# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

**BRETT K MONTELEONE** 

Claimant

**APPEAL NO: 10A-UI-09348-DT** 

ADMINISTRATIVE LAW JUDGE

**DECISION** 

**HY-VEE INC** 

Employer

OC: 05/30/10

Claimant: Respondent (1)

Section 96.5-2-a – Discharge

#### STATEMENT OF THE CASE:

Hy-Vee, Inc. (employer) appealed a representative's June 24, 2010 decision (reference 01) that concluded Brett K. Monteleone (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 August 17, 2010. The claimant participated in the hearing. Tim Speir of Unemployment Insurance Services appeared on the employer's behalf and presented testimony from two witnesses, Joe Milnes and Scott VanGorp. Based on the evidence, the arguments of the parties, a review of the law, and assessing the credibility of the witnesses and reliability of the evidence in conjunction with the applicable burden of proof, 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 November 9, 2008. He worked full time as dairy manager in the employer's Knoxville, Iowa store. His last day of work was May 29, 2010. The employer discharged him on that date. The reason asserted for the discharge was failing to remove outdated products from shelves.

Mr. Milnes took over as store director in February 2010. Prior to that time, there was no record of there being any disciplinary or performance issues on the part of the claimant. On February 27 the employer gave the claimant a verbal warning about ensuring outdated stock was removed from the coolers. On April 15 the employer gave the claimant a written and final warning for the same issue. The claimant disagreed with the warnings but understood his job was in jeopardy.

The employer asserted that on May 27 651 items were pulled the cooler shelves which were all outdated by one day to one week. The employer had an itemized list of the items that were pulled, but not the dates that were on the items. The claimant denied that any of the items were

actually out of date, that he had checked the items that same day, and that the closest any of the items were to being out of date was that some of the items had dates of May 28.

#### **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). The question is not whether the employer was right to terminate the claimant's employment, 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 is misconduct that warrants denial of unemployment insurance benefits are two separate matters. Pierce v. IDJS, 425 N.W.2d 679 (Iowa App. 1988).

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 (lowa 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; Newman v. lowa Department of Job Service, 351 N.W.2d 806 (lowa App. 1984).

The reason cited by the employer for discharging the claimant is the continued failure to remove outdated products. The evidence is conflicting as to whether the items were out of date or not; both parties testified strictly from their personal recollection. The employer was in a better position than the claimant to provide specifics that might have clarified the fact of the matter asserted, but did not do so. The claimant's testimony that he realized his job was in jeopardy and so had taken care to ensure the products were not out of date was credible. Assessing the credibility of the witnesses and reliability of the evidence in conjunction with the applicable burden of proof, as shown in the factual conclusions reached in the above-noted findings of fact, the administrative law judge concludes that the employer has not satisfied its burden to establish by a preponderance of the evidence that the items were in fact out of date, as compared to nearly out of date. The employer has not met its burden to show disqualifying misconduct. Cosper, supra. Based upon the evidence provided, the claimant's actions were not misconduct within the meaning of the statute, and the claimant is not disqualified from benefits.

## **DECISION:**

The representative's June 24, 2010 decision (reference 01) is affirmed. The employer did discharge the claimant but not for disqualifying reasons. The claimant is qualified to receive unemployment insurance benefits, if he is otherwise eligible.

Lynette A. F. Donner Administrative Law Judge

Decision Dated and Mailed

Id/css