- **D** E C I S I O N -

Claimant:	Decision No.:	2609-BR-12
MICHAEL O KAUFMAN	Date:	May 21, 2012
	Appeal No.:	1203514
	S.S. No.:	
Employer: GAMESTOP INC	L.O. No.:	63
	Appellant:	Claimant

Issue: Whether the claimant was discharged for misconduct or gross misconduct connected with the work within the meaning of Maryland Code, Labor and Employment Article, Title 8, Section 8-1002 or 1003.

- NOTICE OF RIGHT OF APPEAL TO COURT -

You may file an appeal from this decision in the Circuit Court for Baltimore City or one of the Circuit Courts in a county in Maryland. The court rules about how to file the appeal can be found in many public libraries, in the <u>Maryland Rules of</u> <u>Procedure</u>, *Title 7, Chapter 200*.

The period for filing an appeal expires: June 20, 2012

REVIEW OF THE RECORD

After a review of the record, the Board adopts the hearing examiner's findings of fact. However the Board concludes that these facts warrant different conclusions of law and a reversal of the hearing examiner's decision.

The General Assembly declared that, in its considered judgment, the public good and the general welfare of the citizens of the State required the enactment of the Unemployment Insurance Law, under the police powers of the State, for the compulsory setting aside of unemployment reserves to be used for the benefit of individuals unemployed through no fault of their own. *Md. Code Ann., Lab. & Empl. Art., § 8-102(c).*

Unemployment compensation laws are to be read liberally in favor of eligibility, and disqualification provisions are to be strictly construed. *Sinai Hosp. of Baltimore v. Dept. of Empl. & Training, 309 Md. 28 (1987).*

The Board reviews the record *de novo* and may affirm, modify, or reverse the findings of fact or conclusions of law of the hearing examiner on the basis of evidence submitted to the hearing examiner, or evidence that the Board may direct to be taken, or may remand any case to a hearing examiner for purposes it may direct. *Md. Code Ann., Lab. & Empl. Art., § 8-510(d); COMAR 09.32.06.04.* The Board fully inquires into the facts of each particular case. *COMAR 09.32.06.03(E)(1).*

In a discharge case, the employer has the burden of demonstrating that the claimant's actions rise to the level of misconduct, gross misconduct or aggravated misconduct based upon a preponderance of the credible evidence in the record. *Hartman v. Polystyrene Products Co., Inc., 164-BH-83; Ward v. Maryland Permalite, Inc., 30-BR-85; Weimer v. Dept. of Transportation, 869-BH-87; Scruggs v. Division of Correction, 347-BH-89; Ivey v. Catterton Printing Co., 441-BH-89.*

As the Court of Appeals explained in *Department of Labor, Licensing and Regulation v. Hider, 349 Md. 71, 82, 706 A.2d 1073 (1998),* "in enacting the unemployment compensation program, the legislature created a graduated, three-tiered system of disqualifications from benefits based on employee misconduct. The severity of the disqualification increases in proportion to the seriousness of the misconduct."

Dept. of Labor, Licensing & Regulation v. Boardley, 164 Md. 404, 408 fn.1 (2005).

Section 8-1002 of the Labor and Employment Article defines gross misconduct as conduct of an employee that is a deliberate and willful disregard of standards of behavior that an employing unit rightfully expects and that shows gross indifference to the interests of the employing unit or repeated violations of employment rules that prove a regular and wanton disregard of the employee's obligations.

The term "misconduct" as used in the statute means a transgression of some established rule or policy of the employer, the commission of a forbidden act, a dereliction from duty, or a course of wrongful conduct committed by an employee within the scope of his employment relationship, during hours of employment or on the employer's premises, within the meaning of Section 8-1003 of the Labor and Employment Article. (See, Rogers v. Radio Shack, 271 Md. 126, 314 A.2d 113).

Simple misconduct within the meaning of § 8-1003 does not require intentional misbehavior. DLLR v. Hider, 349 Md. 71 (1998). Misconduct must be connected with the work; the mere fact that misconduct adversely affects the employer's interests is not enough. Fino v. Maryland Emp. Sec. Bd., 218 Md. 504 (1959). Although not sufficient in itself, a breach of duty to an employer is an essential element to make an act connected with the work. Empl. Sec. Bd. v. LeCates, 218 Md. 202 (1958). Misconduct, however, need not occur during the hours of employment or the employer's premises. Id.

