## -DECISION-

Claimant:

Decision No.:

2978-BR-14

MELANIE E HILDEBRAND

Date:

November 19, 2014

Appeal No.:

1411736

S.S. No.:

Employer:

HOME DEPOT USA INC

L.O. No.:

61

Appellant:

Claimant

Whether the claimant left work voluntarily, without good cause within the meaning of Maryland Code, Labor and Employment Article, Title 8, Section 1001.

#### - 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 Procedure</u>, Title 7, Chapter 200.

The period for filing an appeal expires: December 19, 2014

#### REVIEW OF THE RECORD

The claimant has filed a timely appeal to the Board from an Unemployment Insurance Lower Appeals Decision issued on June 17, 2014. That Decision held that the claimant had voluntarily quit her employment, without good cause or valid circumstances, within the meaning of *Md. Code Ann., Lab. & Empl. Art., §8-1001*. Benefits were not allowed for the week beginning April 6, 2014, and until the claimant has become reemployed, earned at least fifteen (15) times her weekly benefit amount, and become separated from that employment under non-disqualifying conditions.

On appeal, the Board reviews the evidence of record from the Lower Appeals hearing. The Board reviews the record *de novo* and may affirm, modify, or reverse the hearing examiner's 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. *Md. Code Ann., Lab. & Empl. Art., §8-510(d)*. The Board fully inquires into the facts of each particular case. *COMAR 09.32.06.03(E)(1)*. Only if there has been clear error, a defect in the record, or a failure of due process will the Board remand the matter for a new hearing or the taking of additional evidence. Under some limited circumstances, the Board may conduct its own hearing, take additional evidence or allow legal argument.

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)*.

In this case, the Board has thoroughly reviewed the record from the Lower Appeals hearing. The record is complete. The claimant appeared and testified. The necessary elements of due process were observed throughout the hearing. The Board finds no reason to order a new hearing, to take additional evidence, to conduct its own hearing, or allow additional argument.

The Board finds the hearing examiner's Findings of Fact are supported by substantial evidence in the record. Those facts, however, are insufficient to support the hearing examiner's Decision. The Board adopts the hearing examiner's findings of fact. The Board makes the following additional findings of fact:

When the claimant learned of fiance's transfer, she went to her store management and inquired about transferring to a location in the Myrtle Beach, SC area. The employer assured the claimant that a transfer was available and would be processed. The claimant then resigned her position with the Hagarstown store believing she had a position in the North Myrtle Beach store. When the claimant reported to the North Myrtle Beach store, no one there was aware of the transfer and there was no job for her. The claimant attempted to contact her former manager, but her call was never returned. The claimant only left her position at the Hagarstown store because she believed she had a job waiting for her in the North Myrtle Beach store. The claimant had no intention of quitting her employment with this employer.

The Board concludes that these facts warrant different conclusions of law and a reversal of the hearing examiner's decision.

In her appeal, the claimant contends she did not quit. She restates her contention from the hearing that she only left the employer's Hagarstown store to transfer to the employer's North Myrtle Beach store, and would not have done so if she were not certain of employment continuing at the new store. Because the burden of proof in any separation case is allocated according to whether the claimant voluntarily quit or whether the employer discharged the claimant, this is a threshold issued which must be decided first.

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*.

When a claimant voluntarily leaves work, he has the burden of proving that he left for good cause or valid circumstances based upon a preponderance of the credible evidence in the record. Hargrove v. City of Baltimore, 2033-BH-83; Chisholm v. Johns Hopkins Hospital, 66-BR-89. Purely personal reasons, no matter how compelling, cannot constitute good cause as a matter of law. Bd. Of Educ. Of Montgomery County v. Paynter, 303 Md. 22 (1985). An objective standard is used to determine if the average employee would have left work in that situation; in addition, a determination is made as to whether a particular employee left in good faith, and an element of good faith is whether the claimant has exhausted all reasonable alternatives before leaving work. Board of Educ. v. Paynter, 303 Md. 22 (1985); also see Bohrer v. Sheetz, Inc., Law No. 13361, (Cir. Ct. for Washington Co., Apr. 24, 1984). The "necessitous or compelling" requirement relating to a cause for leaving work voluntarily does not apply to "good cause". Board of Educ. v. Paynter, 303 Md. 22 (1985).

