



GLENN HEGAR TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

November 15, 2016

The Honorable Greg Abbott, Governor
The Honorable Dan Patrick, Lieutenant Governor
The Honorable Joe Straus, III, Speaker of the House

Gentlemen:

We are pleased to submit the Fiscal 2016 Annual Report for the Statewide Historically Underutilized Business (HUB) Program.

The HUB program is a component of the Statewide 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, 2015 through Aug. 31, 2016.

During fiscal 2016, nearly 15,900 firms were registered as Texas-certified HUBs. Collectively, nearly 27 percent of these firms received approximately \$2.1 billion (11.30 percent) of the \$18.8 billion statewide expenditures reported.

A comparison between the total HUB expenditures reflected in the fiscal 2015 and 2016 annual tables on page three of the executive summary shows the state's total expenditures with HUBs increased in five of the six procurement 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 comptroller.texas.gov/purchasing/vendor/hub/reporting.php. 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 style with a large initial "P".

Paul Gibson
Manager, Statewide HUB Program

Enclosure