Alton HODNETT v. Charles L. DANIELS, Director of Labor, and WILLAMETTE INDUSTRIES

E 80-132

609 S.W. 2d 172

Court of Appeals of Arkansas Opinion delivered December 17, 1980

- EMPLOYMENT SECURITY BOARD'S FINDINGS CONCLUSIVE IF SUP-PORTED BY SUBSTANTIAL EVIDENCE. - In an employment security proceeding, the findings of the Board of Review are conclusive if supported by substantial evidence.
- 2. EMPLOYMENT SECURITY FAILURE TO ACTIVELY SEEK EMPLOYMENT FOLLOWING TERMINATION OF JOB "EMERGENCY" EXCEPTION NOT APPLICABLE. Section 4 (c) of the Employment Security Act [Ark. Stat. Ann. § 81-1105 (c) (Repl. 1976)], which provides that an insured worker shall be eligible for benefits for any week that he is unemployed if the Director finds that he is physically and mentally able to work, is available and willing to accept work, and is doing those things which a reasonably prudent individual would be expected to do to secure work, does not contain an "emergency" exception such as that contained in Section 5 (a) of the Act [Ark. Stat. Ann. § 81-1106 (a)], which permits an employee who voluntarily leaves work because of a personal emergency to collect unemployment benefits.
- 3. EMPLOYMENT SECURITY UNAVAILABILITY FOR WORK FOLLOWING TERMINATION CLAIMANT NOT ENTITLED TO EMPLOYMENT BENEFITS. Since there is substantial evidence to support the finding of the Board of Review that appellant was not available for work following termination of his job, as required by Section 4 (c) of the Employment Security Act [Ark. Stat. Ann. § 81-1105 (c) (Repl. 1977)], because of the death of his daughter in another state, at which time he was required to make several trips to settle her affairs and bring his grandchildren back to Arkansas, the Board's finding that he is not entitled to unemployment benefits must be affirmed.

Appeal from Arkansas Employment Security Board of Review; affirmed.

Kaplan, Brewer & Bilheimer, by: Peter A. Miller, for appellant.

Employment Security Div., by: Herrn Northcutt and Carolyn Parham, for appellees.

JAMES H. PILKINTON, Judge. Appellant, Alton Hodnett, was employed by Willamette Industries until January 31, 1980, at which time he was terminated due to lack of work.

Appellant filed a claim for unemployment benefits on February 5, 1980. The Employment Security Division denied his claim for benefits on February 21, 1980, because he was not seeking other work.

A timely appeal was filed with the Appeals Tribunal on February 25, 1980. A hearing was held on March 6, 1980, in Magnolia, Arkansas. Appellant appeared on his own behalf with one witness. Employer did not appear.

The Appeals Tribunal upheld the Agency's decision on March 12, 1980. The appeals referee found that appellant was not doing those things a reasonably prudent man would be expected to do to secure work within the meaning of Section 4(c) [Ark. Stat. Ann. § 81-1105(c) (Repl. 1976)] of the employment security law.

Appellant through his attorney appealed the decision of the Appeals Tribunal to the Arkansas Board of Review. The Board of Review affirmed and adopted the Appeals Tribunal decision on June 26, 1980.

A notice of appeal was timely filed with this court on July 11, 1980.

Ark. Stat. Ann. § 81-1107(d)(7) states, in part:

In any proceeding under this subsection the findings of the Board of Review as to facts, if supported by evidence Ark.]

in absence of fraud, shall be conclusive and the jurisdiction of said court shall be confined to questions of law.

The Arkansas Supreme Court has stated, "... In a proceeding of this kind the Board's findings of fact are conclusive if supported by evidence; which of course means substantial evidence." *Terry Dairy Products Co., Inc.* v. Cash, 224 Ark. 576, 275 S.W. 2d 12 (1955).

This standard for review was reiterated by the Arkansas Supreme Court in *Harris* v. *Daniels*, 263 Ark. 897, 567 S.W. 2d 954 (1978).

