

Case 9-1

Disney's America Theme Park: *The Third Battle of Bull Run*

When you wish upon a star, makes no difference who you are. Anything your heart desires will come to you. If your heart is in your dreams, no request is too extreme . . .

—Jiminy Cricket

On September 22, 1994, Michael Eisner, CEO of the Walt Disney Company, one of the most powerful and well-known media conglomerates in the world, stared out the window of his Burbank office, contemplating the current situation surrounding the Disney's America theme park. Ever since November 8, 1993, when *The Wall Street Journal* first broke the news that Disney was planning to build a theme park near Washington, D.C., ongoing national debate over the location and concept of the \$650 million park had caused tremendous frustration. Eisner thought back over the events of the past year. How could his great idea have run into such formidable resistance?

THE CONTROVERSY COMES TO A HEAD

Eisner's secretary had clipped several newspaper articles covering two parades that took place on September 17. In Washington, D.C., several hundred Disney opponents from over 50 anti-Disney organizations had marched past the White House and rallied on the National Mall in protest of the park. On the same day in the streets of Haymarket, Virginia, near the proposed park site, Mickey Mouse and 101 local

children dressed as Dalmatians had appeared in a parade that was filled with pro-Disney sentiment. Eisner was particularly struck by the contrast between the two pictures: one showing an anti-Disney display from the National Mall protest and another of Mickey and Minnie Mouse being driven through the streets of Haymarket during the exuberant community parade.

Despite the controversy depicted in the press, on September 21, Prince William County, Virginia, planning commissioners had recommended local zoning approval for Disney's America, and regional transportation officials had authorized \$130 million in local roads to serve it. It appeared very likely that the project would win final zoning approval in October. At the state level, Virginia's Governor George Allen continued his strong support of the park's development.

Over the past three weeks, however, Eisner had been ruminating over a phone call he received in late August from John Cooke, president of the Disney Channel since 1985. Although Cooke had no responsibility for Disney's America, he had more experience in the Washington, D.C., political scene than any other of Disney's highest-ranking managers and was one of Eisner's most trusted executives. Cooke was not encouraging about the park's prospects. Quite familiar with many of the park's opponents, he believed they would not give up the fight under any circumstances. Given the anti-Disney coalition's considerable financial resources, the nationally publicized anti-Disney campaign could go on indefinitely, inflicting immeasurable damage on Disney's fun, family image. Cooke advised Eisner to think very seriously about ending the project.

Since the mid-1980s, Eisner's business strategy was to revitalize Disney by broadening its

Source: This case was written by Elizabeth A. Powell, Assistant Professor of Business Administration, and Sarah Stover, MBA 1997. It was written as a basis for class discussion rather than to illustrate effective or ineffective handling of an administrative situation. Copyright © 2001 by the University of Virginia Darden School Foundation, Charlottesville, VA. All rights reserved. To order copies, send an e-mail to dardencases@virginia.edu.

brand into new ventures. Although promising at first, now the wisdom of some of the ventures seemed less certain. The worst example, EuroDisney, the new Disney park located outside Paris, continued to flounder. The numbers for fiscal year 1994, due in just a couple of days on September 30, didn't look promising. Estimates said net income would be down to \$300 million from \$800 million the year before, mostly because EuroDisney lost \$515 million from operations and \$372 million from a related accounting charge.¹

The good news was that due to cost cutting, EuroDisney's losses were actually less than in the previous year, while the bad news was that attendance was also down. Prince al-Waleed bin Talal bin Adulaziz of Saudi Arabia had agreed to buy 24 percent of the park and build a convention center there, thus relieving some of the financial pressure, but it seemed that the negative press coverage of that park's troubles would never end.

The Disney's America problem was particularly bothersome, however. Eisner realized that the controversy surrounding the park, coupled with the many other highly publicized problems of 1994, was damaging Disney's image. Due to publicity about its highly visible corporate problems, Disney's image as a business threatened to tarnish its reputation for family-friendly fun and fantasy.

Personally, Eisner was particularly fond of the Disney's America concept. He had helped develop the original idea and had personally championed it within the Disney organization. He recalled the early meetings during which several Disney executives, including himself, had brainstormed an American history concept. He and the other executives had strongly believed that Disney had the unique capability of designing an American history theme park that would draw on the company's technical

expertise and offer guests an entertaining, educational, and emotional journey through time. They envisioned guests, adults and children alike, embracing a park dedicated to telling the story of U.S. history. Eisner had hoped the park would be part of the personal legacy he would leave behind at Disney. As he told a *Washington Post* reporter, "This is the one idea I've heard that is, in corporate locker room talk, what's known as a no-brainer."²

THE DISNEY'S AMERICA CONCEPT AND LOCATION

The idea of building an American history theme park originated in 1991 when Eisner and other Disney executives attended a meeting at Colonial Williamsburg in southeastern Virginia. The executives were impressed by the restored pre-Revolutionary capital. Disney had already been thinking about locations for theme parks that were on a somewhat smaller scale than the company's massive ones. Visiting Williamsburg helped Disney make the connection to a new park based on historical themes.

