IOWA DEPARTMENT OF INSPECTIONS AND APPEALS ADMINISTRATIVE HEARINGS DIVISION, UI APPEALS BUREAU

SHARON STEPHENY Claimant

APPEAL 23A-UI-01033-AW-T

ADMINISTRATIVE LAW JUDGE DECISION

RESTAURANT GROWTH SERVICES LLC Employer

OC: 03/29/20

Claimant: Appellant (2R)

Iowa Code § 96.1A(37) – Definitions – Total, partial unemployment

STATEMENT OF THE CASE:

Claimant filed an appeal from the March 23, 2021 (reference 02) unemployment insurance decision that denied benefits effective April 26, 2020 finding claimant was still employed for the same hours and wages. Iowa Department of Inspections and Appeals properly notified the parties of the hearing. A telephone hearing was held on February 17, 2023. Claimant participated personally. Employer did not participate. The administrative law judge admitted Claimant's Exhibit A into evidence and took official notice of the administrative record.

ISSUES:

Whether claimant filed a timely appeal.

Whether claimant is totally, partially or temporarily unemployed.

Whether claimant is able to and available for work.

Whether claimant is still employed at the same hours and wages.

Whether employer's account is subject to charge.

FINDINGS OF FACT:

Having reviewed the evidence in the record, the administrative law judge finds:

lowa Workforce Development (IWD) issued an unemployment decision on March 23, 2021 (reference 02) denying claimant benefits effective April 26, 2020. IWD mailed the decision to claimant at the correct address of record on March 23, 2021. Claimant was residing at the address of record and did not receive the decision in the mail. The decision states that it becomes final unless an appeal is postmarked or received by IWD Appeals Section by April 2, 2021. Claimant learned of the decision when she contacted IWD with questions about filing a claim this coming summer. Claimant appealed the decision at her local lowaWorks office on February 1, 2023. IWD received the appeal on February 1, 2023. Claimant would have appealed the decision immediately upon receipt.

Claimant began working as a Server for Restaurant Growth Services (d/b/a "Village Inn") in early 2019. Claimant's primary employment is as a part-time Paraprofessional with the Bettendorf Community School District. Claimant works part-time at Village Inn during the school year and full-time during the summer break. In March 2020, Village Inn closed temporarily

pursuant to a government mandate due to Covid-19. When Village Inn reopened, it provided carry-out service but the dining room remained closed. Then, Village Inn opened its dining room with a lower capacity to accommodate social distancing. Claimant's hours and income from Village Inn were reduced because of these Covid-19 measures. According to the administrative record, claimant earned wages from Village Inn of \$2,135.00 in the third quarter of 2019 and \$593.00 in the third quarter of 2020.

Claimant filed an initial claim for unemployment benefits effective March 29, 2020 and ongoing weekly claims from March 29, 2020 through August 22, 2020. Claimant's weekly benefit amount was \$319.00. Claimant reported her net earnings from Village Inn on her weekly claims.

Claimant earned wages from Bettendorf Community School District through the 2019/2020 school year, which ended on or about June 4, 2020. Claimant typically worked 25.75 hours per week at a rate of \$16.00 per hour; however, claimant's hours were reduced after March 2020 due to Covid-19.

IWD has not yet determined the issues of whether claimant was totally, partially or temporarily unemployed with Bettendorf Community School District and whether claimant properly reported her wages earned from both employers.

REASONING AND CONCLUSIONS OF LAW:

For the reasons that follow, the administrative law judge concludes:

lowa Code § 96.6(2) provides, in pertinent part: "[u]nless the claimant or other interested party, after notification or within ten calendar days after notification was mailed to the claimant's last known address, files an appeal from the decision, the decision is final and benefits shall be paid or denied in accordance with the decision."

Iowa Admin. Code r. 871-24.35(1)(c) provides:

- 1. Except as otherwise provided by statute or by division rule, any payment, appeal, application, request, notice, objection, petition, report or other information or document submitted to the division shall be considered received by and filed with the division:
- (c) If transmitted by any means other than [United States Postal Service or the State Identification Data Exchange System (SIDES)], on the date it is received by the division.

Iowa Admin. Code r. 871-24.35(2) provides:

2. The submission of any payment, appeal, application, request, notice, objection, petition, report or other information or document not within the specified statutory or regulatory period shall be considered timely if it is established to the satisfaction of the division that the delay in submission was due to division error or misinformation or to delay or other action of the United States postal service.

The Iowa Supreme Court has declared that there is a mandatory duty to file appeals from representatives' decisions within the time allotted by statute, and that the administrative law judge has no authority to change the decision of a representative if a timely appeal is not filed. *Franklin v. IDJS*, 277 N.W.2d 877, 881 (Iowa 1979). Compliance with appeal notice provisions is jurisdictional unless the facts of a case show that the notice was invalid. *Beardslee v. IDJS*,

276 N.W.2d 373, 377 (lowa 1979); see also *In re Appeal of Elliott* 319 N.W.2d 244, 247 (lowa 1982). The question in this case thus becomes whether the appellant was deprived of a reasonable opportunity to assert an appeal in a timely fashion. *Hendren v. IESC*, 217 N.W.2d 255 (lowa 1974); *Smith v. IESC*, 212 N.W.2d 471, 472 (lowa 1973).

