# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

**BRAD M MONOHON** 

Claimant

APPEAL NO: 09A-UI-09055-DT

ADMINISTRATIVE LAW JUDGE

**DECISION** 

SECURITAS SECURITY SERVICES USA

Employer

OC: 05/17/09

Claimant: Respondent (2/R)

Section 96.5-2-a – Discharge Section 96.3-7 – Recovery of Overpayment of Benefits

## STATEMENT OF THE CASE:

Securitas Security Services USA, Inc. (employer) appealed a representative's June 16, 2009 decision (reference 01) that concluded Brad M. Monohon (claimant) was qualified to receive unemployment insurance benefits after a separation from employment. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on July 10, 2009. The claimant participated in the hearing. Michelle Funk of TALX Employer Services appeared on the employer's behalf and presented testimony from one witness, Brian Chatham. Based on the evidence, the arguments of the parties, and the law, the administrative law judge enters the following findings of fact, reasoning and conclusions of law, and decision.

#### ISSUE:

Was the claimant discharged for work-connected misconduct?

## **FINDINGS OF FACT:**

The claimant started working for the employer on July 13, 2004. He worked full time as a security guard crew leader at the employer's Eddyville, lowa business client. His last day of work was May 3, 2009. The claimant was off work on vacation for a period of time thereafter, and the employer suspended him on or about May 6, and discharged him on May 25, 2009. The stated reason for the discharge was theft of client property and dishonesty.

The employer's business client had received complaints from employees that their frozen meals stored in a refrigerator/freezer in their break room were being stolen. The business client connected a surveillance camera in the break room. The claimant worked on May 3, and the surveillance camera recorded him removing several frozen dinners from the freezer and leaving with them in a bag. The business client reported this to the employer on May 5.

Mr. Chatham, the employer's area human resources manager, requested the claimant provide a response. On or about May 11 the claimant responded, denying that he had taken any frozen dinners, indicating only that he had kept some personal food in the refrigerator which he then later removed. When Mr. Chatham further discussed the matter with the claimant on May 15,

and again during the hearing in this case, the claimant admitted that he had taken a number of frozen meals from the freezer. The claimant could provide no reasonable explanation as to why he had taken the frozen dinners.

The claimant established a claim for unemployment insurance benefits effective May 17, 2009. The claimant has received unemployment insurance benefits after the separation.

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

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. Before a claimant can be denied unemployment insurance benefits, the employer has the burden to establish the claimant was discharged for work-connected misconduct. Cosper v. IDJS, 321 N.W.2d 6 (Iowa 1982); Iowa Code § 96.5-2-a.

In order to establish misconduct such as to disqualify a former employee from benefits an employer must establish the employee was responsible for a deliberate act or omission which was a material breach of the duties and obligations owed by the employee to the employer. 871 IAC 24.32(1)a; <a href="Huntoon v. lowa Department of Job Service">Huntoon v. lowa Department of Job Service</a>, 391 N.W.2d 731, 735 (Iowa App. 1986). The conduct must show a 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. 871 IAC 24.32(1)a; <a href="Huntoon">Huntoon</a>, supra; <a href="Henry">Henry</a>, supra. In contrast, 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. 871 IAC 24.32(1)a; <a href="Huntoon">Huntoon</a>, supra; <a href="Newman v. lowa Department of Job Service">Newman v. lowa Department of Job Service</a>, 351 N.W.2d 806 (Iowa App. 1984).

The claimant's theft of the employer's business client's employees' frozen dinners, as well as his initial denial during the investigation, shows a willful or wanton disregard of the standard of behavior the employer has the right to expect from an employee, as well as an intentional and substantial disregard of the employer's interests and of the employee's duties and obligations to the employer. White v. Employment Appeal Board, 448 N.W.2d 691 (lowa 1989). The employer discharged the claimant for reasons amounting to work-connected misconduct.

The unemployment insurance law provides that benefits must be recovered from a claimant who receives benefits and is later determined to be ineligible for benefits, even though the claimant acted in good faith and was not otherwise at fault. However, the overpayment will not be recovered when it is based on a reversal on appeal of an initial determination to award benefits on an issue regarding the claimant's employment separation if: (1) the benefits were not received due to any fraud or willful misrepresentation by the claimant and (2) the employer did not participate in the initial proceeding to award benefits. The employer will not be charged for benefits whether or not the overpayment is recovered. Iowa Code § 96.3-7. In this case, the claimant has received benefits but was ineligible for those benefits. The matter of determining the amount of the overpayment and whether the claimant is eligible for a waiver of overpayment under lowa Code § 96.3-7-b is remanded the Claims Section.

#### **DECISION:**

The representative's June 16, 2009 decision (reference 01) is reversed. The employer discharged the claimant for disqualifying reasons. The claimant is disqualified from receiving unemployment insurance benefits as of May 17, 2009. This disqualification continues until the claimant has been paid ten times his weekly benefit amount for insured work, provided he is otherwise eligible. The employer's account will not be charged. The matter is remanded to the Claims Section for investigation and determination of the overpayment issue and whether the claimant is eligible for a waiver of any overpayment.

Lynette A. F. Donner

Lynette A. F. Donner Administrative Law Judge

Decision Dated and Mailed

Id/css