UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D. C. 20549

FORM 10-Q

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934.
For the quarterly period ended June 30, 2001

or

[_] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934.
For the transition period from______________________to_________________

Commission file number 0-14948

FISERV, INC.

(Exact name of Registrant as specified in its charter)

WISCONSIN	39-1506125
(State or other jurisdiction of incorporation or organization)	(I. R. S. Employer Identification No.)
255 FISERV DRIVE, BROOKFIELD, WI	53045
(Address of principal executive office)	(Zip Code)

(262) 879 5000

(Registrant's telephone number, including area code)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes (X) No ( )

As of July 16, 2001, there were 124,616,000 shares of common stock, $.01 par value, of the Registrant outstanding.

PART I. FINANCIAL INFORMATION
ITEM 1. FINANCIAL STATEMENTS

FISERV, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(In thousands, except per share amounts)
(Unaudited)

<TABLE>
<CAPTION>

	Three Months Ended June 30,		Six Months Ended June 30,	
	2001	2000	2001	2000
<S>	<C>	<C>	<C>	<C>
Revenues	$472,646	$416,434	$926,558	$812,836
Cost of revenues:				
Salaries, commissions and payroll related costs	227,194	198,029	445,889	387,601
Data processing expenses, rentals and telecommunication costs	30,948	28,457	60,553	56,569
Other operating expenses	97,898	78,371	190,290	153,598
Depreciation and amortization of property and equipment	18,758	17,419	37,063	34,168
Amortization of intangible assets	8,877	15,626	17,669	22,802
Amortization (capitalization) of internally generated computer software-net	592	(856)	110	(244)

Total cost of revenues	384,267	337,046	751,574	654,494
Operating income	88,379	79,388	174,984	158,342
Interest expense - net	(3,237)	(6,000)	(7,054)	(11,806)
Realized gain from sale of investment	1,506	2,928	3,327	2,928
Income before income taxes	86,648	76,316	171,257	149,464
Income tax provision	34,659	31,289	68,503	61,280
Net income	$51,989	$45,027	$102,754	$88,184
Net income per share:				
Basic	$0.42	$0.37	$0.83	$0.72
Diluted	$0.41	$0.36	$0.81	$0.70
Shares used in computing net income per share:				
Basic	124,372	122,991	124,240	122,807
Diluted	127,501	126,401	127,367	125,972

</TABLE>

See notes to consolidated financial statements.

FISERV, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Dollars in thousands)

<TABLE>
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	June 30, 2001	December 31, 2000
	(Unaudited)	
<S>	<C>	<C>
ASSETS		
Cash and cash equivalents	$77,963	$98,856
Accounts receivable-net	262,487	265,640
Securities processing receivables	1,505,743	2,193,291
Prepaid expenses and other assets	94,490	91,077
Investments	1,786,036	1,796,899
Property and equipment-net	217,131	205,555
Internally generated computer software-net	88,089	88,263
Intangible assets-net	918,992	846,739
Total	$4,950,931	$5,586,320
LIABILITIES AND SHAREHOLDERS' EQUITY		
Accounts payable	$77,847	$80,633
Securities processing payables	1,287,605	1,977,323
Short-term borrowings	36,125	19,725
Accrued expenses	179,246	182,090
Accrued income taxes	43,015	22,207
Deferred revenues	157,082	156,668
Customer retirement account deposits	1,446,537	1,525,652
Deferred income taxes	37,303	34,992
Long-term debt	310,186	334,958

Total liabilities	3,574,946	4,334,248
Shareholders' equity:		
Common stock issued, 125,387,700 shares	1,254	1,254
Additional paid-in capital	463,194	455,444
Accumulated other comprehensive income	73,427	78,869
Accumulated earnings	856,285	753,531
Treasury stock, at cost, 810,900 and 1,581,900 shares, respectively	(18,175)	(37,026)
Total shareholders' equity	1,375,985	1,252,072
Total	$4,950,931	$5,586,320

</TABLE>

See notes to consolidated financial statements.

