# Governor promises 'net tax cut'

By Tim Richard Stady Writer

SY THE SECHARD

STATE WAITE

Gov. John Engler is determined that Michiganians will get a net tax cut, even after new taxes are imposed to pay for schools.

But Engler said he has seen on thing to "open the door" to releing the state personal income tax to pay for the \$36 billion property tax cut he signed into law Thursday.

Asked if he had set a figure for a net tax cut, he said, "There will be a net tax cut, but no numbers have been set."

Meanwhile, the Michigan Federation of Teachers, representing

ration of Teachers, representing Detroit and a few suburbs, filed suit in Wayne Circuit Court to halt the property tax cut because the state has found no replace-

the state has found no replacement revenue.

State treasurer Doug Roberts, an Engler appointee, and the governor might seek again to have voters raise the 4 percent sales used as a major replacement source. Polls have shown the aleasuse tax as a major replacement sales-use tax is the least unpopular of all taxes in Michigan.

Engler went to Greenfield Villege in Dearborn Thursday, to the 1661 Socton Settlement School that Henry Ford attended, where he signed Senate Bill 1 to cheers from a mainly Republican audicence. It repeals \$6 billion in operating property taxes for public

schools and intermediate (county) districts. The state still supplies \$3.5 billion in school aid.

#### Plans floated

Here's how the 1994 school finance picture is taking shape:

Republicans talked of a net cut in taxes of \$500 million to \$2 bil-

in taxes of \$500 million to \$2 billion.

Engler touted "schools of hole," in which parents would choose which public schools their kids would attend, eithough state grants for that program will be onded as of Oct. 1.

Many lawmakers are talking about restoring school districts ability to levy "enrichment taxes." There was little agreement, however, on whether those would be a restoration of part of the property tax or a local income tax. Engler and GOP lawmakers showed little interest in consolidating small, fiscally week school districts. Michigan has 562 districts, many with only a few dozen pupils.

tricts, many with only a rew dozen pupils.

Despite stiff resistance from teachers unions, Republicans will seek "cost containment" laws to ut school costs.

"This fall I want to see significant reforms passed by the Legislature and on my desk," Engler said.

said. The audience cheered his refer-

ences to weeding "medicerity" and "bureaucray" out of education. Cling the \$9 billion cost of Michigan' public schools, Engler said, "We are airrady paying for a world class education. Now it's time to deliver one." — to more applause.

Engler repeated his call for "schools of choics" within the public school system but wouldn't endorse consolidating small districts. He said he would rather free local districts from dealing with finances and let them concentrate on teaching.

Last year the Legislature put up money for "choics" plans within counties, said Robert Schiller, superintendent of public instruction. "But they were planning grants. The program did not get under way," he said.

This year there is no money for planning "choics" programs. Nevertheless, Schiller said the State Board of Education is committed to encouraging districts to provide such programs.

#### Some cost cuts

Many legislators at the ceremony saw no need to replace all the loat \$6 billion.
"There will be a net tax cut," said Rep. Willie Bullard, R-Milford, chair of the House Taxation Committee. "We'll eliminate

some tax expenditures (tax breaks). We'll cut state spending. And we'll do cost containment.

"The governor seems to want to put a sales tax proposal on the ballot," added Bullard, whose panel would handle such a proposed constitutional amendment.

The Legislature's job is eased by the fact that the property tax cut law also eliminates an \$50 million item from the budget—income tar relates for homeowners who have paid property taxes beyond 3.5 percent of income.

"I don't see \$5 billion in replacement taxes," said Rep, Jerny Vorva, R-Plymouth. "It will be significantly less. A \$2 billion savings would be wonderful. It's possible, though I'm not overly optimistic."

"There will not be a (restoration of the) property tax for schools," said Rep, Penny Orissman, R-Rochester. "There will be a combination of taxes and reduction of costs," predicted Rep. Tom Middleton, R-Ortonville." I see a half-billion to one-billion-dollar costs reduction. Middleton would like to see other local units of government allowed to collect more property taxes so that the state could get rid of its revenue-sharing program with citles, townships and countees.





## **MALLS&MAINSTREETS**

## Kids stuff

from page 7A

brands, just the styles."

