Local innkeeper decries Merchants mum as Kohl's opens plan to tax hotel rooms

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motels in the State of Michigan call for a boycott on the delivery of pizza to their establishments," she said. Joha Anhui, owner of the Botsford, and her employer fear the idea may "rub off" across the state. "Once they find out they can put it (the tax) on, they will put it on. In whement on it. I think it's a fraud. It soaks the coor sucker from out-of-town."

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poor sucker from out-of-town."

Mike Duggan, deputy Wayne
County executive, is well aware of
Anhut's disgust. "I had dianer at the
Botsford Inn not too long ago and
John Anhut chewed me out," Duggan
sald

It will be another three months before Wayne County can put together a financing package, Duggan sald. "There's no site and no stadium cost

"There's no site and no stadium cost yet."

There's "statewide support," from the hotel industry in opposing such a tax, according to David Held, president of the Hotel Association of Greater Detroit. "We're opposed to taxes on rooms for brick and mortar developments," Held said. "This sets a dangerous precedent. We've had boyeott threats and have had reserved."

'This sets a dangerous precedent. We've had boycott threats and have had reservations canceled. This is the fifth time our industry has been tapped. Where does it stop?'

— David Held

vations canceled. This is the fifth time our industry has been tapped. Where does it stop?"

Where does it stop:

HOTELS IN the Detroit area are

"severely depressed" with a low 49
percent occupancy rate, according
to Barry Forns, general manager of
to Barry Forns, general manager of
Airport. "In an effort to increasecupancies, local hotel rates are significantly lower than comparable
metropolitan centers in around the
nation. The result of a new tax for
wayne County totals and the
loss of many lobs.

Since this tax is currently for

Wayne County hotels only, the tax would interfere with competition of surrounding counties that would not be hit with the tax, Toms said.

The addition of a live percent tax on top of existing taxes would place Detroit hotels among the highest taxed hotel rooms in the nation. Toms said. "As an example, the total tax curently collected at the Westin Holel is 12 percent and at the Hyati Regency it is 11 percent."

An increase to 17 percent and 16 percent, respectively, would place them second only to hotels in New York which are taxed at 19.25 percent plus \$2.

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Maxx," she added.
Greg Hobler, who owns Civic Theater tried to cushion the blow by adding a second screen 18 months ago. West River Centre has a 10-screen United Artists Theater.
Despite that Civic Theater patrons always pay 12, "business is down five percent from the year before they (the center) was oppened," Hobler said, "I have no doubt that it has impacted the downtown area. It's the old silice of the pie argument."

grown, the number of people living in the area has not, Hohler added. Alvin Wander, owner of nine Maple Drug stores in the metrodetroit area has three stores in Farmington — one downtown, one uptown and one in Drakestire. Falst store in Twinchell (1997) the property of the control of the co

total number of stores in the Detroit area.

Kohl's first came to the Detroit market in 1899. It soon expects to have 75 stores in the six Midwestern states of Michigan, Ohio, Indiana, Illinois, Wisconain and Minnesota.

"With annual sales of \$470 million, Kohl's is now ranked as the 38th largest department store in America," sald Don Oscarson, senieo-rice president of marketing., 'Mer, are pleased to bring the concept of farand names and value to these new areas of the market."





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