

# Electronic Commerce Report

## Electronic Filing for Fiscal Year (FY) 2006-2007 (7/1/2006 through 6/30/2007)

Electronic Fund Transfers (EFT)	EFT Fiscal Year 2006	EFT Fiscal Year 2007	Change
Number of Transactions	194,403	266,668	72,265
Dollar Amount	\$2,721,131,101	\$ 3,079,918,807	\$358,787,706
Average Transaction	\$13,997	\$11,550	-\$2,448

Annual Zero Sales and Use Tax Filings	Tax Year (TY) 2005 Processed 2006	TY 2006 Processed 2007	Percent Change
Telefile (IVU) Annual	3,855	3,941	2.23%

Internet Filing Options (other than income tax)	FY 2005-06	FY 2006-07	Percent Change
Internet Sales Tax filing through Nebraska.gov	101,305	99,463	-1.82%
Internet 941N filing through Nebraska.gov	35,109	46,044	31.15%

### ELECTRONIC FILING FOR INDIVIDUAL INCOME TAX

Fed/State	TY 2005 Processed 2006	TY 2006 Processed 2007	Percent Change
<b>Total filers</b>	453,490	498,864	10.01%
# Direct deposit	241,154	280,065	16.14%
\$ Direct deposit	\$ 118,143,988	\$ 151,782,166	28.47%
# Balance dues	76,829	80,475	4.75%
\$ Balance dues	\$ 72,475,536	\$ 75,952,548	4.80%
<b>Internet</b>			
Total filers	10,764	14,624	35.86%
# Direct deposit	7,273	9,705	33.44%
\$ Direct deposit	\$ 1,676,963	\$ 2,758,449	64.49%
# Balance dues	547	730	33.46%
\$ Balance dues	\$ 120,891	\$ 221,021	82.83%
<b>Telefile</b>			
Total filers	22,032	19,088	-13.36%
# Direct deposit	11,114	8,674	-21.95%
\$ Direct deposit	\$ 2,473,320	\$ 2,315,572	-6.38%
# Balance dues	719	590	-17.94%
\$ Balance dues	\$ 112,330	\$ 91,781	-18.29%

# Narrative Descriptions of Revenue Electronic Commerce

## **Electronic Funds Transfer (EFT):**

This is the electronic movement of funds between financial institutions. We offer two types of EFT, the Credit EFT which is initiated by the taxpayer through their financial institution. Debit EFT where the taxpayer uses the phone or Internet to make their payments through a third party vendor who then formats and initiates the transfer of funds.

## **Annual Zero Sales and Use Tax Filings Using IVR:**

The Interactive Voice Response (IVR) is a process by which taxpayers file zero sales and use tax returns and has been available since October 1996.

## **Internet Filing Options (other than income tax):**

This option allows business taxpayers to file Sales and Use Tax Form 10 and appropriate schedules, and State Withholding Return 941N through the Internet. These returns are then uploaded to the mainframe programs. This system allows the taxpayers to pay using EFT at the same time.

## **Electronic Filing of Income Taxes called Fed/State (formerly Joint Electronic Filing JELF):\***

Fed/State is a system which allows individual income tax preparers to submit their client's tax returns electronically to the IRS and the state is able to get the state income tax return from the IRS. This program allows us to process returns faster and to make direct deposits which are cheaper and easier to track than a paper warrant.

## **Internet Filing of State only Income Tax through Nebraska.gov:\***

Internet State only (1040N or 1040NS) filing was added to the filing options in 2002 and has continued to grow annually. This program allows a taxpayer to file their Nebraska tax return using our Internet site with a password sent to them.

## **TeleFile Income Tax:\***

We patterned the scripts and filing method after the federal telefile program which has been in operation for more than three years and had met with real success when measuring the percentage of taxpayer that would use the system again.

\* E-Filing of Individual Income Taxes options rank number nine as far as percentage of e-filed returns among the thirty-seven states reporting e-filed returns through May 1, 2007.