IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

MARIANNE KELLY Claimant

APPEAL NO. 12A-UI-01222-NT

ADMINISTRATIVE LAW JUDGE DECISION

WAL-MART STORES INC Employer

> OC: 12/25/11 Claimant: Appellant (1)

Section 96.5-2-a – Discharge/Misconduct

STATEMENT OF THE CASE:

Claimant filed a timely appeal from a representative's decision dated January 27, 2012, reference 01, which denied unemployment insurance benefits. After due notice, a telephone hearing was held on February 28, 2012. Claimant participated personally. The employer participated by Mr. Greg Salmon, Co-Manager.

ISSUE:

The issue in this matter is whether the claimant was discharged for misconduct sufficient to warrant the denial of unemployment insurance benefits.

FINDINGS OF FACT:

The administrative law judge, having considered the evidence in the record, finds: Marianne Kelly was employed by Wal-Mart Stores Inc. from September 25, 2004 until December 22, 2011 when she was discharged from employment. Ms. Kelly most recently worked as a part-time deli associate. The claimant was paid by the hour.

Ms. Kelly was discharged after an investigation showed that she had misappropriated some company food items for her personal consumption without paying for them. The claimant was aware that doing so was a violation of company policy and could result in her termination from employment. When questioned about the matter Ms. Kelly admitted misappropriating some food items.

It is the claimant's position that other employees also engaged in similar activity.

REASONING AND CONCLUSIONS OF LAW:

The question before the administrative law judge is whether the evidence in the record establishes misconduct sufficient to warrant the denial of unemployment insurance benefits. It does.

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 of proof in this matter. See Iowa Code section 96.6-2. Misconduct must be substantial in order to justify a denial of unemployment insurance benefits. The focus is on deliberate, intentional or culpable acts by the employee. See <u>Gimbel v.</u> <u>Employment Appeal Board</u>, 489 N.W.2d 36, 39 (Iowa Ct. App. 1992).

Inasmuch as the evidence in the record establishes that the claimant knowingly misappropriated food items for her own consumption without paying for them in violation of company policy, the administrative law judge concludes that the employer has sustained it burden of proof in establishing job misconduct sufficient to warrant the denial of unemployment insurance benefits.

DECISION:

The adjudicator's determination dated January 27, 2012, reference 01, is affirmed. The claimant is disqualified. Unemployment insurance benefits are withheld until the claimant has worked in and been paid wages for insured work equal to ten times her weekly benefit amount, and is otherwise eligible.

Terence P. Nice Administrative Law Judge

Decision Dated and Mailed

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