# IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS BUREAU

RANDAHL MESSENGER

Claimant

**APPEAL 17A-UI-05705-NM-T** 

ADMINISTRATIVE LAW JUDGE DECISION

O'REILLY AUTOMOTIVE INC

Employer

OC: 04/30/17

Claimant: Respondent (1)

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

Iowa Code § 96.3(7) – Recovery of Benefit Overpayment

Iowa Admin. Code r. 871-24.10 - Employer/Representative Participation Fact-finding Interview

### STATEMENT OF THE CASE:

The employer filed an appeal from the May 23, 2017, (reference 01) unemployment insurance decision that allowed benefits. The parties were properly notified of the hearing. A telephone hearing was held on June 15, 2017. The claimant participated and was represented by attorney John Johnson. Also present on behalf of the claimant, but not testifying was Cheryl Messenger. The employer participated through Store Manager Rick Hein. Also present on behalf of the employer, but not testifying was District Manager Mark Cleary Langrehr. Employer's Exhibits 1 through 4 were received into evidence. Claimant's Exhibits A through C were received into evidence.

#### **ISSUES:**

Was the claimant discharged for disqualifying job-related misconduct?

Has the claimant been overpaid any unemployment insurance benefits, and if so, can the repayment of those benefits to the agency be waived?

Can any charges to the employer's account be waived?

## FINDINGS OF FACT:

Having reviewed all of the evidence in the record, the administrative law judge finds: Claimant was employed full time as a delivery specialist from July 1, 2008, until this employment ended on May 2, 2017, when he was discharged.

Over the course of his employment, the employer noted several performance related issues for claimant. Claimant was written up on multiple occasions for failing to take returns when making deliveries and not writing up his daily trip log correctly. On April 14, 2017, claimant delivered parts to the wrong place. This had happened once before and Hein spoke to claimant about it, but no disciplinary action was issued. Following the April 14 incident Hein spoke to the human resource department for advice on how to proceed. They told Hein they would investigate and get back to him. On April 24, 2017, while the investigation was on-going, claimant misplaced

some parts for another customer. Claimant testified he had set the parts and ticket down on a spare tire, which they fell behind. Claimant continued on with his deliveries and forgot he had set them down until later in the day. Based on this incident and the April 14 incident, the decision was made, on May 1, to end claimant's employment.

The claimant filed a new claim for unemployment insurance benefits with an effective date of April 30, 2017. The claimant filed for and received a total of \$1,160.00 in unemployment insurance benefits for the weeks between April 30 and June 3, 2017. Both the employer and the claimant participated in a fact finding interview regarding the separation on May 22, 2017. The fact finder determined claimant qualified for benefits.

# **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 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. *Huntoon v. Iowa Department of Job Service*, 275 N.W.2d 445, 448 (Iowa 1979).

The employer has the burden of proof in establishing disqualifying job misconduct. *Cosper v. Iowa Dep't of Job Serv.*, 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. Iowa Dep't of Job Serv.*, 364 N.W.2d 262 (Iowa Ct. App. 1984). Misconduct must be "substantial" to warrant a denial of job insurance benefits. *Newman v. Iowa Dep't of Job Serv.*, 351 N.W.2d 806 (Iowa Ct. App. 1984). In an at-will employment environment an employer may discharge an employee for any number of reasons or no reason at all if it is not contrary to public policy, but if it fails to meet its burden of proof to establish job related misconduct as the reason for the separation, it incurs potential liability for unemployment insurance benefits related to that separation. A determination as to whether an employee's act is misconduct does not rest solely on the interpretation or application of the employer's policy or rule. A violation is not necessarily disqualifying misconduct even if the employer was fully within its rights to impose discipline up to or including discharge for the incident under its policy.

Claimant was discharged following errors with his deliveries on April 14 and 24, 2017. The conduct for which claimant was discharged were isolated incidents of poor judgment and carelessness. Claimant had prior disciplinary action for issues related to his failure to correctly complete his daily logs and failure to pick up returns while making deliveries. To the extent that the circumstances surrounding each incident were not similar enough to establish a pattern of misbehavior, the employer has only shown that claimant was negligent. "[M]ere negligence is not enough to constitute misconduct." Lee v. Employment Appeal Board, 616 N.W.2d 661, 666 (lowa 2000). A claimant will not be disqualified if the employer shows only "inadvertencies or ordinary negligence in isolated instances." 871 IAC 24.32(1)(a). When looking at an alleged pattern of negligence, previous incidents are considered when deciding whether a "degree of recurrence" indicates culpability. Claimant was careless, but the carelessness does not indicate "such degree of recurrence as to manifest equal culpability, wrongful intent or evil design" such that it could accurately be called misconduct. Iowa Admin. Code r. 871-24.32(1)(a); Greenwell v. Emp't Appeal Bd., No. 15-0154 (Iowa Ct. App. Mar. 23, 2016). Ordinary negligence is all that is proven here. Because the employer has failed to establish disqualifying misconduct, benefits are allowed, provided claimant is otherwise eligible. As benefits are allowed, the issues of overpayment and participation are moot.

#### **DECISION:**

The May 23, 2017, (reference 01) unemployment insurance decision is affirmed. Claimant was discharged from employment for no disqualifying reason. Benefits are allowed, provided he is otherwise eligible. Any benefits claimed and withheld on this basis shall be paid.

Nicole Merrill	
Administrative Law Judge	
Decision Dated and Mailed	