

Regular Tomball EDC Agenda Item Data Sheet

Meeting Date: March 4, 2025

Topic:

Consideration and possible action by Tomball EDC to approve, as a Project of the Corporation, an agreement with Houston Poly Bag I, Ltd to make direct incentives to, or expenditures for, equipment expansion for the creation and retention of primary jobs for Houston Poly Bag I, Ltd, located at 11726 Holderrieth Rd., Tomball, Texas 77375. The estimated amount of expenditures for such Project is \$48,601.00.

- Public Hearing

Background:

Houston Poly Bag I, Ltd. (HPB) is a custom manufacturer of polyethylene products used for packaging, including bags, films, sheeting, and liners. HPB has been in business since 1979 and is located within a 90,000 square foot facility at 11726 Holderrieth Rd., Tomball, Texas 77375.

Per the attached request letter from William E. Sumner, III, General Manager of HPB, the company has introduced a new line of compostable and biodegradable flexible packaging products. With the new product lines, the company is at a point where it needs to expand its operations, add equipment, and increase their workforce to keep up with their growth.

HPB proposes to add another 4,000 sq. ft. to their existing 2,000 sq. ft of office space, adding 2 multi-layer extrusion machines, a 10 color CI Printing press and a unwind rewind system for converting out of line production.

The company currently employs 113 people and plans to add 40 new positions in conjunction with this expansion. The estimated capital investment of this project is \$5,123,386.

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 \$162,003. The proposed incentive is \$48,601, based upon 30% of the five-year net benefit.

Origination: William E. Sumner, III, General Manager, Houston Poly Bag I, Ltd

Recommendation: Staff recommends approval of the proposed Performance Agreement with Houston Poly Bag I, Ltd.

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