Section 4(c) of the employment security law states that an insured worker shall be eligible for benefits during any week only if:

(c) Such worker is unemployed, physically and mentally able to perform suitable work, and is available for such work. Mere registration and reporting at a local employment office shall not be conclusive evidence of ability to work, availability for work, willingness to accept work unless the individual is doing those things which a reasonably prudent individual would be expected to do to secure work.

The record shows that claimant-appellant's wife was ill, and he was deeply concerned about being layed off from work. Mr. Hodnett's supervisor, Mr. Hardaway, told him not to be concerned about the layoff since he could collect unemployment insurance. The following week the appellant spoke with the plant manager, Mr. Mark Robinson, and informed him that he wanted to continue working at least until he had paid some of the extensive hospital bills incurred as a result of his wife's illness. Mr. Robinson told the appellant not to worry about the hospital bills since he could pay them out of his unemployment compensation and that the company "would not fight the unemployment claim."

Shortly after appellant's dismissal, his daughter, who was living in Texas with her children, was killed and appellant had to go to Texas for several weeks to stabilize the

family situation. He then returned with his grandchildren to Magnolia, Arkansas. During and immediately after the family emergency, appellant was not able to seek employment. Appellant attempts to justify his failure to seek work by arguing that he was unable to seek employment because of a family emergency situation when his daughter was killed in Texas after he had left his job and this prevented him from looking for a job.

Appellant asserts that this personal emergency exception to Section 4(c) is set out in the case of Wade v. Thorn-brough, 231 Ark. 454, 330 S.W. 2d 100 (1959). The Arkansas Supreme Court in the Wade decision found that a woman who quit her job as the result of a personal emergency was not disqualified for unemployment benefits based on Section 5(a) [Ark. Stat. Ann. § 81-1106(a)] of the employment security law. Section 5(a) of the Act does allow unemployment payments upon voluntary quitting if, after reasonable efforts to preserve job rights, a claimant leaves work due to a personal emergency of such nature and conpelling urgency that it would be contrary to good conscience to impose a disqualification. The personal emergency in the Wade case was five children with measles.

The Wade v. Thornbrough decision does not apply to appellant's situation. The Wade decision dealt with Section 5(a) of the law pertaining to the voluntary quitting of a job due to personal emergency. Appellant here was disqualified under Section 4(c) of the law for not actively seeking employment after separation from this previous employment. The Arkansas Legislature clearly expressed its intent to allow certain exceptions to eligiblity disqualification under Section 5(a) of the Statute. No such intent is shown under Section 4(c). Moreover there is no case law setting out an "emergency" exception to the search for work requirement of Section 4(c). This absence of exception to Section 4(c) is perhaps because the 4(c disqualification is strictly a week-to-week disqualification and can be overcome when claimant shows that he is available and is looking for work. This is apparently what happened in subject case since appellant did qualify for unemployment benefits on April 7, 1980.

Appellant also cites numerous cases which purport to hold that rejection by a claimant of prospective employment (or the failure to seek employment) does not necessarily disqualify him from receiving unemployment benefits if such rejection is for good cause. Each case cited dealt with the issue of a claimant rejecting specific employment and whether the rejection was for good cause. In the case at bar appellant did not look for employment during the period in question because of the family emergency. We are not aware of any cases which allow an exception to the availability or search for work requirement on the basis of "good cause" for personal reasons under Section 4(c).

We can agree with appellant's argument that a reasonably prudent person would not be expected to actively seek work under the circumstances this claimant faced from February 5, 1980, until he got his family together and settled. However, the crucial point is that appellant was not available for work during the period in question. He was making trips to Texas, getting his grandchildren settled, and doing other things which were necessary, but personal.

As there is substantial evidence to support the Board of Review finding that appellant was not available for work, within the meaning of Section 4(c), during the period in question, we must affirm.