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

SCOTT CALDWELL 2300 INDIAN HILLS DR APT 4-143 SIOUX CITY IA 51104-1624

WAL-MART STORES INC C/O FRICK UC EXPRESS PO BOX 283
ST LOUIS MO 63166-0283

Appeal Number: 06A-UI-06292-S2T

OC: 05/21/06 R: 01 Claimant: Respondent (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*, 4th 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

- 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 for Misconduct

STATEMENT OF THE CASE:

Wal-Mart Stores (employer) appealed a representative's June 6, 2006 decision (reference 01) that concluded Scott Caldwell (claimant) was discharged and there was no evidence of willful or deliberate misconduct. After hearing notices were mailed to the parties' last-known addresses of record, a telephone hearing was held on July 11, 2006. The claimant participated personally. The employer participated by Brent Moore, Market Asset Protection Manager; Jerrod Olson, Assistant Manager; Mike Jefferson, Assistant Manager; and Tammy Weinrich, Assistant Manager. Kyla Luckie observed the hearing.

FINDINGS OF FACT:

The administrative law judge, having heard the testimony and considered all of the evidence in the record, finds that: The claimant was hired in June 1994, as a full-time co-manager. The claimant signed for receipt of the company handbook on April 16, 2001. As a member of management, the claimant understood the company's rules and had reprimanded subordinates for inappropriate conduct and language.

On or about May 17, 2006, the employer learned that the claimant had been acting inappropriately and using vulgar language. Employees reported that they were working in a hostile work environment. The claimant called one subordinate a "dumb ass" three or four times per day after the subordinate asked the claimant to stop. He used the word "fucking" frequently when he was frustrated. The claimant made comments to a co-worker of color about eating ribs, robbing banks, stealing cars and being the Captain Corn Row. He sang "Movin' On Up" from the television show "The Jefferson's" when the co-worker entered a meeting. He told subordinates not to speak to his supervisor when she visited unless she specifically asked them a question.

The employer questioned the claimant about the allegations of impropriety. The claimant admitted each allegation but did not think all of his comments were offensive. The employer terminated the claimant on May 19, 2006.

REASONING AND CONCLUSIONS OF LAW:

The issue is whether the claimant was discharged for misconduct. For the following reasons the administrative law judge concludes he was.

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 employer has the burden of proof in establishing disqualifying job misconduct. <u>Cosper v. lowa Department of Job Service</u>, 321 N.W.2d 6 (lowa 1982). "[A]n employer has the right to expect decency and civility from its employees." The court found substantial evidence of offensive words and body language in the record of the case. <u>Henecke v. lowa Department of Job Service</u>, 533 N.W.2d 573 (lowa App. 1995). An employer has a right to expect employees to conduct themselves in a certain manner. The claimant disregarded the employer's right by failing to conduct himself in a decent and civil manner. The claimant should have known better because he was a member of management. He engaged in behavior that was more severe than that for which he reprimanded his subordinates. The claimant's disregard of the employer's interests is misconduct. As such he is not eligible to receive unemployment insurance benefits.

DECISION:

The representative's June 6, 2006 decision (reference 01) is reversed. The claimant is not eligible to receive unemployment insurance benefits because he was discharged from work for misconduct. Benefits are withheld until he has worked in and has been paid wages for insured work equal to ten times his weekly benefit amount, provided he is otherwise eligible.

bas/cs