

S U S A N

C O M B S

TEXAS COMPTROLLER *of* PUBLIC ACCOUNTS

P.O. Box 13186 • AUSTIN, TX 78711-3186



April 15, 2013

The Honorable Rick Perry
Governor, State of Texas
P.O. Box 12428
Austin, Texas 78711

The Honorable David Dewhurst
Lieutenant Governor, State of Texas
P.O. Box 12068
Austin, Texas 78711

The Honorable Joseph R. Straus, III
Speaker, Texas House of Representatives
P.O. Box 2910
Austin, Texas 78768

Gentlemen:

We are pleased to submit the *Fiscal 2013 Semi-Annual Report for the Statewide Historically Underutilized Business (HUB) Program*.

The HUB program is a component of the Texas Procurement and Support Services 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, 2012 through Feb. 28, 2013.

During this reporting period, HUBs received 13.70 percent, or \$954,420,446, of all statewide expenditures. A comparison between the HUB percentages reflected in the fiscal 2012 and 2013 Semi-Annual tables on page three of the Executive Summary shows that the state's total expenditures with HUBs increased by 17 percentage points for professional services; 2.06 percentage points for building construction; and 1.85 percentage points for other services; whereas the total expenditures with HUBs decreased by 5.01 percentage points for special trade; 3.57 percentage points for heavy construction; and 1.55 percentage points for commodities.

Also during this reporting period, HUBs received 48.22 percent more (approximately \$6.4 million) in total HUB expenditures through group purchasing contracts than they had during the first half of fiscal 2012.

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 www.cpa.state.tx.us/procurement/prog/hub/hub-reporting/hub-report-FY13. If you have questions or require additional information regarding this report, please contact me at paul.gibson@cpa.state.tx.us or 512-305-9071.

Respectfully,

A handwritten signature in black ink that reads "Paul A. Gibson".

Paul Gibson
Manager, Statewide HUB Program

Enclosure