## IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

NICOLE L WOLF Claimant

# APPEAL 19R-UI-05069-LJ-T

ADMINISTRATIVE LAW JUDGE DECISION

CASEY'S MARKETING COMPANY Employer

> OC: 04/07/19 Claimant: Respondent (2)

Iowa Code § 96.5(2)a – Discharge for Misconduct Iowa Code § 96.3(7) – Recovery of Benefit Overpayment Iowa Admin. Code r. 871-24.10 – Employer/Representative Participation Fact-finding Interview

# STATEMENT OF THE CASE:

On May 9, 2019, the claimant filed an appeal from the April 29, 2019, (reference 01) unemployment insurance decision that denied benefits based upon a determination that claimant was discharged from employment and the employer did not establish the discharge was for willful or deliberate misconduct. The parties were properly notified of the hearing. A telephonic hearing was held on July 18, 2019. The claimant, Nicole L. Wolf, participated. The employer, Casey's Marketing Company, participated through Jamie Mills, Area Supervisor. Employer's Exhibits 1 through 5 were received and admitted into the record without objection.

#### **ISSUES:**

Was the claimant discharged for disqualifying job-related misconduct?

Has the claimant been overpaid unemployment insurance benefits, and if so, can the repayment of those benefits to the agency be waived?

Can charges to the employer's account be waived?

#### FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant began working for employer on August 23, 2017. Claimant last worked as a full-time assistant manager. Claimant was separated from employment on April 9, 2019, when she was discharged.

On April 5, 2019, Mills received a report from several employees that individuals, including claimant, had come to work under the influence of drugs. Coming to work under the influence of drugs or alcohol is strictly prohibited by the employer's Drug and Alcohol Policy. (Exhibits 3-4). Claimant acknowledged receiving this policy as recently as May 28, 2019. (Exhibit 5). This policy is in place for the safety of customers and employees. Claimant was working on April 5, so Mills went in to speak with her about the allegations. During their conversation claimant

admitted to previously having used marijuana before coming in to work, but denied ever using it at work. Claimant agreed to put her admission in writing. (Exhibit 2). Claimant was subsequently discharged from employment based on this admission.

The administrative record reflects that claimant has received no unemployment benefits since filing a claim with an effective date of April 7, 2019. The administrative record also establishes that the employer did participate in the fact-finding interview or make a first-hand witness available for rebuttal. Brandi McCarty, Unemployment Insurance Consultant, participated on behalf of the employer.

# **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.

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). 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).

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 admitted to using marijuana prior to work in violation of the employer's Drug and Alcohol Policy. In this case, the claimant deliberately disregarded the employer's interest by coming to work under the influence of marijuana and knowingly violated a company policy. The administrative law judge does not find that claimant's not "intentionally" using before work excused the fact that she used marijuana and then reported to work on the same day. The claimant engaged in disqualifying misconduct even without previous warning. Benefits are denied.

As claimant has not received any benefits, the issues of overpayment and participation are moot.

### **DECISION:**

The April 29, 2019 (reference 01) unemployment insurance decision is reversed. Claimant was discharged from employment due to job-related misconduct. 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. As claimant has not received any unemployment insurance benefits, the issues of overpayment, repayment, and chargeability are moot.

Elizabeth A. Johnson Administrative Law Judge

Decision Dated and Mailed

lj/scn