

GLENN HEGAR TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

May 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 Semi-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. Section 2161.121 of the Texas Government Code requires the HUB program to submit this report, which summarizes and analyzes expenditures made to certified HUBs by state agencies and institutions of higher education from September 1, 2018 through February 28, 2019.

During the first half of fiscal 2019, 14,499 firms were registered as Texas-certified HUBs with 3,428 of these firms receiving 12.59 percent, or \$1,238,316,639 of all statewide expenditures.

A comparison between the total HUB expenditures reflected in the fiscal 2018 and fiscal 2019 Semi-Annual tables on page three of the Executive Summary shows that the State's total expenditures with HUBs increased in four of the six categories.

The 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.

A copy of the report is available on line at <u>https://comptroller.texas.gov/purchasing/vendor/hub/</u> <u>reporting.php</u>. If you have any questions or require additional information, please contact Laura Cagle-Hinojosa, Manager of the Statewide HUB Program, directly at 512-463-4583 or via email to Laura.Cagle-Hinojosa@cpa.texas.gov.

Respectfully,

Tres Lorden

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

Enclosure