Disney's attention soon shifted focus to Washington, D.C. As the third-largest tourist market in the United States and the center of American government, the nation's capital seemed a natural location for an American history park. The abundance of historical sites in the area broadened its appeal as a center of American history. Disney's other parks were located on the fringes of developed urban centers (Anaheim, Orlando, Tokyo, and Paris). The parks gained advantages from their proximity to urban centers, but due to their peripheral locations, Disney was able to acquire lower-priced land and ensure a safe environment for visitors, far from inner-city congestion and crime.

¹ The Walt Disney Company Annual Report, 1995. See also Kim Masters, *The Keys to the Kingdom* (New York: William Morrow, 2000), p. 299.

² William M. Powers, "Michael in Eisnerland: Disney's Chairman's Sense of Wonder, Will to Win Drive for Virginia Theme Park Plan," *Washington Post*, January 23, 1994, p. H1.

Disney needed a location with easy access to an airport and an exit off an interstate highway. Executives hoped to find land that had already been zoned for development as well as local and state politicians who would be open to economic growth. In Prince William County, located in the heart of Virginia's Piedmont region, Disney found all these things. Dulles International Airport was located just east of Prince William County. U.S. Interstate 66 (I-66), the main traffic artery connecting Washington, D.C., with its western suburbs, could transport tourists straight from Washington's monuments and museums into Prince William County, a distance of about 35 miles.

The political and economic context also made Prince William County attractive to Disney. Virginia had long been a pro-growth state, and its governors were constantly under pressure to bring in new business. Democratic Governor Doug Wilder would leave office in November 1993, having lost some notable campaigns to bring growth to Virginia's economy. Polls showed that he would likely be replaced by Republican George Allen, the son of a former Washington Redskins American football coach and a graduate of the University of Virginia. If elected, Allen would be under instant pressure to create state economic growth. Most Prince William County officials were also "pro-growth," though not well prepared for it. The county's growing population of middle-class residents (up 62 percent since 1980) paid the highest taxes in the state of Virginia due to a dearth of economic development within the county. The Virginia legislature set an ambitious goal in 1990 to attract 14,000 jobs and \$1 billion in nonresidential growth to the county to fund more and better schools and county administrative services, in addition to reducing residential taxes paid by each family.

In the spring of 1993, Peter Rummell, president of Disney Design and Development, which included the famous Imagineering

group, as well as the real estate division, identified 3,000 acres in Prince William County near the small town of Haymarket (population 483). The largest property was a 2,300-acre plot of land, the Waverly Tract, owned by a real estate subsidiary of the Exxon Corporation. Waverly was already zoned for mixed-use development of homes and office buildings, yet due to a weak real estate market, Exxon had never broken ground on the undeveloped farmland. For a modest holding price, Exxon was willing to option the property. Using a scheme that had worked years before in Orlando, the Disney real estate group bought or put options on Waverly and the remaining 3,000 acres without revealing the company's corporate identity in any of the transactions.

THE VIRGINIA PIEDMONT

The northeast corner of Virginia comprises the Piedmont region. The region contains countless significant sites related to U.S. history, including, for example, the preserved homes of four of the first five U.S. presidents: Washington, Jefferson, Madison, and Monroe. According to Pulitzer Prize-winning historian David McCullough, "This is the ground of our Founding Fathers. These are the landscapes—small towns, churches, fields, mountains, creeks, and rivers—that speak volumes."³ Thomas Jefferson loved the agrarian life he found on the farms east of the Blue Ridge Mountains. In his letters, he exulted over the region's "delicious spring," "soft genial temperatures," and good soil.⁴

The region is also home to more than two dozen Civil War battlefields. The U.S. Civil War was fought largely over the issue of slavery, pitting northern states against the southern states that had seceded from the union. Just a

³Richard L. Worsnop, "Historic Preservation," *The CQ Researcher*, October 7, 1994, p. 867.

⁴Rudy Abramson, "Land Where Our Fathers Died," *Washingtonian Magazine*, October 1996, p. 62.

few miles from the Waverly tract is Manassas National Battlefield Park, land that is protected and preserved by the U.S. National Park Service, commemorating two major Civil War battles. The first battle in 1861 was the Civil War's first major land engagement. The second, in 1862, marked the beginning of Confederate General Robert E. Lee's first invasion of the North. On what would become some of the bloodiest soil in U.S. history, Lee reflected at Bull Run in 1861, "The views are so magnificent, the valleys so beautiful, the scenery so peaceful. What a glorious world the Almighty has given us. How thankless and ungrateful we are, and how we labor to mar His gifts."⁵

Although largely rural and predominantly middle class, the region was also notable as home to some of America's most wealthy and influential citizens. The largest estates suggested the presence of privilege at every turn: perfect fences built from stone or wood, carefully manicured pastures, large barns requiring lots of hired help, a few private landing strips, and long private lanes lined with boxwood or dogwood that led to magnificent private homes. Exhibit 9.1 provides a map showing the locations of some of the area's most wealthy homeowners.

The Piedmont also had a history of successfully fighting local development projects. In the late 1970s, the Marriott Corporation had proposed building a large amusement park, and, in the late 1980s, a development group had planned to develop a major shopping mall in the area. Both projects were defeated by local opposition.