"I like basketball shirts," Ross

"I like basketball shirts." Ross piped in.
Carol Edwards of Sterling Heights was browsing at Hudson's in the Oakland Mall with sons Steve, 9, and David, 5.
"I watch the ads and when jeans are on sale I usually go Merryn's or Kohl's and buy the boys about five pair each," she said. "BUM shirts are very popular at our school so they'll get a ceparate trip."
Nancy Williams of Bloomfield Hills avoids any hassles and budget bending by shopping without her elementary school-age children.
"I know what size they wear so

children.
"I know what size they wear so
I buy a few different outfits in my
price range," she explained.
"When I bring them home, they
try them on and they decide
which ones we keep and which
ones I return to the store. It works

out great, but I don't know if they'll iet me continue this when they get older."

Jean Wujczyk of Rochester Hills, shopping at the Oakland Mail with her children, Lise, 11, and Danny, 9, noticed that kids wear summer clothes long into the fall these days, extending this seasonal wardrobe.

"When I went back to school, hot or not, we were plaid jumpers, leather shoes and knez-socks," she said. "These days kids go back in shorts and snezkers until it gets cooler." Danny pointed out that he prefors that his mom spond his clothing dollars on skiwear and equipment because he belongs to a ski club.

Julie Helters of Clawson said she ventures out shopping with fourtherse Hillers of Clawson said she ventures out thopping with fourtherse Hillers (1).

Julie Heiters of Uniwoon sau she ventures out shopping with daughters Hillary, 12, and Kelly, 9, with a set amount of money put saids for back-to-school clothes. When the cash runs out, it's back home to save up more.

"They got book bags, shoes and

jeans last week," Heiters said.
"We'll go out later in the year
when it gets colder for sweats."
Browsing past the colored
jeans, hooded finants shirts and
hold striped rugby shirts out for
feeling. The shirts headed for the
bell hard of the shirts headed for the
bell hard handing on a rack at
Penney's.
"Just love the styles from the
65a and 70a," she said. "They are soo cool. I'm shopping for some
bell bottoms. They be really cool."
Traditionalists will appreciate
the "resurgence of classic basics"
at stores like Taibots for Kids in
the Somerset Collection.
"Parents who want good, no
trend standards, clothing without
novelty prints will want to stop in
Talbots for Kids," said Amy Osborne Dusy, the store manager.
The average elementary school
outfit, if purchased on sale, will
cost mom and dad about \$165.
The breakdown: A winter jacket
\$75, shoes \$35, jeans \$20, shirt or

turtleneck \$10, underclothes \$10, and a book bag \$15. Double this cost for each additional offspring. "That's why we make a list and go from there," insisted Suzanne wills, a Tray mother of two. 'It's too darn expensive to venture out without one. Try on all the clothes from last year, subtract the ones that are worn or fort fit. Add the ones that can be handed down. Then make a list of what is needed and go from there."



St. John has a loyal following. Gray said she is delighted to meet women at trunk shows who attend wearing St. Johns from past col-lections "looking perfectly fresh

and modern."
The new fall collection includes

pieces in traditional black and white with chocolate brown, the "new" shade for 1993. Suits and drosses include the famous brights for St. John Daywear, St. John Separates and St. John Eve-ning Wear. St. John jewelry is

electroplated in 22-karat gold to three times the thickness of the industry standard. Shoes include suede loafers, zip-back ankle boots, platform pumps and evesuede loafen boots, platfor ning slippers.







### Exclusives Annual Wedding Gown Sale . One Day Only!

Saturday, Aug. 28, 10 am-6 pm

If you have dreamed of buying your wedding gown at Exclusives For The Bride, but your budget doesn't allow it... This is a sale you should not miss.

SAVE UP TO



**EXCLUSIVES** for the bride

708 N. Woodward • Birmingham • 647-4999



✓ Free Screens ✓ Free Security Locks √ 60-Year Guaranteo

With Labor ✓ 80-Day Money-Back Guarantes After Installation **Best Price** 

Best Vinyl Windows √ No Money Down √ Silders At No Extra Cost √ Het Scaled %"

Thorms Pano Glass √ Free Estimate

WINDOW \$249002 EXTRA

Response has been great! Offer extended thru Augu



SHOWROOM ... 1501 S. Saginaw

BAY

Michigan State License