of the hearing. A telephone hearing was held on June 1, 2021. The employer participated through Jodi Hayek-Kappes, people lead. Ms. Flaskerud did not register for the hearing and did not participate. Official notice was taken of the administrative record. Employer's Exhibit 1 was admitted into evidence.

#### ISSUE:

Was Ms. Flaskerud discharged for disqualifying job-related misconduct or did she voluntarily quit without good cause attributable to the employer?

Was Ms. Flaskerud overpaid benefits?

If so, should she repay the benefits?

## FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Ms. Flaskerud began working for the employer on April 22, 2008. She worked as a full-time cashier. Ms. Flaskerud took medical leave from June 26, 2020 through September 13, 2020. Her expected return date was September 14, 2020. Ms. Flaskerud did not return to work in September 14.

The employer's policy provides that if an employee does not return to work after leave and the employee does not request additional leave, the employee may be deemed to have voluntarily quit.

The employer sent Ms. Flaskerud several letters, including one dated November 20, 2020, informing her that her leave was over and giving her three days to either return to work or

request more leave. Ms. Flaskerud did not respond to the letters. From October 3 through December 5, Ms. Flaskerud called in sick every Friday through Tuesday. Ms. Flaskerud never returned to work.

Ms. Flaskerud received \$4,092.00 in REGULAR unemployment insurance (UI) benefits and \$3,600.00 in Federal Pandemic Unemployment Compensation (FPUC) benefits between January 31, 2021 and April 24, 2021.

The employer had the opportunity to and participated in the fact-finding interview.

#### **REASONING AND CONCLUSIONS OF LAW:**

For the reasons that follow, the administrative law judge concludes Ms. Flaskerud's separation from the employment was 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.

Iowa Admin. Code r. 871-24.25(4) 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:

(4) The claimant was absent for three days without giving notice to employer in violation of company rule.

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). The claimant has the burden of proving that the voluntary leaving was for good cause attributable to the employer. Iowa Code § 96.6(2). "Good cause" for leaving employment must be that which is reasonable to the average person, not the overly sensitive individual or the claimant in particular. *Uniweld Products v. Indus. Relations Comm'n*, 277 So.2d 827 (Fla. Dist. Ct. App. 1973).

In this case, the employer gave Ms. Flaskerud several notices in writing that she should contact them regarding her work status. The letters advised Ms. Flaskerud that if she failed to contact the employer within three days, the employment relationship would end. Ms. Flaskerud continued to call in and then she stopped contacting the employer as of December 5. An employer is entitled to expect its employees to report to work as scheduled or to be notified when and why the employee is unable to report to work. Since Ms. Flaskerud did not follow up

with the employer regarding her ability to return to work, her failure to continue reporting to work or to otherwise maintain contact with the employer was an abandonment of the job. Benefits are denied.

The administrative law judge further concludes Ms. Flaskerud has been overpaid REGULAR UI benefits in the amount of \$4,092.00, she has been overpaid FPUC benefits in the amount of \$3,600.00 and these benefits should be repaid.

Iowa Code §96.3(7) provides, in pertinent part:

- 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) (a) 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.
- (b) 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.

Iowa Admin. Code r. 871-24.10 provides:

Employer and employer representative participation in fact-finding interviews.

(1) "Participate," as the term is used for employers in the context of the initial determination to award benefits pursuant to Iowa Code section 96.6, subsection 2, means submitting detailed factual information of the quantity and quality that if unrebutted would be sufficient to result in a decision favorable to the employer. The most effective means to participate is to provide live testimony at the interview from a witness with firsthand knowledge of the events leading to the separation. If no live testimony is provided, the employer must provide the name and telephone number of an employee with firsthand information who may be contacted, if necessary, for rebuttal. A party may also participate by providing detailed written statements or documents that provide detailed factual information of the events leading to separation. At a minimum, the information provided by the employer or the employer's representative must identify the dates and particular circumstances of the incident or incidents, including, in the case of discharge, the act or omissions of the claimant or, in the event of a voluntary separation, the stated reason for the quit. The specific rule or policy must be

submitted if the claimant was discharged for violating such rule or policy. In the case of discharge for attendance violations, the information must include the circumstances of all incidents the employer or the employer's representative contends meet the definition of unexcused absences as set forth in 871—subrule 24.32(7). On the other hand, written or oral statements or general conclusions without supporting detailed factual information and information submitted after the fact-finding decision has been issued are not considered participation within the meaning of the statute.

- (2) "A continuous pattern of nonparticipation in the initial determination to award benefits," pursuant to lowa Code section 96.6, subsection 2, as the term is used for an entity representing employers, means on 25 or more occasions in a calendar quarter beginning with the first calendar quarter of 2009, the entity files appeals after failing to participate. Appeals filed but withdrawn before the day of the contested case hearing will not be considered in determining if a continuous pattern of nonparticipation exists. The division administrator shall notify the employer's representative in writing after each such appeal.
- (3) If the division administrator finds that an entity representing employers as defined in Iowa Code section 96.6, subsection 2, has engaged in a continuous pattern of nonparticipation, the division administrator shall suspend said representative for a period of up to six months on the first occasion, up to one year on the second occasion and up to ten years on the third or subsequent occasion. Suspension by the division administrator constitutes final agency action and may be appealed pursuant to Iowa Code section 17A.19.
- (4) "Fraud or willful misrepresentation by the individual," as the term is used for claimants in the context of the initial determination to award benefits pursuant to Iowa Code section 96.6, subsection 2, means providing knowingly false statements or knowingly false denials of material facts for the purpose of obtaining unemployment insurance benefits. Statements or denials may be either oral or written by the claimant. Inadvertent misstatements or mistakes made in good faith are not considered fraud or willful misrepresentation.

