

CFS Tax Software, Inc. and FileYourTaxes.com

ANNOUNCE E-FILE OPTION FOR CFS PAYROLL SYSTEM

Today, CFS Tax Software, Inc. and FileYourTaxes.com jointly announced that users of the CFS 941/940 Payroll System will soon have the option to eFile. The first tax form to be given eFile capability will be the 941 Employer's Quarterly Federal Tax Return, and the capability will soon be extended to others. The eFiling of forms will be accomplished through the use of the new XML format, which has been adopted by the Internal Revenue Service (IRS) and is the main underlying data format for the Modernized eFile (MeF), both in transmission and eventual database utility.

Theodore M. Sullivan, president of CFS, said, "We're happy to provide our customers with the option of filing electronically through FileYourTaxes.com. We've embraced this new technology so our customers can benefit from the efficiency, cost-effectiveness, and accuracy it provides."

Since 1989, CFS has been a developer of affordable tax planning and utility software designed by tax professionals, for tax professionals. CFS software has been purchased by nearly 50,000 tax and accounting firms nationwide. The 941/940 Payroll System, one of the company's top-selling programs, allows users to easily create employer's quarterly federal tax returns in minutes.

Atila M. Taluy, speaking for FileYourTaxes.com, said, "We are very pleased to extend our online capabilities to enhance existing, proven conventional products. Such joint efforts will provide a substantial boost to the IRS and state tax agencies in achieving their goals and complying with mandates to raise their eFile levels as may have been prescribed by their lawmakers. According to IRS statistics, nearly one half of the 941 forms filed are generated by hand. Recently, to reduce such a vast number of paper filings requiring internal data entry, the IRS has undertaken a campaign to convert 941 filings to eFile mode with great vigor. This campaign is yielding very strong results, and business filers are now seeking vendors who will provide them such a service. In addition to the obvious advantages to the government, the filers also enjoy integrated computer efficiency, significantly more accurate filings and, above all, an electronic confirmation of filing and payment of their return when they eFile."

Taluy continued to point out the capabilities of FileYourTaxes.com by saying, "FileYourTaxes.com is the cutting-edge technology firm in the tax preparation and eFiling industry. We believe that we are the only remaining industry member from the original IRS OnLine Pilot Program. Our inherent integration-oriented system design philosophy and extensive server farm provides the cradle to develop such relationships, not only with other industry members but with government agencies as well."

The initial data integration process has been completed, utilizing the CFS system generated data and transferring it to the FileYourTaxes.com systems. Additionally, the same data was reformatted and transmitted to the IRS and the resulting acknowledgments logged and presented. The existing CFS web-based customer interface was enhanced by the FileYourTaxes.com programmers to accommodate the data handling as well as interaction with the CFS customer base.

CFS 941/940 Payroll System with e-File capability will be available for 2004.

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