Claimant did not receive the decision. Therefore, the appeal notice provisions were invalid. Claimant did not have a reasonable opportunity to file a timely appeal. Claimant filed her appeal promptly upon learning of the decision. Claimant's appeal is considered timely.

The next issues to be determined are whether claimant was totally, partially or temporarily unemployed, whether claimant is able to and available for work, whether claimant is still employed at the same hours and wages and whether employer's account is subject to charge. For the reasons that follow, the administrative law judge concludes:

Iowa Code section 96.1A(37) provides:

"Total and partial unemployment".

- a. An individual shall be deemed "totally unemployed" in any week with respect to which no wages are payable to the individual and during which the individual performs no services.
- b. An individual shall be deemed partially unemployed in any week in which either of the following apply:
- (1) While employed at the individual's then regular job, the individual works less than the regular full-time week and in which the individual earns less than the individual's weekly benefit amount plus fifteen dollars.
- (2) The individual, having been separated from the individual's regular job, earns at odd jobs less than the individual's weekly benefit amount plus fifteen dollars.
- c. An individual shall be deemed temporarily unemployed if for a period, verified by the department, not to exceed four consecutive weeks, the individual is unemployed due to a plant shutdown, vacation, inventory, lack of work or emergency from the individual's regular job or trade in which the individual worked full-time and will again work full-time, if the individual's employment, although temporarily suspended, has not been terminated.

Iowa Code section 96.4(3) provides:

An unemployed individual shall be eligible to receive benefits with respect to any week only if the department finds that:

3. The individual is able to work, is available for work, and is earnestly and actively seeking work. This subsection is waived if the individual is deemed partially unemployed, while employed at the individual's regular job, as defined in section 96.1A, subsection 37, paragraph "b", subparagraph (1), or temporarily unemployed as defined in section 96.1A, subsection 37, paragraph "c". The work search requirements of this subsection and the disqualification requirement for failure to apply for, or to accept suitable work of section 96.5, subsection 3 are waived if the individual is not disqualified for benefits under section 96.5, subsection 1, paragraph "h".

Iowa Admin. Code r. 871-23.43(4)a provides in part:

- (4) Supplemental employment.
- a. An individual, who has been separated with cause attributable to the regular employer and who remains in the employ of the individual's part-time, base period employer, continues to be eligible for benefits as long as the individual is receiving the same employment from the part-time employer that the individual received during the base period. The part-time employer's account, including the reimbursable employer's account, may be relieved of benefit charges....

Iowa Admin. R. 871-24.23(26) provides:

Availability disqualifications. The following are reasons for a claimant being disqualified for being unavailable for work.

(26) Where a claimant is still employed in a part-time job at the same hours and wages as contemplated in the original contract for hire and is not working on a reduced workweek basis difference from the contract for hire, such claimant cannot be considered partially unemployed.

Iowa Code section 96.7(2)a(2) provides:

- 2. Contribution rates based on benefit experience.
- a. (2) The amount of regular benefits plus fifty percent of the amount of extended benefits paid to an eligible individual shall be charged against the account of the employers in the base period in the inverse chronological order in which the employment of the individual occurred.
- (a) However, if the individual to whom the benefits are paid is in the employ of a base period employer at the time the individual is receiving the benefits, and the individual is receiving the same employment from the employer that the individual received during the individual's base period, benefits paid to the individual shall not be charged against the account of the employer. This provision applies to both contributory and reimbursable employers, notwithstanding subparagraph (3) and section 96.8, subsection 5.
- (b) An employer's account shall not be charged with benefits paid to an individual who left the work of the employer voluntarily without good cause attributable to the employer or to an individual who was discharged for misconduct in connection with the individual's employment, or to an individual who failed without good cause, either to apply for available, suitable work or to accept suitable work with that employer, but shall be charged to the unemployment compensation fund. This paragraph applies to both contributory and reimbursable employers, notwithstanding section 96.8, subsection 5.
- (c) The amount of benefits paid to an individual, which is solely due to wage credits considered to be in an individual's base period due to the exclusion and substitution of calendar quarters from the individual's base period under section 96.23, shall be charged against the account of the employer responsible for paying the workers' compensation benefits for temporary total disability or during a healing period under

section 85.33, section 85.34, subsection 1, or section 85A.17, or responsible for paying indemnity insurance benefits.

From March 29, 2020 until August 22, 2020, claimant worked less than her regular hours with Village Inn. Because claimant's level of employment is not consistent with the base period wage history with this employer, claimant may be considered partially unemployed. Benefits are allowed provided claimant is otherwise eligible and subject to claimant reporting wages earned.

Employer's account (# 534880-000) shall not be charged in accordance with IWD's announcement that it would not charge employers for benefits paid due to Covid-19.

This matter should be remanded to IWD Benefits Bureau for a determination of whether claimant was totally, partially or temporarily unemployed with Bettendorf Community School District (# 103400-000), whether claimant correctly reported wages earned with Village Inn and Bettendorf Community School District and whether claimant was eligible for or overpaid benefits based upon her wages earned.

