



HUB/SB OFFICE

THE UNIVERSITY OF TEXAS AT AUSTIN

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### Supplemental Summary for FY 2017 Annual Report Agency 721

This supplement to The University of Texas at Austin's Annual Historically Underutilized Business Report for Fiscal Year 2017 has been prepared to provide a broader and more comprehensive representation of The University of Texas at Austin's efforts in its attempt to reach the Good Faith Effort Goals set by the State Legislature.

In accordance with the *Texas Government Code*, Sections 2161.181-182 and Section 111.11 of the *Texas Administrative Code* (TAC), state agencies shall make a good faith effort to utilize State of Texas certified, Historically Underutilized Businesses (HUBs) in contracts for construction, services, including professional and consulting services, special trade, and commodities.

Although counted separately, The University of Texas at Austin includes making the good faith effort to utilize federally certified small business concerns, which include small businesses, small disadvantaged businesses, woman-owned small businesses, HUB Zone small businesses, Veteran and Service Disabled small businesses, and minority and women-owned business (MBE/WBE) enterprises.

The University of Texas at Austin's annual HUB percentage has averaged 17.36% over the last five fiscal years: 2012 (17.28%); 2013 (17.83%); 2014 (20.13%); 2015 (16.56%); and 2016 (15.03%). Currently, the University's percentage for annual FY 2017 is 18.87% or \$71,987,498 awarded to HUB vendors. As an institute of higher education, the University expends a large amount in research areas, as well as in its infrastructure support where no HUB supply sources are identified. Taking into account "non-availability" payments for FY 17, HUB payments, would equal 19.26% of overall spend at the University.

Following are a few of the good faith efforts demonstrated in the HUB/Small Business Program during the 2017 annual fiscal year:

- Reorganized and co-located the procurement, business contracts, and HUB/SB program offices under the same assistant vice president to better develop a cohesive strategy for the entire procure-to-pay cycle.
- HUB utilization of 77.07% (\$24,542,043.10) through UT Austin Market Place;
- Participated in 11 HUB Economic Opportunity Forums;
- Participated in the planning committee and co-hosted three (3) HUB Expos hosted by CPA's- Statewide Procurement Division, and
- Efforts to increase number of bids received from HUB vendors, provided targeted bid notifications to over 5012 certified HUB vendors and Memorandum of Cooperation partners, Texas Association of African American Chambers of Commerce (TAAACC) and Texas Association of Mexican American Chambers of Commerce (TAMACC).

Felix M. Alvarez III

Assistant Vice President for Procurement, Contracts, and Payment Services

10/15/17  
Date