The intent to voluntarily quit can be manifested by words or actions. "Due to leaving work voluntarily" has a plain, definite and sensible meaning, free of ambiguity. It expresses a clear legislative intent that to disqualify a claimant from benefits, the evidence must establish that the claimant, by his or her own choice, intentionally and of his or her own free will, terminated the employment. Allen v. Core Target Youth Program, 275 Md. 69 (1975). A claimant's intent or state of mind is a factual issue for the Board of Appeals to resolve. Dept. of Econ. & Empl. Dev. v. Taylor, 108 Md. 250(1996), aff'd sub. nom., 344 Md. 687 (1997). An intent to quit one's job can be manifested by actions as well as words. Lawson v. Security Fence Supply Company, 1101-BH-82. A resignation submitted in response to charges which might lead to discharge is a voluntary quit. Hickman v. Crown Central Petroleum Corp., 973-BR-88.

The intent to discharge can be manifested by actions as well as words. The issue is whether the reasonable person in the position of the claimant believed in good faith that he was discharged. See Dei Svaldi v. Martin Taubenfeld, D.D.S., P.A., 1074-BR-88 (the claimant was discharged after a telephone conversation during which she stated her anger at the employer and the employer stated to her, "If that's the way you feel, then you might as well not come in anymore." The claimant's reply of "Fine" does not make it a quit). Compare, Lawson v. Security Fence Supply Company, 1101-BH-82. A quit in lieu of discharge is a discharge for unemployment insurance purposes. Tressler v. Anchor Motor Freight, 105-BR-83.

The Board concludes that the employer discharged the claimant from her employment on April 11, 2014, when the employer did not have work for her at the North Myrtle Beach store location. The claimant believed she continued to be employed by this employer, and was simply transferring from one location to another. She received assurance of this from her manager and acted on those assurances. The employment relationship was severed by the employer when the claimant was not placed in a position at the North Myrtle Beach location. Therefore, this separation must be considered in light of the provisions of Md. Code Ann., Lab. & Empl. Art., §§8-1002 and 8-1003.

Md. Code Ann., Lab. and Empl. Art., Title 8, Section 1002 provides:

- (a) Gross misconduct...
  - (1) Means conduct of an employee that is:
    - i. 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
    - ii. repeated violations of employment rules that prove a regular and wanton disregard of the employee's obligations...

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)*.

Md. Code Ann., Lab. and Empl. Art., Title 8, Section 1003 provides:

- (a) Grounds for disqualification an individual who otherwise is eligible to receive benefits is disqualified from receiving benefits if the Secretary finds that unemployment results from discharge or suspension as a disciplinary measure for behavior that the Secretary finds is misconduct in connection with employment but that is not:
  - (1) Aggravated misconduct...or
  - (2) Gross misconduct...

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 the employment relationship, during hours of employment or on the employer's premises, within the meaning of *Md. Code Ann., Lab. and Empl. Art., Title 8, Section1003.* (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); also see Johns Hopkins University v. Board of Labor, Licensing and Regulation, 134 Md. App. 653, 662-63 (2000)(psychiatric condition which prevented claimant from conforming his/her conduct to accepted norms did not except that conduct from the category of misconduct under §8-1003). 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 her appeal, the claimant reiterates her contentions and testimony from the hearing. The claimant otherwise does not cite to the evidence of record and makes no other contentions of error.

The only evidence in the record is the claimant's credible testimony. She established that she was assured she could transfer from one location, in Hagarstown, to another, in North Myrtle Beach. The claimant never quit her employment, but left the Hagarstown location believing she had a job waiting in North Myrtle Beach. For reasons the claimant did not know and was not told, the transfer apparently was not processed and, when she reported to the North Myrtle Beach location, she was told there was no work for her.

The evidence demonstrated that the claimant was separated from this employment by the employer because they did not have a position for her even though she had been assured she would continue to be employed. The Board concludes that the claimant was separated from her employment due to a lack of work. This was, therefore, a non-disqualifying separation.

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 upon a preponderance of the credible evidence, that the employer did not meet its burden of proof and show that the claimant was discharged for gross misconduct or misconduct within the meaning of *Md. Code Ann., Lab. and Empl. Art., §§8-1002 or 8-1003*. The decision shall be reversed for the reasons stated herein.

### **DECISION**

The Board holds that the claimant was discharged for reasons which do not constitute misconduct connected with the work, within the meaning of *Md. Code Ann., Lab. and Empl. Art., Title 8, Section 1002 or 1003.* The claimant is entitled to benefits for the weeks claimed if the claimant is otherwise eligible.

The Hearing Examiner's decision is Reversed.

Donna Watts-Lamont, Chairperson

Clayton A. Mitchell, Sr., Associate Member

Some Watt - Lamont

VD
Copies mailed to:
 MELANIE E. HILDEBRAND
 HOME DEPOT USA INC
 HOME DEPOT 2501
 Susan Bass, Office of the Assistant Secretary

## UNEMPLOYMENT INSURANCE APPEALS DECISION

MELANIE E HILDEBRAND

SSN#

Claimant

VS.