DECISION:

Claimant's appeal is timely. The March 23, 2021 (reference 02) unemployment insurance decision is REVERSED. Claimant was partially unemployed. Benefits are allowed subject to claimant reporting gross wages earned and provided claimant is otherwise eligible. The account of the employer, Restaurant Growth Services (# 534880-000), shall not be charged.

REMAND:

This matter is remanded to IWD's Benefits Bureau for review and determination of whether claimant was totally, partially or temporarily unemployed with Bettendorf Community School District (# 103400-000), whether claimant correctly reported wages earned from Bettendorf Community School District and Village Inn; and whether claimant was eligible for or overpaid benefits based upon her wages earned.

Adrienne C. Williamson Administrative Law Judge

February 24, 2023

Decision Dated and Mailed

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APPEAL RIGHTS. If you disagree with the decision, you or any interested party may:

1. Appeal to the Employment Appeal Board within fifteen (15) days of the date under the judge's signature by submitting a written appeal via mail, fax, or online to:

Employment Appeal Board 4th Floor – Lucas Building Des Moines, Iowa 50319 Fax: (515)281-7191 Online: eab.iowa.gov

The appeal period will be extended to the next business day if the last day to appeal falls on a weekend or a legal holiday.

AN APPEAL TO THE BOARD SHALL STATE CLEARLY:

- 1) The name, address, and social security number of the claimant.
- 2) A reference to the decision from which the appeal is taken.
- 3) That an appeal from such decision is being made and such appeal is signed.
- 4) The grounds upon which such appeal is based.

An Employment Appeal Board decision is final agency action. If a party disagrees with the Employment Appeal Board decision, they may then file a petition for judicial review in district court.

2. If no one files an appeal of the judge's decision with the Employment Appeal Board within fifteen (15) days, the decision becomes final agency action, and you have the option to file a petition for judicial review in District Court within thirty (30) days after the decision becomes final. Additional information on how to file a petition can be found at lowa Code §17A.19, which is online at https://www.legis.iowa.gov/docs/code/17A.19.pdf or by contacting the District Court Clerk of Court https://www.iowacourts.gov/iowa-courts/court-directory/.

Note to Parties: YOU MAY REPRESENT yourself in the appeal or obtain a lawyer or other interested party to do so provided there is no expense to Workforce Development. If you wish to be represented by a lawyer, you may obtain the services of either a private attorney or one whose services are paid for with public funds.

Note to Claimant: It is important that you file your weekly claim as directed, while this appeal is pending, to protect your continuing right to benefits.

SERVICE INFORMATION:

A true and correct copy of this decision was mailed to each of the parties listed.

DERECHOS DE APELACIÓN. Si no está de acuerdo con la decisión, usted o cualquier parte interesada puede:

1. Apelar a la Junta de Apelaciones de Empleo dentro de los quince (15) días de la fecha bajo la firma del juez presentando una apelación por escrito por correo, fax o en línea a:

Employment Appeal Board 4th Floor – Lucas Building Des Moines, Iowa 50319 Fax: (515)281-7191 En línea: eab.iowa.gov

El período de apelación se extenderá hasta el siguiente día hábil si el último día para apelar cae en fin de semana o día feriado legal.

UNA APELACIÓN A LA JUNTA DEBE ESTABLECER CLARAMENTE:

- 1) El nombre, dirección y número de seguro social del reclamante.
- 2) Una referencia a la decisión de la que se toma la apelación.
- 3) Que se interponga recurso de apelación contra tal decisión y se firme dicho recurso.
- 4) Los fundamentos en que se funda dicho recurso.

Una decisión de la Junta de Apelaciones de Empleo es una acción final de la agencia. Si una de las partes no está de acuerdo con la decisión de la Junta de Apelación de Empleo, puede presentar una petición de revisión judicial en el tribunal de distrito.

2. Si nadie presenta una apelación de la decisión del juez ante la Junta de Apelaciones Laborales dentro de los quince (15) días, la decisión se convierte en acción final de la agencia y usted tiene la opción de presentar una petición de revisión judicial en el Tribunal de Distrito dentro de los treinta (30) días después de que la decisión adquiera firmeza. Puede encontrar información adicional sobre cómo presentar una petición en el Código de Iowa §17A.19, que se encuentra en línea en https://www.legis.iowa.gov/docs/code/17A.19.pdf o comunicándose con el Tribunal de Distrito Secretario del tribunal https://www.iowacourts.gov/iowa-courts/court-directory/.

Nota para las partes: USTED PUEDE REPRESENTARSE en la apelación u obtener un abogado u otra parte interesada para que lo haga, siempre que no haya gastos para Workforce Development. Si desea ser representado por un abogado, puede obtener los servicios de un abogado privado o uno cuyos servicios se paguen con fondos públicos.

Nota para el reclamante: es importante que presente su reclamo semanal según las instrucciones, mientras esta apelación está pendiente, para proteger su derecho continuo a los beneficios.

SERVICIO DE INFORMACIÓN:

Se envió por correo una copia fiel y correcta de esta decisión a cada una de las partes enumeradas.