IOWA WORKFORCE DEVELOPMENT UNEMPLOYMENT INSURANCE APPEALS

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

RUSSELL D OWENS

Claimant

APPEAL NO. 08A-UI-05899-SWT

ADMINISTRATIVE LAW JUDGE DECISION

FLYING J INC

Employer

OC: 06/17/07 R: 03 Claimant: Respondent (1)

Section 96.5-2-a - Discharge

STATEMENT OF THE CASE:

The employer appealed an unemployment insurance decision dated June 16, 2008, reference 02, that concluded the claimant's discharge was not for work-connected misconduct. A telephone hearing was held on July 14, 2008. The parties were properly notified about the hearing. The claimant participated in the hearing. Gail Anderson participated in the hearing on behalf of the employer.

ISSUE:

Was the claimant discharged for work-connected misconduct?

FINDINGS OF FACT:

The claimant worked for the employer from July 29, 2007, to May 22, 2008. In January 2008, he was promoted to the position of assistant manager. Gail Anderson was his supervisor.

On May 21, 2008, the claimant was working in the restaurant. Some customers came up to the register and indicated they were leaving and had not received the food they had ordered. The claimant reversed the order in the register and told the customers the drinks that they had received were on the house. One of the customers asked for change, and the claimant provided him change.

On May 22, Anderson confronted the claimant about several reversals that have been made on the register the previous day. She was convinced that the customers had paid the claimant for their food the day before, and the claimant pocketed the money and reversed the ticket to cover up for his theft. Anderson discharged the claimant for this on May 22, 2008.

REASONING AND CONCLUSIONS OF LAW:

The issue in this case is whether the claimant was discharged for work-connected misconduct as defined by the unemployment insurance law.

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.

The employer has the burden to prove the claimant was discharged for work-connected misconduct as defined by the unemployment insurance law. <u>Cosper v. lowa Department of Job Service</u>, 321 N.W.2d 6 (lowa 1982). The propriety of a discharge is not at issue in an unemployment insurance case. An employer may be justified in discharging an employee, but the employee's conduct may not amount to misconduct precluding the payment of unemployment compensation. The law limits disqualifying misconduct to substantial and willful wrongdoing or repeated carelessness or negligence that equals willful misconduct in culpability. <u>Lee v. Employment Appeal Board</u>, 616 N.W.2d 661, 665 (lowa 2000).

The findings of fact show how I resolved the disputed factual issues in this case by carefully assessing the credibility of the witnesses and reliability of the evidence and by applying the proper standard and burden of proof. The claimant testified credibly about the transaction with the customers who had left without receiving their order. The employer has not established by the preponderance of the evidence that the claimant took money from the restaurant.

DECISION:

The unemployment insurance decision dated June 16, 2008, reference 02, is affirmed.	The
claimant is qualified to receive unemployment insurance benefits, if he is otherwise eligible	

Steven A. Wise Administrative Law Judge

Decision Dated and Mailed

saw/pjs