# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

68-0157 (9-06) - 3091078 - EI

**WANDA SOUTH** 

Claimant

**APPEAL NO: 12A-UI-12707-BT** 

ADMINISTRATIVE LAW JUDGE

**DECISION** 

**WAL-MART STORES INC** 

Employer

OC: 09/30/12

Claimant: Appellant (1)

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

## STATEMENT OF THE CASE:

Wanda South (claimant) appealed an unemployment insurance decision dated October 18, 2012, reference 01, which held that she was not eligible for unemployment insurance benefits because she was discharged from Wal-Mart Stores, Inc. (employer) for work-related misconduct. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on November 26, 2012. The claimant participated in the hearing. The employer did not comply with the hearing notice instructions and did not call in to provide a telephone number at which a representative could be contacted, and therefore, did not participate. Claimant's Exhibit A was admitted into evidence. Based on the evidence, the arguments of the party, and the law, the administrative law judge enters the following findings of fact, reasoning and conclusions of law, and decision.

### ISSUE:

The issue is whether the claimant was discharged for misconduct sufficient to warrant a denial of unemployment benefits.

#### FINDINGS OF FACT:

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds that: The claimant was employed from October 25, 2006 through September 17, 2012 and was most recently working as a full-time customer service manager. She was discharged for theft and is currently being criminally prosecuted for theft. The claimant testified she purchased a 25 inch television for her daughter and sent it to her daughter in Texas. However, the television broke when her daughter was trying to mount it. Since it was within 90 days of when she purchased it, the claimant brought in her receipt and authorized a refund of the purchase price, even though the television was never returned to the store. She testified that she approved transactions like this every day and claims it is the normal practice of Wal-Mart.

The claimant further testified that customers can pick products off the shelf and return those products for a gift card even though they do not have a receipt. The same person can do this three times within one year and she has seen it done more than three times when the person

gives a family member's name instead of their own. The claimant said that Wal-Mart's policy is the customer is always right and she became the customer.

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

The issue is whether the employer discharged the claimant for work-connected misconduct. A claimant is not qualified to receive unemployment insurance benefits if an employer has discharged the claimant for reasons constituting work-connected misconduct. Iowa Code § 96.5-2-a.

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.

The employer has the burden to prove the discharged employee is disqualified for benefits due to work-related misconduct. *Sallis v. Employment Appeal Bd.*, 437 N.W.2d 895, 896 (Iowa 1989). The claimant was discharged on September 17, 2012 when the employer became aware of her theft and she is currently facing criminal charges. She admitted she authorized a cash refund for herself based on her purchase receipt for a television that was never returned. Although the employer did not participate, the claimant presented sufficient evidence on her own to establish misconduct and warrant a denial of benefits.

#### **DECISION:**

The unemployment insurance decision dated October 18, 2012, reference 01, is affirmed. The claimant is not eligible to receive unemployment insurance benefits because she was discharged from work for misconduct. Benefits are withheld until she has worked in and been paid wages for insured work equal to ten times her weekly benefit amount, provided she is otherwise eligible.

Susan D. Ackerman Administrative Law Judge

**Decision Dated and Mailed** 

sda/pjs