

Flow of Funds

This is a single, deposit (settlement), and funds are disbursed daily to the Nebraska treasury bank account. This model represents the complete payment life-cycle, clean bank account and system reconciliation, full functionality of the NIC Payment Engine, and Elavon as the merchant processor. Each of NIC Nebraska's state services has its own merchant account provided by Elavon with detailed visibility, transparency, and reconciliation at the service level.

Daily disbursement (deposit) of statutory funds are assigned to the appropriate agency account. Daily deposits contain the previous business day state revenue allowing for clean bank account reconciliation. Deposits are batched by calendar day rather than processor cut-off time. In most cases, where the portal fees are paid by the citizen or business at the time of the transaction funds are disbursed to NIC on the next banking day. In the case of subscriber accounts, which are billed for the previous month's transactions, the State retains all fees due to NIC Nebraska. The State treasurer electronically transfers any remaining funds, including subscribers due to NIC Nebraska at the end of the following month.

Daily disbursements (deposits) are statutory dollars, not including merchant processing fees. This prevents manual calculation and invoicing for the agency.

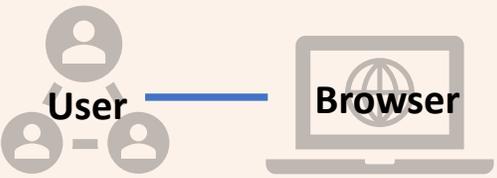
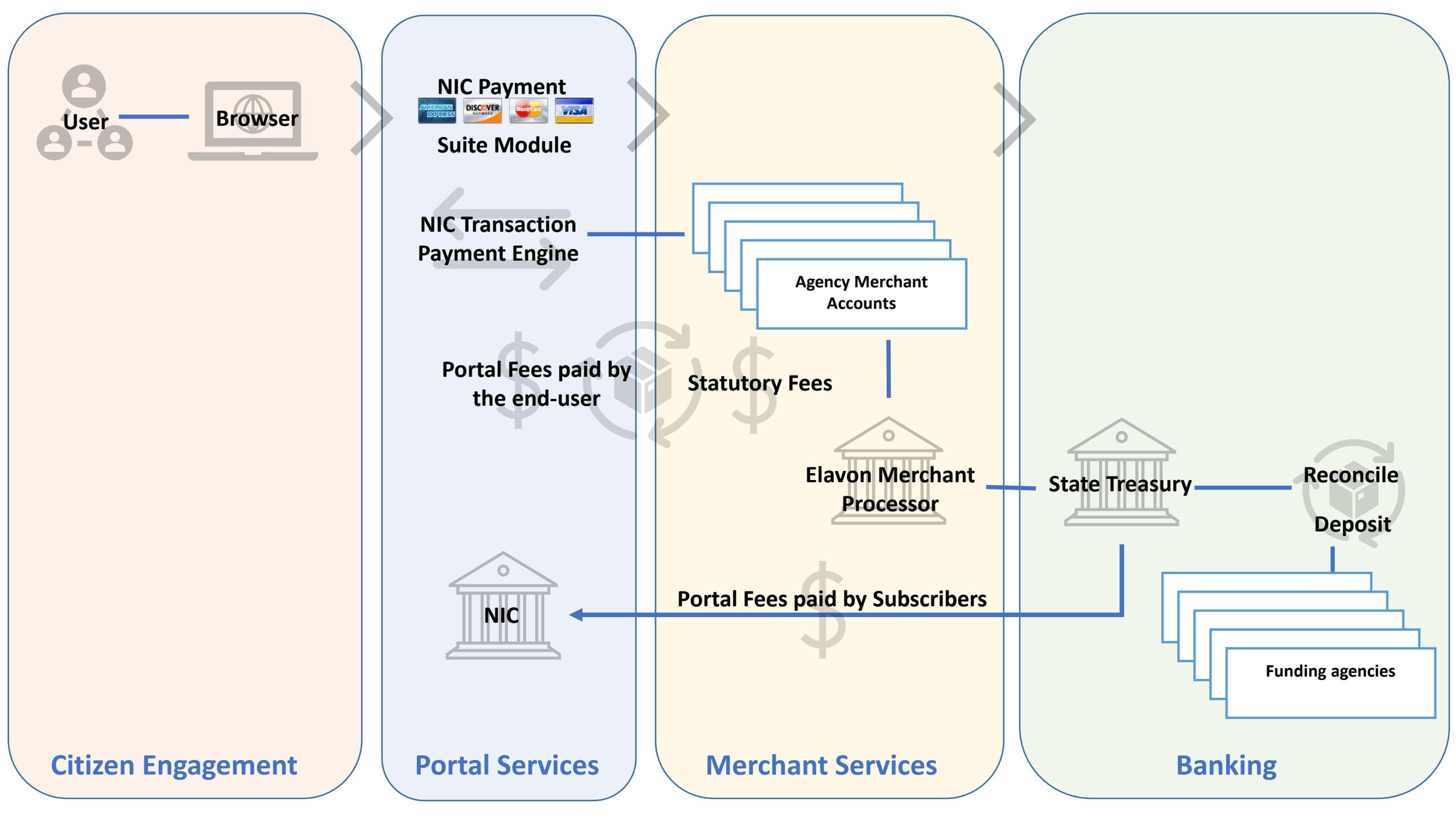
Return files are received by Elavon into the NIC Payment Engine. The state is immediately notified of a chargeback and ACH returns with NIC and state systems updated in real-time. State staff can utilize the Payment Engine to research the details of the chargeback dispute or ACH return.

NIC Nebraska is PCI DSS Compliant, third-party audited, and fulfillment of all card-brand specific rules and regulations. NIC Nebraska absorbs banking and merchant processing fees on behalf of our partners. A copy of NIC Nebraska Attestation of Compliance is on file with the State Treasurer and the State Security Officer.

Sample Flow of Funds:

\$103.00 Tax payment made by a citizen or business on a Monday (\$100.00 Statutory Fee, \$3.00 Portal Fee)

\$100.00 Deposit is received by the state Tuesday Morning.



NIC Payment Suite Module

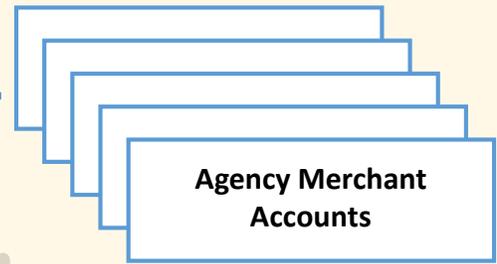
NIC Transaction Payment Engine

Portal Fees paid by the end-user



Citizen Engagement

Portal Services



Statutory Fees

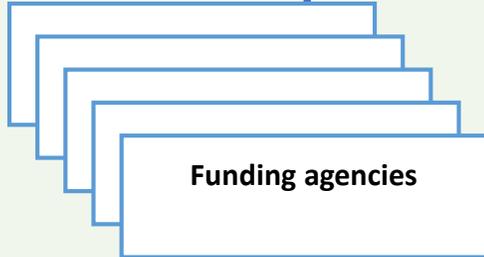


Portal Fees paid by Subscribers

Merchant Services



Reconcile Deposit



Banking