IOWA WORKFORCE DEVELOPMENT Unemployment Insurance Appeals Section 1000 East Grand—Des Moines, Iowa 50319 DECISION OF THE ADMINISTRATIVE LAW JUDGE 68-0157 (7-97) – 3091078 - EI

### CATHERINE A AYALA 4506 S 32<sup>ND</sup> ST OMAHA NE 68122

# HARVEYS IOWA MANAGEMENT CO INC HARRAHS COUNCIL BLUFFS CASINO 1 HARVEY'S BLVD COUNCIL BLUFFS IA 51501

W. CURTIS HEWETT ATTORNEY AT LAW PO BOX 496 COUNCIL BLUFFS IA 51502

# Appeal Number:05A-UI-03180-DTOC:02/27/05R:OIClaimant:Appellant (2)

This Decision Shall Become Final, unless within fifteen (15) days from the date below, you or any interested party appeal to the Employment Appeal Board by submitting either a signed letter or a signed written Notice of Appeal, directly to the *Employment Appeal Board*, 4<sup>th</sup> Floor—Lucas Building, Des Moines, Iowa 50319.

The appeal period will be extended to the next business day if the last day to appeal falls on a weekend or a legal holiday.

#### STATE CLEARLY

- 1. The name, address and social security number of the claimant.
- 2. A reference to the decision from which the appeal is taken.
- 3. That an appeal from such decision is being made and such appeal is signed.
- 4. The grounds upon which such appeal is based.

YOU MAY REPRESENT yourself in this appeal or you may obtain a lawyer or other interested party to do so provided there is no expense to Workforce Development. If you wish to be represented by a lawyer, you may obtain the services of either a private attorney or one whose services are paid for with public funds. It is important that you file your claim as directed, while this appeal is pending, to protect your continuing right to benefits.

(Administrative Law Judge)

(Decision Dated & Mailed)

Section 96.5-2-a – Discharge

STATEMENT OF THE CASE:

Catherine A. Ayala (claimant) appealed a representative's March 22, 2005 decision (reference 01) that concluded she was not 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 April 13, 2005. The claimant participated in the hearing and was represented Curtis Hewett, attorney at law. Tonya Achenbach appeared on the employer's behalf and presented testimony from three witnesses, Pam Cornelius, Patricia McCabe-Clarke, and Jeff Hedges. During the hearing, Employer's Exhibit One and Claimant's Exhibit A were entered into evidence. 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 June 5, 1996. Since approximately 1999, she worked full time as a customer promotion program representative in the employer's casino. Her last day of work was February 26, 2005. The employer discharged her on that date. The reason asserted for the discharge was inconsistent and below standard job performance.

The employer has a "spotlight" program by which the performance of the customer service representatives is judged. A person either posing as a customer or a person observing the representative's treatment of an actual customer judges the representative's accomplishment levels on set criteria. A significant portion of the scoring relates the representative's assertive interaction with the customer. A score of 135 is desired, but the employer had indicated it would be relatively satisfied if the claimant reached 100. In 2004, the claimant had 24 "spotlight" evaluations, of which only five met the employer's standards.

On August 13, 2004, the claimant was given a development plan emphasizing the areas in which the claimant needed to improve on her "spotlight" performance areas. She had a final warning on November 18, 2004 due to continued inconsistency in her "spotlight" scores. On January 12, 2005, after four weeks of additional coaching and weekly spotlights ranging from 60 to 130, she was given an additional final written warning and was placed on a development plan due to her continued inconsistent scoring. Her target score was 125.

On January 19, 2005, she got a spotlight score of 105; on January 27, 2005, she got a score of 115. However, on February 24, 2005, she got a score of 40. The claimant explained that she may not have done as well that day as it was busy and she was not feeling well, but she had agreed to work, as it was so busy.

REASONING AND CONCLUSIONS OF LAW:

The issue in this case is whether the employer discharged the claimant for reasons establishing work-connected misconduct as defined by the unemployment insurance law. The issue is not whether the employer was right to terminate the claimant's employment, but whether the claimant is entitled to unemployment insurance benefits. <u>Infante v. IDJS</u>, 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 questions. <u>Pierce v. IDJS</u>, 425 N.W.2d 679 (Iowa App. 1988).

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. <u>Cosper v. IDJS</u>, 321 N.W.2d 6 (Iowa 1982).

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.

This definition has been accepted by the Iowa Supreme Court as accurately reflecting the intent of the legislature. <u>Huntoon v. Iowa Department of Job Service</u>, 275 N.W.2d 445, 448 (Iowa 1979).

The focus of the definition of misconduct is on acts or omissions by a claimant that "rise to the level of being deliberate, intentional or culpable." <u>Henry v. Iowa Department of Job Service</u>, 391 N.W.2d 731, 735 (Iowa App. 1986). The acts must show:

- 1. Willful and wanton disregard of an employer's interest, such as found in:
  - a. Deliberate violation of standards of behavior that the employer has the right to expect of its employees, or
  - b. Deliberate disregard of standards of behavior the employer has the right to expect of its employees; or
- 2. Carelessness or negligence of such degree of recurrence as to:
  - a. Manifest equal culpability, wrongful intent or evil design; or
  - b. Show an intentional and substantial disregard of:
    - 1. The employer's interest, or
    - 2. The employee's duties and obligations to the employer.

<u>Henry</u>, supra. The reason cited by the employer for discharging the claimant is her repeated failure to consistently satisfy the employer's job performance criteria. Misconduct connotes volition. A failure in job performance is not misconduct unless it is intentional. <u>Huntoon</u>, supra. The mere fact that an employee might have various incidents of unsatisfactory job performance does not establish the necessary element of intent. <u>Lee v. Employment Appeal Board</u>, 616 N.W.2d 661 (Iowa 2000). There is no evidence the claimant intentionally failed to perform

to the employer's expectations. Rather, it is apparent that the claimant was not a good fit for the job in general. Under the circumstances of this case, the claimant's failure to consistently met the employer's standards was the result of inefficiency, unsatisfactory conduct, inadvertence, or ordinary negligence, and was a good faith error in judgment or discretion. The employer has not met its burden to show disqualifying misconduct. <u>Cosper</u>, 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 March 22, 2005 decision (reference 01) is reversed. The employer did discharge the claimant but not for disqualifying reasons. The claimant is qualified to receive unemployment insurance benefits, if she is otherwise eligible.

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