Without sufficient evidence of a willful and wanton disregard of an employee's obligations or gross indifference to the employer's interests, there can be no finding of gross misconduct. *Lehman v. Baker Protective Services, Inc., 221-BR-89.* Where a showing of gross misconduct is based on a single action, the employer must show the employee demonstrated gross indifference to the employer's interests. *DLLR v. Muddiman, 120 Md. App. 725, 737 (1998).*

In determining whether an employee has committed gross misconduct, "[t]he important element to be considered is the nature of the misconduct and how seriously it affects the claimant's employment or the employer's rights." *Dept. of Econ. & Empl. Dev. v. Jones, 79 Md. App. 531, 536 (1989).* "It is also proper to note that what is 'deliberate and willful misconduct' will vary with each particular case. Here we 'are not looking simply for substandard conduct...but for a willful or wanton state of mind accompanying the engaging in substandard conduct." *Employment Sec. Bd. v. LeCates, 218 Md. 202, 207 (1958)*(internal citation omitted); *also see Hernandez v. DLLR, 122 Md. App. 19, 25 (1998).*

In his appeal, the claimant contends the information provided by two employees was not "...particularly reliable or creditable [sic]..." He notes neither of these workers appeared and testified at the hearing. He also contends the employer's policy "...is so overbroad as to include insignificant acts..." And, he lastly contends he was still in training at the time of his discharge. On appeal, the Board reviews the evidence of record from the Lower Appeals hearing. The Board has thoroughly reviewed the record, here, and finds that the evidence is not sufficient to support the hearing examiner's decision.

The Board agrees with the claimant's contention concerning the overbreadth of the employer's policy. Literally read, which is apparently what the employer has done, no manager or supervisor would ever be able to use the restroom or go obtain coffee or lunch unless another supervisor or manager was present. The Board does not believe that was the intent of the employer's policy.

The evidence establishes that the claimant's store was busy on the day in question. He had two employees (game advisors) working. Rather than interrupt them and perhaps lose the sales they were working on, the claimant decided to take the trash out to a receptacle. He testified it was blocking the rear exit and he saw this as a potential danger. The claimant took a few extra minutes, while outside, to have a cigarette. There was no other manager or supervisor at the facility to have taken over in the claimant's brief absence. The claimant trusted his two employees to handle things for a few minutes. The Board does not find this unreasonable.

Additionally, as noted by the claimant: he was in training. As noted by the hearing examiner: he had no prior warnings. Even if this incident could be elevated to a greater degree of seriousness, it was an isolated occurrence. Generally, an isolated incident is insufficient to support a finding of misconduct or gross misconduct unless it is such an egregious act as to warrant no other conclusion. Here, the claimant stepped outside the bounds of his store for a few minutes. This may have been a technical violation of the employer's policy, but the Board does not find that it exhibited any act or omission by the claimant which could constitute misconduct or gross misconduct.

The Board notes that the hearing examiner did not offer or admit the Agency Fact Finding Report into evidence. The Board did not consider this document when rendering its decision.

The Board finds based on a preponderance of the credible evidence that the employer has not met its burden of demonstrating that the claimant's actions rose to the level of gross misconduct within the meaning of § 8-1002. The employer has also not met its burden of showing that the claimant's discharge was for misconduct within the meaning of § 8-1003. The decision shall be reversed for the reasons stated herein.

DECISION

It is held that the claimant was discharged, but not for gross misconduct or misconduct connected with the work, within the meaning of Maryland Code Annotated, Labor and Employment Article, Title 8, Section 1002 or 1003. No disqualification is imposed based upon the claimant's separation from employment with GAMESTOP, INC.

The Hearing Examiner's decision is reversed.

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Donna Watts-Lamont, Chairperson

Clayton A. Mitchell, Sr., Associate Member

RD Copies mailed to: MICHAEL O. KAUFMAN GAMESTOP INC GAMESTOP INC Susan Bass, Office of the Assistant Secretary

UNEMPLOYMENT INSURANCE APPEALS DECISION

MICHAEL O KAUFMAN

SSN#

VS.

GAMESTOP INC

Employer/Agency

Claimant

Before the: **Maryland Department of Labor, Licensing and Regulation Division of Appeals** 1100 North Eutaw Street Room 511 Baltimore, MD 21201 (410) 767-2421

Appeal Number: 1203514 Appellant: Employer Local Office : 63 / CUMBERLAND CLAIM CENTER

February 23, 2012

For the Claimant: PRESENT

For the Employer: PRESENT, RICHARD SHORT, NICHOLE HAMMACKER

For the Agency:

ISSUE(S)

Whether the claimant's separation from this employment was for a disqualifying reason within the meaning of the MD Code Annotated Labor and Employment Article, Title 8, Sections 8-1001 (voluntary quit for good cause), 8-1002 - 1002.1 (gross/aggravated misconduct connected with the work) or 8-1003 (misconduct connected with the work).

FINDINGS OF FACT

The claimant, Michael O. Kaufman, filed a claim for benefits establishing a benefit year beginning December 11, 2011. He qualified for a weekly benefit amount of \$149.00.

The claimant worked for this employer, Gamestop, Inc., from September 24, 2011 to December 16, 2011. At the time he was terminated, he was working as an assistant store manager.

The employer terminated the claimant because he left the store unattended. The employer has an employee manual of which the claimant acknowledged receipt. In that manual, as well as within the initial training provided by Ms. Nichol Hammacker, Store Manager, the store policy is as follows: an employee may not leave the store premises during work time without permission of the store manager or supervisor or a

supervisor may not leave the store premises during business hours without another supervisor present. Any violation of this policy will lead to discipline anywhere between a first/final warning and termination.