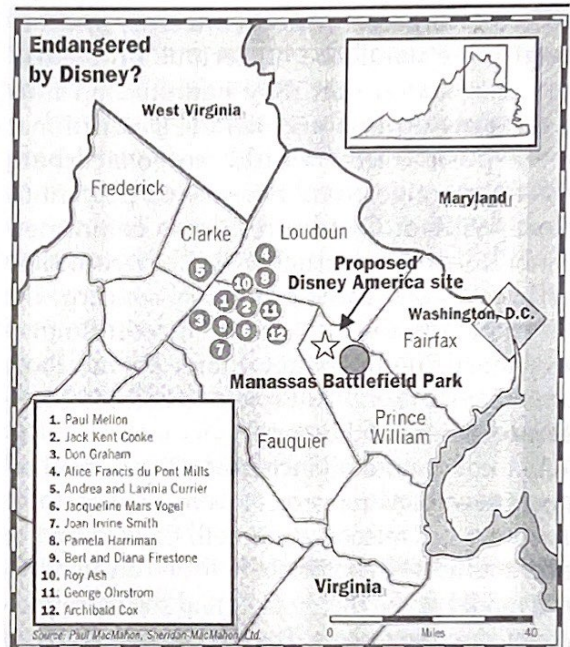
DISNEY'S PLANS REVEALED

To keep its land acquisition secret, Disney had done little to work with local government and communities, but by late October of 1993, Eisner learned that Disney's plans had begun to leak.⁶ It would only be a matter

⁵"Making a Stand," *Conde Nast Traveler*, September 1994, p. 148.

⁶Michael D. Eisner, *Work in Progress* (New York: Random House, 1998), p. 323.

EXHIBIT 9.1 The Third Battle of Bull Run: The Disney's America Theme Park. Proximity of Disney's America Site to Several Wealthy Residents. Design: Bob Mansfield/Forbes



Source: Lisa Gubernick, "The Third Battle of Bull Run," *Forbes* 400, October 17, 1994, p. 72. Reprinted by permission of *Forbes* Magazine, copyright 2002, Forbes, Inc.

of days before the news would hit the media, so in the meantime Disney had to act quickly. Behind the scenes, Eisner contacted outgoing Governor Wilder and Governor-elect Allen. Both gave their immediate support and agreed to attend a public announcement scheduled for November 11. The company hired a local real estate law firm, and also retained the services of Jody Powell, former press secretary to President Jimmy Carter, who ran the Powell Tate public relations firm.

On November 8, 1993, a brief item appeared in *The Wall Street Journal* stating that Disney was planning to build a theme park somewhere in Virginia. That same day, Disney officials confirmed the story but provided no additional details. The next day, a *Washington Post* reporter identified Prince William County as the

targeted area. Disney spokespeople confirmed the location and added some details. Disney officials briefed reporters and legislators, stating that they had investigated possible obstacles to the project, including environmental and historic preservation concerns, and believed there would be no serious problems.⁷ They also stated that they had studied traffic patterns on I-66 and believed additional theme park traffic would not exacerbate rush-hour congestion.⁸ Because 65 percent of Prince William County residents commuted to jobs in other northern Virginia counties, traffic congestion was a primary concern. On November 10, the *Post* ran the first full news story, headlined "Disney Plans Theme Park Here; Haymarket, VA: Project to Include Mall, Feature American History."

As local discussion increased, Disney held an upbeat news conference on November 11 and also issued a press release. Rummell, flanked by the governors and local officials, revealed an architectural model of the theme park and the surrounding development plans. The park logo featured a bold close-up of a stylized bald eagle rendered in navy blue, draped in red and white striped bunting, and with the words, "Disney Is America" emblazoned in gold across the eagle's chest.

Disney's America was presented as a "totally new concept . . . to celebrate those unique American qualities that have been our country's strengths and that have made this nation the beacon of hope to people everywhere." Disney would draw upon its entertainment experience in multimedia and theme park attractions. Disney officials emphasized the park's focus on the Civil War. Guests would enter the park through a detailed Civil War-era village and then ride a steam train to explore nine areas, each devoted to an episode from American history. One of these included a Civil War fort,

complete with battle reenactments. Other exhibits included "We the People," depicting the immigrant experience at Ellis Island, and "Enterprise," a factory town featuring a high-speed thrill attraction called "The Industrial Revolution."

Disney officials predominantly sold the park on its economic benefits to the local area, stating that the park would directly generate about 3,000 permanent jobs⁹ along with 16,000 jobs indirectly.¹⁰ Around the park, the company would develop resort hotels, an RV park, a 27-hole public golf course, a commercial complex with retail and office space, and 2,300 homes.¹¹ Disney projected \$169 million in tax revenues for the first 10 years after the park opened in 1998 and nearly \$2 billion over its first 30 years.¹² In addition, Disney would donate land for schools and a library and reserve up to 40 percent green space as a buffer around the core recreational area.¹³

In part, the announcement came off better in print than at the conference. In the press release, Bob Weis, senior vice president of Walt Disney Imagineering, was quoted as saying, "Beyond the rides and attractions for which Disney is famous, the park will be a venue for people of all ages, especially the young, to debate and discuss the future of our nation and to learn more about its past by living it." In the conference, however, Weis said of the attractions, "We want to make you a Civil War soldier. We want to make you feel what it was like to be a slave, or what it was like to escape through the Underground Railroad." Weis's intended meaning was to refer to the new technology of

⁷ Kirsten Downey and Kent Jenkins Jr., "Disney Plans Theme Park Here; Haymarket, VA.: Project to Include Mall, Feature American History," *Washington Post*, November 10, 1993, p. 59.

⁸ *Ibid.*

⁹ Spencer S. Hsu, "Disney Project Runs into Concern about Traffic Pollution," *Washington Post*, November 12, 1993, p. A18.

¹⁰ Lisa Gubernick, "The Third Battle of Bull Run," *Forbes* 400, October 17, 1994, p. 68.

¹¹ *Ibid.*

¹² *Ibid.*

¹³ Park Net, National Park Service, "More Battles: The Horse and the Mouse, Battling for Manassas," http://www.cr.nps.gov/history/online_books/mana/adhi11b.htm (last modified August 8, 2001).

virtual reality that would be used, but critics quickly jumped on the statement. *Washington Post* columnist Courtland Milloy contrasted the description to "authentic history" that would have to portray atrocities like slave whippings and rape.¹⁴ Author William Styron wrote that he believed the comment suggested that slavery was somehow a subject for fun or that the escape route used for slaves was similar to a subway system.¹⁵

PIEDMONT OPPOSITION

Almost immediately after Disney confirmed its plans to build a park in Prince William County, anti-Disney forces began organizing their opposition. To many who were alarmed, the plans seemed already so well-developed that they gave the impression of a *fait accompli*. Just days after Disney's formal announcement, a meeting was held at the home of Charles S. Whitehouse, a retired foreign service officer who had owned property in the Virginia hunt country since the early 1960s. The dozen guests included William D. Rogers, former undersecretary of state under Henry Kissinger and now a senior partner in a powerful Washington law firm; Joel McCleary, a former aide in the Carter White House and former treasurer of the Democratic National Committee; and Lavinia Currier, great-granddaughter of Pittsburgh financier Andrew Mellon. William Backer, a former New York advertising executive who had created slogans for Coca Cola ("Coke—It's the Real Thing") and Miller Beer ("If you've got the time, we've got the beer"), also attended. The group worried that the proposed development would undermine the upper Piedmont's "traditional character and visual order."

The phrase came from the charter of the Piedmont Environmental Council (PEC), a rural-preservation group co-chaired by Whitehouse. Many of Whitehouse's guests

had donated considerable amounts of time and money to the organization, which fought development and bought land and easements to preserve the area. The PEC was originally founded in 1927 by a group of prominent landowners. Over the years, it fought successfully against uranium mining and plans for a "western bypass" highway.

The group discussed the options for stopping Disney's encroachment upon the hunt country. There was the possibility of derailing the project during the Virginia legislature's next session. Rogers discussed some of the legal options. Backer suggested a negative publicity campaign, possibly at a national level, to force an image-conscious company like Disney to retreat. He argued for a subtle approach rather than a straight-on NIMBY (Not In My Backyard) campaign. He didn't want the opposition campaign to be viewed simply as a group of wealthy landowners who wanted to prevent a theme park from disturbing their fox hunting. As the meeting ended, Backer agreed to come up with a slogan.

A few days later, Backer presented his "Disney, Take a Second Look" slogan to the group. Backer's angle was to convince Disney that it should reassess the idea of building a theme park amid the beauty of the Piedmont. Although the campaign addressed Disney directly, it would remind anyone who saw it of the Piedmont's unspoiled and now-threatened natural beauty. Within a few days, the slogan was running in radio ads and incorporated on a letterhead. The logo accompanying the slogan showed a balloon, with a barn and farmhouse inside, drifting away in the breeze.

This initial meeting was followed by dozens of others in the coming weeks and months. One week after the gathering at the Whitehouse home, over 500 people attended a meeting at the Grace Episcopal Church in The Plains, Virginia, about seven miles west of the Disney site. The meeting's attendants represented a wide range of economic backgrounds, but they were united in their preference for the rural life they enjoyed.

¹⁴ Ibid.

¹⁵ Chris Fordney, "Embattled Ground," *National Parks*, November/December 1994, p. 28.

Megan Gallagher, Whitehouse's co-chairman of the Piedmont Environmental Council, led the meeting, reminding the group of other local protest movements that had stopped big projects. Other speeches rounded out the audience's concerns: The park's estimated 9 million annual visitors would spark low-density ancillary development like that around Anaheim and Orlando. The pristine countryside would be overcome by cheap hotels, restaurants, and strip malls. Already problematic traffic congestion would be exacerbated. The park would create low-wage jobs and not provide the tax base that the Disney plan promised. During the meeting, the Piedmont Environmental Council, which had already committed \$100,000 of its \$700,000 annual budget to the project, emerged as the leading opposition group.

A few days after the meeting at Grace Episcopal Church, another meeting organized by the Prince Charitable Trusts of Chicago, another land preservation group, was held at a local restaurant. This meeting brought together several regional and national environmental groups concerned about the Disney's America project. Eventually, the Prince Charitable Trusts would give over \$400,000 to 14 different anti-Disney groups that conducted studies, gave press conferences, and attacked Disney from every possible environmental angle. The largest grant went to the National Growth Management League, which mounted a local advertising campaign under the name "Citizens Against Gridlock." The campaign depicted I-66, already one of northern Virginia's busiest and congested highways, as "Disney's parking lot."

