



**Council
Communication**
Office of the City Manager

Date

June 4, 2007

Agenda Item No. 17
Roll Call No. 07-
Communication No. 07-313
Submitted by: Matthew A. Anderson
Economic Development Administrator

AGENDA HEADING:

Resolution approving construction period tax abatement for the Nationwide office expansion at 1100 and 1200 Locust Street

SYNOPSIS:

On May 8, 2006 by roll call 06-950, the City Council approved a development agreement with Nationwide Mutual Insurance Company (Donald V. Friert, Jr., Vice-President, Corporate Real Estate, One Nationwide Plaza, Columbus, OH 43215) to facilitate the expansion of their downtown corporate campus. That action included allowing the use of construction period tax abatement as a permissible economic development incentive for the project.

Nationwide has filed their tax abatement application and is in compliance with the terms of the Development Agreement. This action formalizes the process for use of construction period tax abatement pursuant to the terms of the Development Agreement

FISCAL IMPACT:

Amount: Approximately \$1,125,000

Funding Source: N/A. Construction period tax abatement will provide 100% exemption from taxation on the value added by the building addition and new construction at Nationwide's downtown campus during construction.

ADDITIONAL INFORMATION:

Nationwide's addition to their building at 1100 Locust is on schedule and will be completed by year-end. The new building at 1200 Locust is also on schedule and will be completed by December 31, 2008. Nationwide will break ground on the parking garage later this summer.

PREVIOUS COUNCIL ACTION(S):

Date: May 21, 2007

Roll Call Number: 07-1015 and 07-1016

Action: On Proposed Eighth Amendment to the Metro Center Urban Renewal Plan. (Council Communication No. 07-284) Moved by Coleman to adopt. Motion Carried 7-0.

(A) Recommendation from Plan and Zoning Commission. Moved by Coleman to receive and file. Motion Carried 7-0.

Date: March 12, 2007

Roll Call Number: 07-454

Action: On proposed vacation and sale of portions of 13th and Cherry Streets, to Nationwide Mutual Insurance Company, (\$40,318 plus exchange for other Nationwide property), (3-26-07). (Council Communication No. 07-130) Moved by Mahaffey to adopt. Motion Carried 6-1.

Date: November 20, 2006

Roll Call Number: 06-2309

Action: Purchase of 1212 Cherry Street and 1216 Mulberry Street. (Council Communication No. 06-722) Moved by Coleman to adopt. Motion Carried 6-0.

Date: October 9, 2006

Roll Call Number: 06-1970

Action: Regarding City-initiated proposal for vacation and conveyance of a portion of Cherry Street between 12th and 13th Streets and a portion of 13th Street between Mulberry and Cherry Streets, subject to reservation of easements for utilities. Moved by Vlassis to receive and file, and to refer to the City Manager for further processing in accordance with standard City property disposition procedures. Motion Carried 6-0.

Date: May 8, 2006

Roll Call Number: 06-950

Action: Approving Urban Renewal Development Agreement with Nationwide Mutual Insurance Company and Preliminary Development Plan for addition to the existing Nationwide office building. Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S):

Date: May 3, 2007

Roll Call Number: N/A

Action: 14-0 vote to recommend approval of the proposed Eighth Amendment to the Metro Center Urban Renewal Plan

Date: September 21, 2006

Roll Call Number: N/A

Action: Approval of a City initiated proposal to vacate and convey that portion of Cherry Street between 12th and 13th Street, and that portion of 13th Street between Mulberry Street and Cherry Street.

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE