

Regular Tomball EDC

Agenda Item

Data Sheet

Meeting Date: March 3, 2026

Topic:

Consideration and possible action by Tomball EDC, to approve, as a Project of the Corporation, an agreement with SMS Precision Tech, LLC to make direct incentives to, or expenditures for, the creation or retention of primary jobs associated with the construction and development of a corporate headquarters facility, located at 28002 and 28010 Johnson Road, Tomball, Texas 77375. The estimated amount of expenditures for such Project is \$70,500.00.

- Public Hearing

Background:

SMS Precision Tech, LLC has been in business since 2011 and is a precision manufacturing company specializing in high tolerance machining and component production for the oil and gas industry. They focus on directional drilling and Measurement While Drillings (MWD) applications.

SMS Precision Tech is currently leasing a facility located at 22955 State Highway, 249, Suite 37, Tomball, Texas 77375 and has outgrown their space. They will be relocating their corporate headquarters and manufacturing facility into a 19,980 square-foot office/warehouse space that is currently being developed at 28002 and 28010 Johnson Road, Tomball, Texas 77375. The company will create 47 new jobs to Tomball.

The estimated capital investment of this project is approximately \$2 Million.

An economic impact analysis is included with the agreement to show the impact of this project on Tomball's economy. Per the analysis, the 5-year net benefit of this project on the City of Tomball is \$864,050.00. The proposed incentive is \$70,500.00, based upon \$1,500.00 per job created.

Origination: Todd Griffin, President, SMS Precision Tech, LLC

Recommendation: Staff recommends approval of the proposed Performance Agreement with SMS Precision Tech, LLC.

Party(ies) responsible for placing this item on agenda: Kelly Violette

FUNDING (IF APPLICABLE)

Are funds specifically designated in the current budget for the full amount required for this purpose?

Yes: X No: _____ If yes, specify Account Number: # Project Grants

If no, funds will be transferred from account # _____ To account # _____

Signed _____ Approved by _____

Staff Member-TEDC Date

Executive Director-TEDC Date