In early December, the PEC held a news conference in a Washington hotel to increase the reach of its "Second Look" campaign. It retained a prominent Washington law firm as well as a public relations firm. The group began recruiting and organizing dozens of volunteers. It sent out a fundraising letter seeking \$500,000 in contributions. It also commissioned experts to assess the park's impact

on the environment, urban sprawl, traffic, employment, and property taxes.

DISNEY'S CAMPAIGN

Soon after the public announcement, Disney undertook concerted efforts to win over state and local government, as well as constituencies within proximity of the proposed site. Virginia's new governor, George Allen, immediately promoted the Disney project. He believed Disney's worldwide reputation would make Virginia an international tourist destination, bringing millions of travelers to the state. In numerous press releases, Allen endorsed Disney's belief that the project would create 19,000 jobs and bring millions of new tax dollars to state and municipal coffers.

By early January, Disney asked the state to bear some of the costs of the new park. Disney requested \$137 million in state highway improvements and \$21 million to train workers, move equipment from Orlando, pay for advertising, and put up highway signs directing tourists to the park. These funds would have to be guaranteed by the end of the current state legislative session to allow Disney to move ahead with development in early 1995. Now focusing on Virginia's state capital, Disney retained a well-connected Richmond law firm to handle its lobbying efforts. It also hired a Richmond event-planning firm to organize two large receptions. Lobbying expenses alone reached almost \$450,000, including \$32,000 for receptions and \$230 for the Mickey Mouse ties given to state legislators.

Allen supported Disney's request and argued the highway improvements Disney planned would ease traffic problems that already existed in northern Virginia, in addition to accommodating the extra traffic generated by the park. The state's support of the project, he said, would send a message that Virginia was "open for business."

Disney officials met with African-American legislators and promised to ensure that minorities

got a good shot at contracts and jobs. They invited a dozen officials from area museums and historic sites, including Monticello and Colonial Williamsburg, to a meeting in Orlando to discuss their plans for portraying history in the northern Virginia park. In Richmond, Disney lobbyists portrayed opponents as wealthy landowners who simply did not want Disney in their backyards.

Disney sought and received strong support from the Prince William business community, especially realtors, contractors, hotels, restaurants, and utility companies. The Disney staff also poured tremendous effort into harnessing the support of local citizens, spending hours preaching the message of neighborliness to local groups. Groups formed to support the park, including the Welcome Disney Committee, Friends of the Mouse, Youth for Disney, and Patriots for Disney. Members of these groups attended state legislative hearings, gave testimony, and handed out bumper stickers and buttons. Disney sent newsletters to 100,000 local households and retained a second Washington public relations firm to handle grassroots support.

Disney also entered negotiations with the National Park Service at the Manassas park, which was three miles away. The company agreed to limit the height of its structures to 140 feet so they would not be visible from the park and to develop a special transit bus system that would transport 20 percent of Disney guests and 10 percent of employees. The company promised to promote historic preservation and the Manassas National Battlefield Park within Disney's America and immediately donated money to an allied nonprofit group.

THE PEC'S CAMPAIGN

The PEC mounted a strong effort in Richmond as well, including hiring two full-time lobbyists.¹⁶ Its campaign was based on the premise that the park was a bad business deal for Virginia.

¹⁶ Ibid.

The PEC claimed that the park would generate fewer jobs than Disney and Governor Allen had promised—6,300 rather than 19,000—and that the jobs would not pay well. They accused Allen of exaggerating the tax benefits. They emphasized the traffic and air pollution that would be caused by the park. They also suggested 32 other sites in the Washington area that would be more suited to the project than the current site. Finally, they suggested that the state should not have to fund any of the park's development. The PEC spent over \$2 million in its campaign against Disney, including lobbying and public relations.¹⁷

THE VOTE

On March 12, 1994, when the Virginia state legislature voted on a \$163 million tax package for Disney, the results clearly favored Disney. This wasn't even a close call for the state government officials. Disney won 35 to 5 in the Virginia Senate and 73 to 25 in the House of Delegates. Things were looking up for the Disney's America project, although a new bumper sticker appeared in the Piedmont that said, "Gov. Allen Slipped Virginia a Mickey."

THE HISTORIANS AND JOURNALISTS TAKE OVER

Disney officials were elated after their victory in Richmond. It seemed likely that construction could begin in early 1995 after all. Meanwhile, Disney's opponents were not ready to give up the fight. Public debate on local issues such as traffic congestion and pollution had failed to keep Disney out of the Piedmont, and the anti-Disney crowd realized they needed to change the theme of their campaign. They needed a grander, more significant argument—something that would gain national attention.

¹⁷ Ibid.

The kernel of that argument had appeared in December 1993, in an editorial written to the *Washington Post* by Richard Moe, president of the National Trust for Historic Preservation and former chief of staff for Vice President Walter Mondale.¹⁸ In his article, Moe suggested that Disney's development would engulf "some of the most beautiful and historic countryside in America."¹⁹ He predicted that the park would reduce attendance at authentic northern Virginia historic landmarks, including the Manassas battlefield. Moe also questioned Disney's ability to seriously portray American history when the success of its other theme parks was based on simply showing visitors a good time.

