-DECISION-

Claimant:

JOHNNY J HOWARD

Decision No.:

3387-BR-12

Date:

July 31, 2012

Appeal No.:

1207181

S.S. No.:

Employer:

PLEASANTS CONSTRUCTION INC

L.O. No.:

63

Appellant:

Claimant

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

- 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: August 30, 2012

REVIEW OF THE RECORD

After a review of the record, the Board adopts the following findings of fact and conclusions of law and reverses the hearing examiner's decision.

The claimant was employed as a full time heavy equipment operator, from June 6, 2011 until January 4, 2012, earning \$16.00 per hour. The claimant was discharged for operating the employer's truck in a negligent manner causing damage to another truck.

There was ample space for the claimant's tuck to back up his "off road" dump truck. The claimant was responsible for the operation of his truck. The claimant chose to follow the directions of a "dozer" operator rather than adequately checking his own actions. He also failed to hear the warning from the other truck driver. The claimant felt pressure to work at a faster pace and wanted to make the "dozer" operator happy. He followed his directions although the claimant knew that he had no authority or directive to give directions. The claimant knew that he had full responsibility for the operation of his truck.

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); 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 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)*.

Aggravated misconduct is an amplification of gross misconduct where the claimant engages in "behavior committed with actual malice and deliberate disregard for the property, safety or life of others that...affects the employer, fellow employees, subcontractors, invitees of the employer, members of the public, or the ultimate consumer of the employer's products or services...and consists of either a physical assault or property loss so serious that the penalties of misconduct or gross misconduct are not sufficient."

The claimant received two warnings which were considered in his discharge. Neither of these warnings involved the safe use of his truck.

The Courts of Appeals stated that a standard for misconduct as follows: "... a transgression of some established rule or policy of the employer, the commission of a forbidden act, a dereliction of duty, or course of wrongful conduct committed by an employee, within the scope of his employment relationship or on the employer's premises." *Rogers v. Radio Shack, 271 Md. 126, 314 A. 2d 113 (1974.* The credible evidence shows that the claimant was derelict in his duty to properly operate his truck.

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 met its burden of demonstrating that the claimant's actions rose to the level of misconduct within the meaning of *Maryland Annotated, Labor & Employment Article*, § 8-1003. The decision shall be reverses for the reasons stated herein.

DECISION

It is held that the claimant was discharged for misconduct connected with the work, within the meaning of Section 8-1003 of the Labor and Employment Article Maryland Code Annotated, Title 8, Section 1003. The claimant is disqualified from receiving benefits from the week beginning January 1, 2012 and the five weeks immediately following.

The Hearing Examiner's decision is reversed.

Estern 94. Reternant

Eileen M. Rehrmann, Associate Member

Donna Watts-Lamont, Chairperson

RD
Copies mailed to:
JOHNNY J. HOWARD
PLEASANTS CONSTRUCTION INC

MARCIA E. SMITH PARALEGAL Susan Bass, Office of the Assistant Secretary

UNEMPLOYMENT INSURANCE APPEALS DECISION

JOHNNY J HOWARD

Before the:

Maryland Department of Labor,

Licensing and Regulation Division of Appeals

1100 North Eutaw Street

Room 511

Baltimore, MD 21201

(410) 767-2421

SSN#

Claimant

VS.

PLEASANTS CONSTRUCTION INC

Appeal Number: 1207181

Appellant: Claimant

Local Office: 63 / CUMBERLAND

CLAIM CENTER

Employer/Agency

March 29, 2012

For the Claimant: PRESENT, MARCIA SMITH, PARALEGAL

For the Employer: PRESENT, CHARLES JONES, DENNIS LESCALLEET, GARY DAY, KENNY FULLER

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

FINDINGS OF FACT

The claimant, Johnny Howard, filed a claim for benefits establishing a benefit year beginning January 1, 2012. He qualified for a weekly benefit amount of \$429.00.

The claimant was employed with Pleasants Construction, Inc. from June 6, 2011 to January 4, 2012. At the time of separation, he was working full time as a heavy equipment operator, earning \$16.00 per hour. The claimant was discharged.

The final incident occurred on January 4, 2012. The claimant was driving a 25 ton off-highway dump truck and backed it into another similar dump truck that was parked. He tore the tailgate off the other dump truck causing \$20,000.00 in damage. The other dump truck driver, Kenny Fuller, blew his horn but the claimant did not hear it and continued backing up. The claimant was allegedly following the direction of the dozer operator who was telling him to back up. He did so because he did not want the dozer operator to get mad at him.

Charles Jones, the supervisor, was present that day and observed the incident. He saw that Mr. Fuller's dump truck was stopped when the claimant backed up and sideswiped Mr. Fuller's vehicle. He observed that the dozer operator was 150 feet away and not directing the claimant. The dozer operator had no authority over the claimant. The claimant was responsible o control his own truck and to make sure there was room to back up. The road was sufficiently wide for three to four dump trucks to operate on it.

The claimant received a verbal warning on September 15, 2011 for hiding and not being at his work station while at work. He signed a written warning on September 27, 2011 for sitting in his truck when he should have been working. The warnings were considered in the decision to discharge the claimant. However, even without these warnings, the final incident was sufficiently serious in and of itself to discharge the claimant.

CONCLUSIONS OF LAW

Md. Code Ann., Labor & Emp. Article, Section 8-1002 provides that an individual shall be disqualified from receiving benefits where he or she is discharged or suspended from employment because of behavior which demonstrates gross misconduct. The statute defines gross misconduct as conduct that is a deliberate and willful disregard of standards that an employer has a right to expect and that shows a gross indifference to the employer's interests. Employment Sec. Bd. v. LeCates, 218 Md. 202, 145 A.2d 840 (1958); Painter v. Department of Emp. & Training, et al., 68 Md. App. 356, 511 A.2d 585 (1986); Department of Economic and Employment Dev. v. Hager, 96 Md. App. 362, 625 A.2d 342 (1993).

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 employer produced sufficient credible evidence that the claimant chose to operate the employer's truck in such a negligent manner that he caused significant, costly damage to another of the employer's trucks. He continued to back into the other truck, despite the other driver blowing his horn, and failed to angle his truck so he could avoid collision. There was ample space available for him to avoid hitting the other truck. The claimant had full responsibility for the operation of the truck and no one was directing him to back up in the manner that he did.

I hold that the claimant's actions showed a deliberate and willful disregard of the standards the employer had a right to expect, showed a gross indifference to the employer's interests and therefore constituted gross misconduct in connection with the work. An unemployment disqualification shall be imposed based on Md. Code, Ann., Labor & Emp. Article, Section 8-1002 pursuant to this separation from this employment.

DECISION

IT IS HELD THAT the claimant was discharged for gross misconduct connected with the work within the meaning of Md. Code Ann., Labor & Emp. Article, Section 8-1002(a)(1)(i). The claimant is disqualified from receiving benefits from the week beginning January 1, 2012 and until the claimant becomes reemployed and earns wages in covered employment that equal at least 25 times the claimant's weekly benefit amount.

The determination of the Claims Specialist is affirmed.

R M Tabackman, Esq. Hearing Examiner

R. Jabackman

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 to Petition for Review

Any party may request a review <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 April 13, 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: March 09, 2012 DW/Specialist ID: WCU1M Seq No: 002 Copies mailed on March 29, 2012 to: JOHNNY J. HOWARD PLEASANTS CONSTRUCTION INC LOCAL OFFICE #63 MARCIA SMITH PARALEGAL