This rule is intended to implement Iowa Code section 96.3(7)"b" as amended by 2008 Iowa Acts, Senate File 2160.

PL116-136, Sec. 2104 provides, in pertinent part:

- (b) Provisions of Agreement
- (1) Federal pandemic unemployment compensation.--Any agreement under this section shall provide that the State agency of the State will make payments of regular compensation to individuals in amounts and to the extent that they would be determined if the State law of the State were applied, with respect to any week for which the individual is (disregarding this section) otherwise entitled under the State law to receive regular compensation, as if such State law had been modified in a manner such that the amount of regular compensation (including dependents' allowances) payable for any week shall be equal to
- (A) the amount determined under the State law (before the application of this paragraph), plus

- (B) an additional amount of \$600 (in this section referred to as "Federal Pandemic Unemployment Compensation").
- (f) Fraud and Overpayments
- (2) Repayment.--In the case of individuals who have received amounts of Federal Pandemic Unemployment Compensation to which they were not entitled, the State shall require such individuals to repay the amounts of such Federal Pandemic Unemployment Compensation to the State agency...

Ms. Flaskerud has been overpaid REGULAR UI benefits in the amount of \$4,092.00 as she was not qualified and/or was ineligible to receive REGULAR UI benefits.

Because Ms. Flaskerud is disqualified from receiving regular UI benefits, she is also disqualified from receiving FPUC benefits. While Iowa law does not require a claimant to repay regular UI benefits when the employer does not participate in the fact-finding interview, the CARES Act makes no such exception for the repayment of FPUC benefits. Therefore, the determination of whether Ms. Flaskerud must repay FPUC does not hinge on the employer's participation in the fact-finding interview. The administrative law judge concludes that Ms. Flaskerud has been overpaid FPUC benefits in the gross amount of \$3,600.00.

Even though Ms. Flaskerud is not eligible for regular unemployment insurance benefits under state law, she may be eligible for federally funded unemployment insurance benefits under the Coronavirus Aid, Relief, and Economic Security Act ("Cares Act"), Public Law 116-136. Section 2102 of the CARES Act creates a new temporary federal program called Pandemic Unemployment Assistance (PUA) that in general provides up to 39 weeks of unemployment benefits. An individual receiving PUA benefits may also receive up to the \$600 weekly benefit amount (WBA) under the Federal Pandemic Unemployment Compensation (FPUC) program if he or she is eligible for such compensation for the week claimed.

#### **DECISION:**

The March 12, 2021, (reference 01) unemployment insurance decision is reversed. Ms. Flaskerud voluntarily left her 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. Ms. Flaskerud has been overpaid REGULAR UI benefits in the amount of \$4,092.00 and overpaid FPUC benefits in the amount of \$3,600.00, which must be repaid.

Daniel Zeno

Administrative Law Judge
Unemployment Insurance Appeals Bureau
Iowa Workforce Development
1000 East Grand Avenue
Des Moines, Iowa 50319-0209
Fax 515-478-3528

\_\_\_\_June 14, 2021\_\_ Decision Dated and Mailed

dz/mh

#### NOTE TO CLAIMANT RE: FEDERAL BENEFITS:

- This decision determines you are not eligible for regular unemployment insurance benefits under state law. If you disagree with this decision you may file an appeal to the Employment Appeal Board by following the instructions on the first page of this decision.
- If you do not qualify for regular unemployment insurance benefits under state law and you
  were or you are currently unemployed for reasons related to COVID-19, you <u>may</u> qualify for
  Pandemic Unemployment Assistance (PUA) benefits. You must apply for PUA benefits
  to determine your eligibility under the program. For more information on how to apply
  for PUA, go to <a href="https://www.iowaworkforcedevelopment.gov/pua-information">https://www.iowaworkforcedevelopment.gov/pua-information</a>.
- If you do not apply for and are not approved for PUA, you may be required to repay the benefits you've received so far.
- Governor Reynolds announced that Iowa will end its participation in federal pandemicrelated unemployment benefit programs, including the PUA program, effective June 12, 2021. However, you can still apply for PUA benefits at the link above.

### NOTE TO CLAIMANT RE: WAIVER OF FPUC OVERPAYMENT:

- This decision determines you have been overpaid FPUC benefits. If you disagree with this
  decision, you may file an appeal to the Employment Appeal Board by following the
  instructions on the first page of this decision.
- You may also request a waiver of this overpayment either 1) online, OR 2) in writing by mail.
- The <u>online request form</u> is available on the lowa Workforce Development website at: <a href="https://www.iowaworkforcedevelopment.gov/federal-unemployment-insurance-overpayment-recovery">https://www.iowaworkforcedevelopment.gov/federal-unemployment-insurance-overpayment-recovery</a>
- The <u>written request</u> must include the following information:
  - 1. Claimant name & address.
  - 2. Decision number/date of decision.
  - 3. Dollar amount of overpayment requested for waiver.
  - 4. Relevant facts that you feel would justify a waiver.
- The request should be sent to:

Iowa Workforce Development Overpayment waiver request 1000 East Grand Avenue Des Moines, IA 50319  If this decision becomes final and you are not eligible for a waiver, you will have to repay the benefits you received.