Moe's article was followed by a similar piece published in mid-February 1994 by the *Los Angeles Times*, the newspaper serving Disney's southern California headquarters. This editorial was written by Pulitzer Prize-winning journalist Nick Kotz, whose Virginia farm happened to be located three miles from the Disney site. Like Moe, Kotz based his article on the premise that Disney's park would desecrate land that should be considered a national treasure. He suggested that Disney would cheapen and trivialize its historic value. After the article was published, Kotz met with Moe over breakfast at the Mayflower Hotel in Washington to discuss anti-Disney strategy. This meeting was one of many that would follow among a growing network of the nation's most elite journalists and historians who were becoming increasingly concerned over Disney's plans.

As the network grew, several prominent historians joined the fight against Disney and formed a group that became known as Protect Historic America. An early recruit was David McCullough, the author of several best-selling books, including a Pulitzer Prize-winning biography of Harry Truman. McCullough was very well known, particularly of late for his

narration of the highly acclaimed Ken Burns "Civil War" series on PBS. Another prominent member was James McPherson, a Princeton University professor and author of the Pulitzer Prize-winning *Battle Cry of Freedom*. Exhibit 9.2 provides a list of many prominent authors and historians who joined Protect Historic America in its early stages.

By May, Protect Historic America was prepared to launch a national campaign in partnership with Moe's National Trust for Historic Preservation. Using funds donated by Piedmont residents, the group placed a full-page ad in the May 2 edition of the *Washington Post*, asking Eisner to reconsider the Haymarket site. The ad included a tear-away response form at the bottom and generated over 5,000 responses. Nine days later, on May 11, the group held a news conference at the National Press Club that featured McCullough and Moe, among others. The prominent journalists in the group virtually assured that the conference would receive national news coverage.

During the well-publicized news conference, the speakers argued that Disney threatened the Piedmont countryside, including historic towns and battlefields. The region's rich heritage made it valuable to all Americans. David McCullough stated, "We have so little left that's authentic and real. To replace what we have with plastic, contrived history is almost sacrilege."²⁰ James McPherson, in a written statement presented to reporters, said, "A historical theme park in Northern Virginia, three miles from the Manassas National Battlefield, threatens to destroy the very historical landscape it purports to interpret."²¹

The press conference, along with personal correspondence from McCullough and McPherson, convinced over 200 historians and writers to endorse the fight against Disney.

¹⁸ Ibid.

¹⁹ Richard Moe, "Downside to Disney's America," *Washington Post*, December 21, 1993, p. A23.

²⁰ Larry Van Dyne, "Hit the Road, Mick," *Washingtonian Magazine*, January 1995, p. 59.

²¹ Paul Bradley, "Prominent Historians Join Disney Foes," *Richmond Times-Dispatch*, May 12, 1994, p. B1.

EXHIBIT 9.2 The Third Battle of Bull Run: The Disney's America Theme Park. Partial List of Historians and Authors in the Anti-Disney Campaign

James David Barber	Professor of political science, Duke University
Frances Berry	Professor of American social thought, history, and law, University of Pennsylvania
William R. Ferris	Director, Center for the Study of Southern Culture, and professor of anthropology, University of Mississippi
Barbara J. Fields	Professor of history, Columbia University
Shelby Foote	Author of four-volume <i>Civil War</i> , which was made into a popular PBS miniseries
George Forgie	Associate professor of history, University of Texas at Austin
John Hope Franklin	Former president, American Historical Association
Ernest B. Furgurson	Journalist and historian
Gary Gallagher	Chairman, History Department, Pennsylvania State University
John Rolfe Gardiner	Piedmont Virginian and author of novels set in the Piedmont region
Doris Kearns Goodwin	Professor of government, Harvard University
Ludwell H. Johnson III	Professor emeritus of history, College of William and Mary
Richard M. Ketchum	Editorial director, American Heritage Books
Nick Kotz	Journalist, author of four books on American history and politics
Glenn LaFantasie	Deputy historian and general editor of the <i>Foreign Relations of the United States</i> series, U.S. State Department
David Levering Lewis	Professor of history, Rutgers University
David McCullough	Author, Pulitzer Prize winner, <i>Truman</i>
James McPherson	Professor of history, Princeton University, and Pulitzer Prize winner, <i>Battle Cry of Freedom</i>
Holt Merchant	Professor of history, Washington and Lee University
Richard Moe	President, National Trust for Historic Preservation
W. Brown Morton III	Chairman, Department of Historic Preservation, Mary Washington College
Neil Irvin Painter	Professor of American history, Princeton University
Merrill D. Peterson	Professor emeritus and former chairman, History Department, University of Virginia
James L. Robertson Jr.	Professor of history, Virginia Polytechnic and State University
George F. Scheer	Author specializing in colonial and Revolutionary War history
Arthur Schlesinger Jr.	Author of 16 books on American history
William Styron	Author, Pulitzer Prize winner, <i>The Confessions of Nat Turner</i>
Dorothy Twohig	Associate professor of history, University of Virginia
Tom Wicker	Former Washington bureau chief of <i>The New York Times</i>
Roger Wilkins	Former advisor to President Johnson and professor of history, George Mason University
C. Vann Woodward	Professor emeritus of American history, Yale University

Source: Paul Bradley, "Prominent Historians Join Disney Foes," *Richmond Times-Dispatch*, May 12, 1994, p. B1.

