• <u>Latest</u>

- <u>U.S.</u>
- World
- o Politics
- Entertainment
- HealthWatch
- MoneyWatch
- o <u>Crime</u>
- o Space
- SportsBrand Studio

• Local News

- <u>Baltimore</u>
- o Bay Area
- Boston
- o Chicago
- Colorado
- <u>Detroit</u>
- Los Angeles
- Miami
- o Minnesota
- New York
- Philadelphia
- Pittsburgh
- o <u>Sacramento</u>
- Texas

• <u>Live</u>

- CBS News 24/7
 - Baltimore
 - o Bay Area
 - o <u>Boston</u>
 - o Chicago
 - o Colorado
 - o <u>Detroit</u>
 - Los Angeles
 - Miami
 - o Minnesota
 - New York
 - o Philadelphia
 - Pittsburgh
 - o <u>Sacramento</u> o <u>Texas</u>
 - o 48 Hours
 - o 60 Minutes

• Shows

- 48 Hours
- o 60 Minutes o America Decides
- CBS Evening News
- CBS Mornings
- CBS Morning News
- CBS ReportsCBS Saturday Morning
- The Daily Report
- The Dish
- o Eye on America
- Face the Nation
- Here Comes the Sun o Person to Person
- Sunday Morning
- The Takeout
- The Uplift
- Weekender

• CBS News Investigates

- CBS News Confirmed
- o CBS Village
- o Podcasts
- In Depth
- Newsletters
- <u>Download Our App</u>
- CBS News Team • Executive Team
- Brand Studio
- Paramount+
- Join Our Talent Community
- RSS Feeds
- o Davos Interviews
- o A Moment With...
- Innovators & Disruptors • Economy 4.0

- MoneyWatch
- Managing Your Money
- Your Taxes
- Retirement

MoneyWatch

Missouri prosecutors sue	Starbucks over Di	EI practices.	claiming they	raise r	orices and	slow	service
inibbouil prosecutors suc	Star Sacis Over Di	Er practices,	ciaiiiiig they	1 4130 1	or rees and	510 11	501 1100

By Aimee Picchi	
Edited By Alain Sherter	
Updated on: February 11, 2025 / 6:10 PM EST / CBS News	
•	
What is DEI and why is it facing pushback?	

What is DEI and why is it facing pushback? 02:42

Starbucks faces a new lawsuit filed by Missour's attorney general alleging the restaurant chain relies on 'race-and-sex-based hiring practices' that violate federal and state laws. The complaint also claims the coffee chain's hiring policies have led to slower service and higher prices for consumers because it isn't recruiting the most qualified workers.

The lawsuit, filed Tuesday by Missouri Attorney General Andrew Bailey, claims Starbucks' diversity, equity and inclusion, or DEI, policies are "mere pretext for its actual commitment to unlawful discrimination."

The litigation comes just weeks after President Trump signed an executive order banning diversity, equity and inclusion programs across the U.S. government, while also directing the U.S. attorney general to "encourage the private sector to end illegal discrimination and preferences, including DEI."

A number of major retailers and other companies, along with other organizations, have recently rolled back their DEI initiatives amid pushback from conservative activists, including Ford, Google, McDonald's, Meta, Target and Walmart.

In a statement to CBS News responding to Missouri's suit, Starbucks said, "We disagree with the attorney general, and these allegations are inaccurate. We are deeply committed to creating opportunity for every single one of our partners (employees). Our programs and benefits are open to everyone and lawful."

The company added, "Our hiring practices are inclusive fair and competitive and designed to ensure the strongest candidate for every job every time."

Critics of DEI say employers should make their hiring decisions based on merit alone without regard to race, color, gender and other legally protected categories. The Missouri lawsuit echoes those arguments, alleging that Starbucks' hiring practices discriminates against residents of the state.

"Starbucks' policies harm the many Missourians whom work, or would like to work, at Starbucks, but have been, are being or will be discriminated against as future victims on the basis of their race, sex, or inclusion in other protected groups," the complaint alleges.

Google rolling back DEI efforts 04:45

While Starbucks' prices and wait times have been a focus of consumer complaints in recent years, experts haven't generally blamed hiring practices for the chain's problems. Instead, analysts have pointed to inflation, which has pushed up the prices of ingredients like coffee and milk, as well as Starbucks' vast number of drink customizations, which can slow orders.

Starbucks CEO Brian Niccol has vowed to tackle some of those issues, pledging last year to simplify beverage customizations and saying customers should receive their drinks in four minutes or less.

Niccol, who was hired from Chipotle last year to revitalize the struggling coffee chain, has also said he wants to make Starbucks' locations "inviting places to linger."

As part of that goal, Starbucks reversed its open-door policy last month after almost seven years, now requiring that people make a purchase if they want to hang out in its stores or use restrooms. The company adopted those policies in 2018 after two Black men were arrested at a Philadelphia Starbucks where they had gone for a business meeting.

Negative publicity over the incident, which was caught on video and widely shared over social media, embarrassed the company and led to its now abandoned open-door policy.

More from CBS News



PBS shuts diversity office as it faces pressure from Trump administration



8 inspectors general fired by Trump file lawsuit challenging dismissals



Judge orders temporary restoration of funding for foreign assistance programs



Trump threatens reciprocal tariffs in bid to "ensure fairness" on trade

In:

- <u>Missouri</u>
- Starbucks
- Lawsuit

Aimee Picchi

Aimee Picchi is the associate managing editor for CBS MoneyWatch, where she covers business and personal finance. She previously worked at Bloomberg News and has written for national news outlets including USA Today and Consumer Reports.

Twitter

© 2025 CBS Interactive Inc. All Rights Reserved.

More from CBS News



PBS shuts diversity office as it faces pressure from Trump administration



8 inspectors general fired by Trump file lawsuit challenging dismissals



 $\underline{\textbf{Judge orders temporary restoration of funding for foreign assistance\ programs}}$



Trump threatens reciprocal tariffs in bid to "ensure fairness" on trade

Copyright ©2025 CBS Interactive Inc. All rights reserved.

- Privacy Policy
 California Notice
 Do Not Sell My Personal Information
- Terms of UseAbout
- Advertise
- Closed CaptioningCBS News Store
- Site Map
- Contact Us
- Help
- facebook
- twitter
- <u>instagram</u>
- youtube

View CBS News In

CBS News App Open

Chrome

Safari Continue

Be the first to know Get browser notifications for breaking news, live events, and exclusive reporting.

Not Now Turn On