

SUPPLEMENTAL DATA FOR TEXAS RECLASSIFICATION

Certain financial information presented in NIC's historical consolidated statements of income has been reclassified to conform to the current year presentation. Beginning with the 2020 reporting period, the Company began classifying the current Texas payment processing contract in the software & services category. The impact of this reclassification has been summarized below:

	2019					2018		
	Q1	Q2	Q3	Q4	YTD	Q3	Q4	YTD
<i><u>Before reclassification</u></i>								
State enterprise revenues	\$77,255	\$82,829	\$81,084	\$79,532	\$320,700	\$80,884	\$72,354	\$153,238
Software & services revenues	7,925	8,737	9,301	7,542	33,505	6,144	6,295	12,439
Total revenues	\$85,180	\$91,566	\$90,385	\$87,074	\$354,205	\$87,028	\$78,649	\$165,677
State enterprise cost of revenues	\$48,655	\$52,277	\$50,408	\$52,354	\$203,694	\$48,224	\$46,412	\$94,636
Software & services cost of revenues	2,720	3,329	3,586	3,797	13,432	2,226	2,354	4,580
Total cost of revenues	\$51,375	\$55,606	\$53,994	\$56,151	\$217,126	\$50,450	\$48,766	\$99,216
<i><u>After reclassification</u></i>								
State enterprise revenues	\$69,853	\$74,871	\$73,257	\$72,301	\$290,282	\$78,922	\$66,224	\$145,146
Software & services revenues	15,327	16,695	17,128	14,773	63,923	8,106	12,425	20,531
Total revenues	\$85,180	\$91,566	\$90,385	\$87,074	\$354,205	\$87,028	\$78,649	\$165,677
State enterprise cost of revenues	\$41,978	\$45,081	\$43,821	\$44,610	\$175,490	\$46,365	\$40,603	\$86,968
Software & services cost of revenues	9,397	10,525	10,173	11,541	41,636	4,085	8,163	12,248
Total cost of revenues	\$51,375	\$55,606	\$53,994	\$56,151	\$217,126	\$50,450	\$48,766	\$99,216