Several historians wrote articles in national publications, attacking the Disney project. C. Vann Woodward, the noted Southern historian, wrote an article for the *New Republic* in which he stated:

What troubles us most is the desecration of a particular region . . . historians don't own history, but it isn't Disney's America either. Nor is it Virginia's. Every state . . . in the country sent sons to fight here for what they believed, right or

wrong. They helped make it a national heritage, not a theme park.²²

The historians and journalists attempted to limit their arguments to the importance of preserving the Piedmont land and its historic heritage. Concerned that they would be regarded as cultural elitists, they tried to avoid

²²C. Vann Woodward, "A Mickey Mouse Idea," *New Republic*, June 20, 1994, p. 16.

the argument that Disney should not attempt to portray history in a theme park. There were several notable deviations from this strategy, however. McCullough once referred to Disney's plans as "McHistory."²³ Shelby Foote, a Civil War historian, made it clear that he believed Disney would sentimentalize history as it had done to the animal kingdom.²⁴ Commentator George Will asked facetiously, "Is the idea to see your sister sold down the river, then get cotton candy?"²⁵ Around this same time period, a lively online discussion took place on the H-Civwar listserve, whose members included academics and historians who were Civil War buffs.²⁶

DISNEY'S RESPONSE

Following the May 11 press conference, a Disney spokesperson reiterated the park's intended effect: "Disney's America will bring America's history to life, celebrate America's diversity, provide a road map to other attractions throughout the region, and encourage Americans to go further into their history."²⁷ Governor Allen also defended Disney after the press conference, saying, "I majored in history. I love history, and I think it's one of the best selling points for tourism. As much as I respect Shelby Foote and enjoyed the *Civil War* series, we shouldn't set ourselves up as censors." He added, "Hopefully, it will get people interested and want to go see the real thing."²⁸

At Disney the situation seemed reminiscent of a 1991 controversy over an exhibit on Abraham Lincoln, which was criticized for its cursory treatment of slavery. Disney

responded by redesigning the exhibit with the help of Eric Foner, a history professor from Columbia University who had made the complaint. To avoid costs associated with designing and redesigning an entire park based on varying interpretations of history, Disney had already begun to seek advice as early as mid-December 1993.²⁹ The company turned again to Foner, as well as other historians. As Weis put it, "We all share a common interest to make sure that our treatment of history is sensitive, honest, and balanced."³⁰ Disney invited a group of historians to Orlando to help them envision what Disney had in mind for Disney's America. Though at first skeptical, some came away thinking that Disney's America might work.³¹ James Oliver Horton, a professor of African-American history and American studies at George Washington University, who also designed exhibits for the Smithsonian, took the view that Disney's technological expertise might indeed help audiences learn more about history.³²

Even with this much foresight, the strength of Protect Historic America's objections caught Eisner off guard. In April, the U.S. Transportation Department had decided to assess the environmental impact of Disney's proposed development. In light of impending federal involvement and PHA's national campaign, Eisner decided to personally visit Washington in mid-June to meet with reporters and editors from the *Washington Post*, Interior Secretary Bruce Babbitt, U.S. House Speaker Thomas Foley, and 30 other legislators. Eisner defended the company's intentions and expressed his frustration openly to the press, saying:

I'm shocked because I thought we were doing good. I expected to be taken around on people's shoulders. . . . If this was any other city in the country, the (Federal government) wouldn't even be

²³ Sarah Skolnik, "The Mouse Trapped: Horton Gives a Hoot; Professor James Oliver Horton Retained by Walt Disney Company as a Consultant," *Regardie's Magazine*, September 1994, p. 44.

²⁴ Bradley, "Prominent Historians Join Disney Foes," p. B1.

²⁵ Van Dyne, "Hit the Road, Mick," p. 122.

²⁶ Archived by Avon Edward Foote, "Disney Documents Plus," last modified March 26, 2002, <http://www.chotank.com/disvasav2.html>.

²⁷ Bradley, "Prominent Historians Join Disney Foes," p. 1.

²⁸ *Ibid.*

²⁹ Eisner, *Work in Progress*, p. 326.

³⁰ Skolnik, "The Mouse Trapped," p. 44.

³¹ Eisner, *Work in Progress*, pp. 329–31.

³² Park Net, National Park Service, "More Battles."

interested. . . . (I was unaware) so many wealthy people (lived west of Washington). . . . Disney's America will offer an alternative approach to history that may have more effect on people than conventional history. . . . It's private land that is in the middle of a historic area, but it's not in the middle of a battlefield. . . . We have a right to do it. . . . If people think we will back off, they are mistaken.³³

Then Eisner threw in at least one other comment that came back to haunt him, "I sat through many history classes where I read some of their stuff, and I didn't learn anything."³⁴ A few days later, PHA responded with a full-page advertisement in *The New York Times*. The ad headlined "The Man Who Would Destroy American History" reiterated the quote and commented, "Unfortunately, he means it."³⁵ In an attempt to generate some positive publicity for Disney, Eisner's visit coincided with the Washington movie premier of *The Lion King*. The plan backfired when the event attracted over 100 protesters from the PEC and other organizations, including a couple dressed as lions carrying a sign reading "Michael Eisner, the Lyin' King."

