

GLENN HEGAR TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

November 15, 2019

The Honorable Greg Abbott, Governor, State of Texas The Honorable Dan Patrick, Lieutenant Governor, State of Texas The Honorable Dennis Bonnen, Speaker, Texas House of Representatives

Gentlemen:

We are pleased to submit the Fiscal 2019 Annual Report for the Statewide Historically Underutilized Business (HUB) Program.

The HUB program is a component of the Statewide Procurement Division of the Texas Comptroller of Public Accounts. Texas Government Code §2161.121 requires the program to submit this report, which summarizes and analyzes expenditures made to certified HUBs by state agencies and institutions of higher education from Sept. 1, 2018, through Aug. 31, 2019.

During fiscal 2019, 15,687 firms were registered as Texas-certified HUBs with 4,173 of these firms receiving 12.77 percent, or \$2,684,434,187, of all statewide expenditures.

A comparison between the total HUB expenditures reflected in the fiscal 2019 and 2018 annual tables on page 3 of the Executive Summary shows that the state's total expenditures with HUBs increased in three of the six categories.

The HUB report includes state agency rankings, expenditure data and supplemental reports and letters from various state agencies documenting their continued efforts to educate HUBs about procurement opportunities.

This report is available online at https://comptroller.texas.gov/purchasing/vendor/hub/reporting.php. If you have questions or require additional information, please contact Bobby Pounds directly at 512-463-4941 or via email to bobby.pounds@cpa.texas.gov.

Respectfully,

Tres Lorton State Chief Procurement Officer, Statewide Procurement Division, Texas Comptroller of Public Accounts

Enclosure