#### IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

MICHAEL C MASON Claimant

## APPEAL NO. 09A-UI-11412-LT

ADMINISTRATIVE LAW JUDGE DECISION

# UNITED PARCEL SERVICE

Employer

Original Claim: 06/21/09 Claimant: Respondent (1)

Iowa Code § 96.5(2)a – Discharge for Misconduct Iowa Code § 96.5(1) – Voluntary Leaving

### STATEMENT OF THE CASE:

The employer filed a timely appeal from the July 31, 2009, reference 02, decision that allowed benefits. After due notice was issued, a telephone conference hearing was held on August 25, 2009. Claimant participated. Employer participated through Rose Nuttig.

### ISSUE:

The issue is whether claimant quit the employment without good cause attributable to the employer or if he was discharged for reasons related to job misconduct sufficient to warrant a denial of unemployment benefits.

### FINDINGS OF FACT:

Having heard the testimony and having reviewed the evidence in the record, the administrative law judge finds: Claimant most recently worked part-time as a package handler and was separated on April 7, 2008. He resigned after Nuttig accused him of stealing amusement park tickets and told him if he did not resign, a police officer waiting in the hallway would arrest him. Claimant confirmed a police officer was standing in the hallway and resigned. About two hours before he clocked out, he found two tickets outside of a package and placed them in the re-wrap location at the time clock table according to procedure. Claimant was not told about or provided with witness statements and was asked "the same questions over and over again for two days." First he was told there were two tickets at issue and then was told there were 71 missing tickets. The tickets were never recovered. Witness statements and notes or recordings of claimant's statements during the interrogation were not provided.

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

For the reasons that follow, the administrative law judge concludes claimant was discharged from employment for no disqualifying reason.

Iowa Code § 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 establishing disqualifying job misconduct. *Cosper v. lowa Department of Job Service*, 321 N.W.2d 6 (Iowa 1982). The issue is not whether the employer made a correct decision in separating claimant, but whether the claimant is entitled to unemployment insurance benefits. *Infante v. IDJS*, 364 N.W.2d 262 (Iowa App. 1984). What constitutes misconduct justifying termination of an employee and what misconduct warrants denial of unemployment insurance benefits are two separate decisions. *Pierce v. IDJS*, 425 N.W.2d 679 (Iowa App. 1988). Misconduct serious enough to warrant discharge is not necessarily serious enough to warrant a denial of job insurance benefits. Such misconduct must be "substantial." *Newman v. Iowa Department of Job Service*, 351 N.W.2d 806 (Iowa App. 1984).

When the record is composed solely of hearsay evidence, that evidence must be examined closely in light of the entire record. *Schmitz v. IDHS*, 461 N.W.2d 603, 607 (Iowa App. 1990). Both the quality and the quantity of the evidence must be evaluated to see whether it rises to the necessary levels of trustworthiness, credibility, and accuracy required by a reasonably prudent person in the conduct of serious affairs. See Iowa Code § 17A.14 (1). In making the evaluation, the fact-finder should conduct a common sense evaluation of (1) the nature of the hearsay; (2) the availability of better evidence; (3) the cost of acquiring better information; (4) the need for precision; and (5) the administrative policy to be fulfilled. *Schmitz*, 461 N.W.2d at 608.

A coerced alleged "confession," especially when accompanied by extortion (the threat to have him arrested if he did not agree to resign), is not a credible statement of events. Furthermore, employer referred to witness statements but specifically failed to provide them to claimant during the investigation, at the separation, or to the administrative law judge at hearing. It also failed to present any evidence of alleged admissions by claimant or any other documentation that might support employer's spurious accusations. Thus, the omission of purported non-hearsay evidence is considered a deliberate attempt to avoid a detailed examination of the suspect basis for employer's allegations. Employer has not met the burden of proof to establish that claimant engaged in theft of the amusement park tickets or that he engaged in any form of misconduct. Benefits are allowed.

### DECISION:

The July 31, 2009, reference 02, decision is affirmed. Claimant was discharged from employment for no disqualifying reason. Benefits are allowed, provided he is otherwise eligible.

Dévon M. Lewis Administrative Law Judge

Decision Dated and Mailed

dml/kjw