CONGRESSIONAL HEARING

Protect Historic America's leaders next met with several U.S. senators and congressional representatives. As a result, Arkansas Senator Dale Bumpers, chairman of the subcommittee with jurisdiction over national parks, agreed to hold a hearing on the issue, which was held on June 21. McCullough, McPherson, and Moe represented the historians' point of view, while Governor Allen and several Disney executives presented their side of the issue. The historians presented a legal brief prepared *pro bono* for the hearing by a Washington law firm, stating that the Interior Department had a responsibility to investigate the project, given its proximity

³³ William F. Powers, "Eisner Says He Won't Back Down," *Washington Post*, June 14, 1994, p. A1.

³⁴ *Ibid.*

³⁵ Van Dyne, "Hit the Road, Mick," p. 123.

to the Manassas battlefield and Shenandoah National Park. They added that Virginia's historic landmarks were threatened, and because the landmarks were national treasures, the federal government had a responsibility to protect them. Allen and the Disney officials countered, arguing that the park was a local land use issue that should be handled within the state of Virginia.

Most of the congresspeople sympathized with Disney, believing that Congress and the federal government should stay out of the situation, and Bumpers said he would take no further action. Although it had no legislative impact, the hearing spurred thousands of newspaper stories, cartoons, and editorials nationwide, greatly increasing national awareness of the issue. Protect Historic America's clipping service pulled over 10,000 items covering the hearing. At this point, national television and radio shows began covering the issue in depth, and political cartoonists were having a field day.

THE DEBATE CONTINUES

Despite outraged or lampooning overtones in the press, a few columnists supported Disney in the debate. For example, columnist Charles Krauthammer wrote,

Those who fear that a children's entertainment will destroy real history have little faith in history. Disney's America is an amusement for kids who bring their parents along for the ride. The issue of urban sprawl is serious. The suggestion of cultural desecration is not. As the kids would say, "Lighten up, guys."³⁶

In another instance, William Safire of *The New York Times* called the opposition group "a little band of well-credentialed historians, litigating greens, liberal columnists, and self-protected landowners."³⁷

³⁶ Charles Krauthammer, "Who's Afraid of Virginia's Mouse," *Time*, June 6, 1994, p. 76.

³⁷ Quoted in Van Dyne, "Hit the Road, Mick," p. 123.

Overwhelmingly, however, press opinion sided with the historians, and the criticism became increasingly vicious over time. Pat Buchanan suggested that Eisner should “take his billions and go back to Hollywood . . . where they are impressed by . . . swagger.”

Eisner remained steadfast as he continued in his attempt to build public support for the project. On July 12, *USA Today* printed Eisner’s retort to the historians’ arguments to build national support for the project. Eisner wrote, “When we began developing plans for a northern Virginia park to celebrate America’s heritage, we expected to encounter hurdles. . . . But we did not expect that our creative reputation and talent for educating while entertaining would be attacked with such invectiveness.” He continued, “We see Disney’s America as a place where people can celebrate America, her people, struggles, victories, courage, setbacks, diversity, heroism, dynamism, pluralism, inventiveness, playfulness, compassion, righteousness, tolerance. . . . [O]ur goal is to instill visitors with a desire to see and learn more.”³⁸

On September 12, Protect Historic America and the National Trust for Historic Preservation invited journalists and politicians to a program at Ford’s Theater in Washington celebrating Virginia as the “Cradle of Democracy.” Foote, Styron, and several other authors gave readings from their work, and each guest received a binder of anti-Disney news clippings.³⁹ Don Henley, co-founder of the rock group the Eagles, also read a brief passage and donated \$100,000. Several years earlier, Henley had been involved in the fight to save nineteenth-century American essayist Henry David Thoreau’s Walden Pond in Massachusetts. Then, just five days after the Ford’s Theater event, the anti-Disney national mall demonstration and the pro-Disney parade in Haymarket took place concurrently.

³⁸ Michael D. Eisner, *USA Today*, July 12, 1994, p. 10A.

³⁹ See Protect Historic America, “Reaching the People: News Media Coverage of the Controversy over the Siting of ‘Disney’s America,’” Washington, D.C., May 11, 1995.

THE DECISION

Eisner watched the beautiful California sunset and pondered the situation. Could he come up with an argument that would sway public opinion in Disney’s favor? Would the public tire of the issue, or would the debate continually resurface? How many lawsuits would Disney have to become involved in, and what would be the cost of litigation? What would the historians do once the park opened? Would Disney continually be engaged in a costly process of redesigning exhibits that were objectionable to various factions of historians? Could the park’s theme be changed or repackaged?

If Eisner ended the Disney’s America project now, the company would upset countless Virginia politicians, including Governor Allen, who had fought on its behalf. The various groups of Piedmont residents who had supported Disney and were counting on the park to provide jobs and tax revenues would be upset as well. Giving up now would mean that Disney had lost a very public, hard-fought campaign. Eisner had said publicly that Disney would not give in, so ending now would risk going back on his word. But were these previous commitments worth the costs of keeping them in light of the vocal opposition and the risk to Disney’s reputation?

Eisner considered the options. He had reached the point where he needed to make a decision regarding Disney’s America so he could focus more closely on other business concerns.

CASE QUESTIONS

1. What are the key issues that Eisner must consider in this situation from a government relations perspective?
2. Where is Disney most vulnerable, from a communications standpoint?
3. How could Disney have better anticipated the opposition to its new theme park proposal?
4. What advice would you give Eisner?