



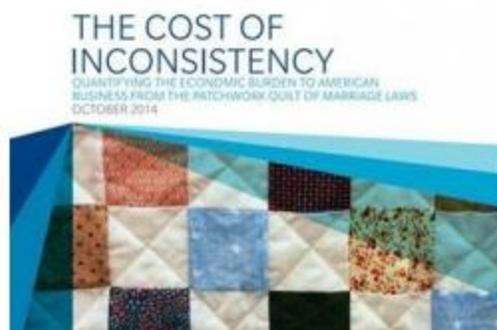
## Inconsistent marriage laws cost businesses \$1.3 billion annually

November 6, 2014

SAN FRANCISCO, California -- The remaining patchwork of marriage laws for same-sex couples across the United States costs businesses in the private sector \$1.3 billion every year, a groundbreaking report finds.

Freedom to Marry and Out & Equal Workplace Advocates released the new report today.

Over the next five years, the private sector is expected to spend \$6.6 billion in order to accommodate laws that allow same-sex couples to marry in some states, but prohibit them from marrying in others.



"This authoritative report shows that marriage discrimination not only harms America's families, but America's businesses, imposing an unwieldy, expensive, and unnecessary burden on companies, employees, and the economy," said Evan Wolfson, president of Freedom to Marry.

"American companies are forced to navigate different marriage laws in different states as they try to do right by their employees and consumers. The country urgently needs national resolution in favor of the freedom to marry — whether from the appellate courts or the Supreme Court — to eliminate this drain on business resources and provide full and equal respect for employees and their families in all 50 states."

Wolfson will discuss the findings of the report Thursday afternoon at the Out & Equal Workplace Summit in San Francisco.

Same-sex couples will soon have the freedom to marry in 35 states, representing nearly two-thirds of the American people, and are barred from marrying in the remaining 15. This disparity places an expensive burden on the US private sector in all 50 states, which is borne most heavily in those that are home to large multi-state employers, specifically California, Texas, Florida, New York and Georgia.

The largest portion of the financial burden is comprised of administrative and compliance-driven costs associated with establishing and maintaining benefits policies and systems for same-sex couples in states with differing marriage laws.

"Today, 91% of Fortune 500 companies have non-discrimination policies for LGBT employees," said Selisse Berry, founder and CEO of Out & Equal Workplace Advocates.

"Many of these businesses also recognize that equal access to benefits is required to attract top talent. But same-sex partner benefits often come with additional tax burdens. We are grateful for companies that mitigate this cost

to LGBT employees. Given the fact that lesbian, gay, bisexual, and transgender employees can still be fired in more than half of US states based on their sexual orientation or gender identity, the role of businesses as leaders of change is more important than ever."

An additional component of the burden is the taxation cost to the nation's employers. The national tax burden resulting from inconsistent marriage laws fell dramatically to \$27.5 million in 2014 from a peak of \$93 million in 2012 as a result of the landmark US Supreme Court ruling in *U.S. v. Windsor* in June 2013, but benefits offered to same-sex couples in states without the freedom to marry still trigger a tax penalty for both employers and employees.

The report, titled "[The Cost of Inconsistency: Quantifying the Economic Burden to American Business from the Patchwork Quilt of Marriage Laws](#)," was written by Marsh & McLennan Companies and its subsidiaries, Oliver Wyman and Mercer, and was commissioned by Freedom to Marry and Out & Equal. It surveyed 5,000 employers to analyze the economic impact of the varying marriage laws for same-sex couples across the 50 states on the private sector. In-depth interviews were conducted with a range of employers to understand their efforts to comply with changing legal requirements and establish competitive talent practices.

Among the other findings of the study:

- Every additional day of inconsistent marriage laws will cost the private sector \$3.5 million.
- Businesses could put the \$1.3 billion they spend navigating these laws toward the creation of almost 20,000 new jobs.
- As of 2014, 69% of large employers offered benefits equalization to couples in same-sex households. In the 2015 plan year, for the first time, a majority of all employers - 51% - will offer equal benefits to same-sex households.

### **About Freedom to Marry**

[Freedom to Marry](#) is the campaign to win marriage nationwide. We are pursuing our [Roadmap to Victory](#) by working to win the freedom to marry in more states, grow the national majority for marriage, and end federal marriage discrimination. We partner with individuals and organizations across the country to end the exclusion of same-sex couples from marriage and the protections, responsibilities, and commitment that marriage brings.

### **About Out & Equal**

[Out & Equal Workplace Advocates](#) is the world's premiere nonprofit organization dedicated to achieving lesbian, gay, bisexual and transgender workplace equality. Out & Equal collaborates with Fortune 1000 companies and government agencies to provide a safe, welcoming and supportive environment for LGBT employees.

Since 1996, Out & Equal has worked with executives, human resources professionals and Employee Resource Groups to provide leadership and professional development, education and research.

Out & Equal hosts an annual Workplace Summit, where employees and experts from around the world gather to share strategies and best practices to create workplace equality, inclusive of all sexual orientations, gender identities and expressions. This year's Workplace Summit is in San Francisco through Thursday, Nov. 6.

<http://www.sdgln.com/news/2014/11/06/inconsistent-marriage-laws-cost-businesses-13-billion-annually#sthash.1wOMXJqJ.dpbs>