

NIC INC  
Form 4  
January 09, 2006

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

OMB APPROVAL

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
**HERINGTON HARRY**

(Last) (First) (Middle)  
**C/O NIC INC., 10540 SOUTH RIDGEVIEW ROAD**  
(Street)

**OLATHE, KS 66061**

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
**NIC INC [EGOV]**

3. Date of Earliest Transaction (Month/Day/Year)  
**01/05/2006**

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_ Director \_\_\_ 10% Owner  
 Officer (give title below) \_\_\_ Other (specify below)  
**Chief Operating Officer**

6. Individual or Joint/Group Filing(Check Applicable Line)  
 Form filed by One Reporting Person  
 Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
				(A) Amount or (D) Price			
Common Stock	01/05/2006		J <sup>(1)</sup>	74,318 <sup>(1)</sup>	D 797,086	I <sup>(2)</sup>	By Voting Trust

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

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1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Owned Following Transaction (Instr. 6)
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## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
HERINGTON HARRY C/O NIC INC. 10540 SOUTH RIDGEVIEW ROAD OLATHE, KS 66061			Chief Operating Officer	

## Signatures

Stephen M. Kovzan,  
Attorney-in-Fact

01/06/2006

\_\_Signature of Reporting Person Date

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, see Instruction 4(b)(v).
  - \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) On January 5, 2006, the National Information Consortium Voting Trust ("Voting Trust"), for which Messrs. Jeffery S. Fraser and Ross C. Hartley act as trustees, sold 2,000,000 shares of NIC Inc. ("NIC") common stock. The Reporting Person has neither voting nor investment control over the NIC shares held by the Voting Trust, and did not participate in the decision to sell the shares. As a result of the sale, the Reporting Person now indirectly owns 25,284 shares of NIC common stock, which are held by the Voting Trust for the benefit of the Reporting Person's two minor children as direct beneficiaries of the Trust, and 771,802 shares of NIC common stock, which are also held directly by the Voting Trust, for the benefit of the Reporting Person as a direct beneficiary of the Trust.
- (2) The Reporting Person also directly owns 61,932 shares of NIC common stock, which includes 2,534 shares held for the benefit of the minor children of the Reporting Person, and employee stock options to purchase 150,000 shares of NIC common stock at \$3.04 per share, exercisable in four equal annual installments, beginning on August 1, 2004.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.