On December 3, 2011, the claimant left the store premises, walked down a long hall and exited the mall. Another supervisor was not present in the store. He took out the trash and smoked a cigarette outside the mall. He did not delegate the non-urgent task of taking out the trash to an employee under his supervision. The two (2) game advisors under the supervision of the claimant, Melvin Chase and Cesar Carvajal, reported to Ms. Hammacker that the claimant had left the store unattended by any managerial staff. An investigation ensued and the claimant admitted to Mr. Richard Short, District Manager and Ms. Hammacker that he had exited the store premises, leaving the store unattended by managerial staff, and removed the trash from the building himself instead of waiting until a game advisor was available and assigning him this non-urgent task. The claimant had received no previous warning with reference to similar behavior. The employer terminated the claimant.

CONCLUSIONS OF LAW

Md. Code Ann., Labor & Emp. Article, Section 8-1003 provides for a disqualification from benefits where the claimant is discharged or suspended as a disciplinary measure for misconduct connected with the work. The term "misconduct" is undefined in the statute but has been defined as "...a transgression of some established rule or policy of the employer, the commission of a forbidden act, a dereliction of duty, or a course of wrongful conduct committed by an employee, within the scope of his employment relationship, during hours of employment, or on the employer's premises." <u>Rogers v. Radio Shack</u>, 271 Md. 126, 132 (1974).

EVALUATION OF EVIDENCE

The Hearing Examiner considered all of the testimony and evidence of record in reaching this decision. Where the evidence was in conflict, the Hearing Examiner decided the facts on the credible evidence as determined by the Hearing Examiner.

The employer had the burden to show, by a preponderance of the credible evidence, that the claimant was discharged for some degree of misconduct connected with the work within the meaning of the Maryland Unemployment Insurance Law. <u>Ivey v. Catterton Printing Company</u>, 441-BH-89. In the case at bar, that burden has been met.

The claimant's actions in leaving the store premises unattended by managerial staff, was a violation of an established policy of his employer. Therefore, I hold that the claimant committed a transgression of some established rule or policy of the employer, a forbidden act, a dereliction of duty, or engaged in a course of wrongful conduct within the scope of the claimant's employment relationship, during hours of employment, or on the employer's premises. An unemployment disqualification shall be imposed based on Md. Code, Ann., Labor & Emp. Article, Section 8-1003 pursuant to this separation from this employment.

DECISION

IT IS HELD THAT the claimant was discharged for misconduct connected with the work within the meaning of Md. Code Ann., Labor & Emp. Article, Section 8-1003. Benefits are denied for the week

beginning January 9, 2011 and for the fourteen (14) weeks immediately following. The claimant will then be eligible for benefits so long as all other eligibility requirements are met. The claimant may contact Claimant Information Service concerning the other eligibility requirements of the law at <u>ui@dllr.state.md.us</u> or call 410-949-0022 from the Baltimore region, or 1-800-827-4839 from outside the Baltimore area. Deaf claimants with TTY may contact Client Information Service at 410-767-2727, or outside the Baltimore area at 1-800-827-4400.

The determination of the Claims Specialist is reversed.

N Grímes

N Grimes, Esq. Hearing Examiner

Notice of Right to Request Waiver of Overpayment

The Department of Labor, Licensing and Regulation may seek recovery of any overpayment received by the Claimant. Pursuant to Section 8-809 of the Labor and Employment Article of the Annotated Code of Maryland, and Code of Maryland Regulations 09.32.07.01 through 09.32.07.09, the Claimant has a right to request a waiver of recovery of this overpayment. This request may be made by contacting Overpayment Recoveries Unit at 410-767-2404. If this request is made, the Claimant is entitled to a hearing on this issue.

A request for waiver of recovery of overpayment does not act as an appeal of this decision.

Esto es un documento legal importante que decide si usted recibirá los beneficios del seguro del desempleo. Si usted disiente de lo que fue decidido, usted tiene un tiempo limitado a apelar esta decisión. Si usted no entiende cómo apelar, usted puede contactar (301) 313-8000 para una explicación.

Notice of Right of Further Appeal

Any party may request a further appeal <u>either</u> in person, by facsimile or by mail with the Board of Appeals. Under COMAR 09.32.06.01A (1) appeals may not be filed by e-mail. Your appeal must be filed by March 09, 2012. You may file your request for further appeal in person at or by mail to the following address:

Board of Appeals 1100 North Eutaw Street Room 515 Baltimore, Maryland 21201 Fax 410-767-2787 Phone 410-767-2781 **NOTE**: Appeals filed by mail are considered timely on the date of the U.S. Postal Service postmark.

Date of hearing: February 13, 2012 BLP/Specialist ID: WCU5U Seq No: 002 Copies mailed on February 23, 2012 to:

MICHAEL O. KAUFMAN GAMESTOP INC LOCAL OFFICE #63