

TOMBALL

ECONOMIC DEVELOPMENT CORP.

TO: Honorable Mayor and City Council

FROM: Kelly Violette
Executive Director

MEETING DATE: March 17, 2025

SUBJECT: Houston Poly Bag I, Ltd

ITEM TYPE: Action

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.