



GLENN HEGAR TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

May 15, 2015

The Honorable Greg Abbott, Governor
The Honorable Dan Patrick, Lieutenant Governor
The Honorable Joseph R. Straus, III, Speaker of the House

Gentlemen:

We are pleased to submit the *Fiscal 2015 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, 2014 through Feb. 28, 2015.

During the first half of fiscal 2015, approximately 14,800 firms were registered as Texas certified HUBs. Approximately 3,500 of these firms received 11.31 percent, or \$923,764,326, of all statewide expenditures.

A comparison between the total HUB expenditures reflected in the fiscal 2014 and 2015 Semi-Annual tables on page three of the Executive Summary shows that the state's total expenditures with HUBs increased by 71.28 percent for professional services; and 3.29 percent for commodities industries. The state's total expenditures with HUBs in heavy construction; building construction; special trade; and other services decreased by 31.90 percent, 24.67 percent, 12.80 percent, and 7.78 percent, respectively.

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 comptroller.texas.gov/procurement/prog/hub/hub-reporting/. If you have questions or require additional information regarding this report, please contact me at paul.gibson@cpa.texas.gov or 512-305-9071.

Respectfully,

A handwritten signature in black ink that reads "Paul A. Gibson". The signature is written in a cursive, flowing style.

Paul Gibson
Manager, Statewide HUB Program

Enclosure