HOME DEPOT USA INC

Employer/Agency

Before the:

Maryland Department of Labor, Licensing and Regulation Division of Appeals 1100 North Eutaw Street Room 511 Baltimore, MD 21201

Appeal Number: 1411736 Appellant: Claimant

Local Office: 61 / COLLEGE PARK

**CLAIM CENTER** 

(410) 767-2421

June 17, 2014

For the Claimant: PRESENT

For the Employer:

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 1001 (Voluntary Quit for good cause), 1002 - 1002.1 (Gross/Aggravated Misconduct connected with the work), or 1003 (Misconduct connected with the work).

#### FINDINGS OF FACT

The claimant, Melanie Hildebrand, began working for this employer, Home Depot USA Inc., on February 18, 2013. At the time of separation, the claimant was working full-time as a returns associate. The claimant last worked for the employer on April 11, 2014, before voluntarily quitting to join her fiancé in moving to another area.

The claimant's fiancé was transferring to a job in North Myrtle Beach, South Carolina. The claimant moved to join him in that area.

## **CONCLUSIONS OF LAW**

Md. Code Ann., Labor & Emp. Article, Section 8-1001 provides that an individual shall be disqualified for benefits where unemployment is due to leaving work voluntarily without good cause arising from or connected with the conditions of employment or actions of the employer, or without valid circumstances. A circumstance is valid only if it is (i) a substantial cause that is directly attributable to, arising from, or connected with conditions of employment or actions of the employing unit; or (ii) of such necessitous or compelling nature that the individual has no reasonable alternative other than leaving the employment.

Md. Code Ann., Labor & Emp. Article, Section 8-1001(d) provides that in cases where the separation occurs because the claimant leaves (1) to become self-employed, (2) to accompany a spouse to a new location or join a spouse in a new location, unless the requirements of subsection (c)(1)(iii) of this section are met, or (3) to attend an educational institution, such claimant shall be mandatorily disqualified from benefits from the week of separation and until he or she becomes reemployed and earns wages in covered employment that equal at least 15 times the weekly benefit amount of the individual. Such a separation is not amenable to a finding of "good cause" or "valid circumstances" and the legislature has mandated that the maximum disqualification be imposed.

The aforementioned Subsection (c)(1)(iii) provides, in relevant part, that a circumstance for voluntarily leaving work is valid if the claimant left employment to follow a spouse to a new locality and the following two requirements are also met:

- (1) the spouse serves in the United States military, or is a civilian employee of the military or of a federal agency involved in military operations, and
- (2) the spouse's employer requires a mandatory transfer to a new location.

Neither good cause nor a valid circumstance is supported where a claimant resigned employment to accompany a person to whom she is not married. Since the legislature does not consider it a valid circumstance for a person to accompany a husband or wife, it follows that the legislature would consider that leaving a job to accompany a person who does not have the status of husband or wife would be an even less valid reason. Beck v. Laurelwood Nursing, 198-BR-85.

## 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 claimant had the burden to show, by a preponderance of the evidence, that she voluntarily quit her position for reasons that constitute either good cause or valid circumstances pursuant to the Maryland Unemployment Insurance Law. <u>Hargrove v. City of Baltimore</u>, 2033-BH-83. In this case, this burden has not been met.

The claimant voluntarily quit to join her fiancé who was moving to South Carolina. As noted in <u>Beck v. Laurelwood Nursing</u>, *Supra*, and as addressed under Section 8-1001(d) of the Maryland Unemployment

Insurance Law, a voluntary quit for such reason is neither for good cause or for valid circumstances.

I hold the claimant's voluntary quit was without good cause or valid circumstances. An unemployment disqualification shall be imposed based on Md. Code, Ann., Labor & Emp. Article, Section 8-1001 pursuant to this separation from this employment.

#### **DECISION**

IT IS HELD THAT the claimant's unemployment was due to leaving work voluntarily without good cause or valid circumstances within the meaning of Md. Code Ann., Labor & Emp. Article, Section 8-1001. Benefits are denied for the week beginning April 6, 2014, and until the claimant becomes reemployed and earns at least 15 times the claimant's weekly benefit amount in covered wages and thereafter becomes unemployed through no fault of the claimant.

The determination of the Claims Specialist is modified.

W E Greer, 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

This is a final decision of the Lower Appeals Division. Any party who disagrees with this decision 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 July 2, 2014. 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: May 29, 2014 DAH/Specialist ID: RWD2B Seq No: 001 Copies mailed on June 17, 2014 to:

MELANIE E. HILDEBRAND HOME DEPOT USA INC LOCAL OFFICE #61 HOME DEPOT 2501