FISERV, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Dollars in thousands)
(Unaudited)

<TABLE>
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	Six Months Ended June 30, 2001	2000
<S>	<C>	<C>
Cash flows from operating activities:		
Net income	$102,754	$88,184
Adjustments to reconcile net income to net cash provided by operating activities:		
Realized gain from sale of investment	(3,327)	(2,928)
Deferred income taxes	4,990	8,209
Depreciation and amortization of property and equipment	37,063	34,168
Amortization of intangible assets	17,669	22,802
Amortization of internally generated computer software	16,656	19,085
	175,805	169,520
Changes in assets and liabilities, net of effects from acquisitions of businesses:		
Accounts receivable	11,189	2,533
Prepaid expenses and other assets	(616)	(8,826)
Accounts payable and accrued expenses	(20,853)	(14,531)
Deferred revenues	(3,718)	3,114
Accrued income taxes	27,466	24,698
Securities processing receivables and payables - net	(2,170)	(76,494)
Net cash provided by operating activities	187,103	100,014
Cash flows from investing activities:		
Capital expenditures	(34,115)	(43,563)
Capitalization of internally generated computer software	(16,546)	(19,329)
Payment for acquisitions of businesses, net of cash acquired	(93,121)	(48,691)
Investments	14,184	235,543

Net cash (used in) provided by investing activities	(129,598)	123,960
Cash flows from financing activities:		
Proceeds from short-term borrowings - net	16,400	36,950
Repayment of long-term debt - net	(24,775)	(16,598)
Issuance of common stock	9,092	16,463
Purchases of treasury stock	-	(9,884)
Customer retirement account deposits	(79,115)	(258,946)
Net cash used in financing activities	(78,398)	(232,015)
Change in cash and cash equivalents	(20,893)	(8,041)
Beginning balance	98,856	80,554
Ending balance	$ 77,963	$72,513

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See notes to consolidated financial statements.

FISERV, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1. Principles of Consolidation
The consolidated financial statements for the three and six month periods ended June 30, 2001 and 2000 are unaudited. In the opinion of management, all adjustments necessary for a fair presentation of such financial statements have been included. Such adjustments consisted only of normal recurring items. Interim results are not necessarily indicative of results for a full year. The financial statements and notes are presented as permitted by Form 10-Q, and do not contain certain information included in the annual financial statements and notes of Fiserv, Inc. and subsidiaries (the "Company").

2. Accounting Change and Derivative Instruments
Effective January 1, 2001, the Company adopted Statement of Financial Accounting Standards No. 133, "Accounting for Derivative Instruments and Hedging Activities" ("SFAS 133"), as amended, which requires that all derivative instruments be reported on the balance sheet at fair value. If the derivative instrument is a hedge, depending on the nature of the hedge, changes in the fair value of the derivative instrument are either recognized in net income or in other comprehensive income until the hedged item is recognized in net income. The adoption of SFAS 133 on January 1, 2001, resulted in a cumulative after-tax reduction to accumulated other comprehensive income included in Shareholders' equity of $2.7 million.

3. Business Combinations
During the first six months of 2001, the Company completed four acquisitions accounted for by the purchase method for total cash consideration of approximately $93.1 million. In addition to cash consideration, the Company also issued approximately 220,000 unregistered shares of its common stock in conjunction with one of the acquisitions. The operations of these acquisitions are included in the consolidated financial statements from the dates of acquisition. The Company does not anticipate any significant adjustments to the purchase price allocations. Pro forma information for acquisitions is not presented as the impact was not material.

4. Restructuring and Other Charges
In the second quarter of 2001, the Company recorded $12.3 million of pre-tax charges consisting of severance and related termination benefits ($3.8 million), future lease and other contractual obligations ($6.2 million), and disposal and write-down of assets ($2.3 million). These charges relate to management's plan to improve overall business efficiencies by consolidating the Company's securities processing operations and eliminating duplicate operational functions.

5. Accounting for Income Taxes
Deferred income taxes reflect the net tax effects of (a) temporary differences

between the carrying amount of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes, and (b) operating and tax credit carryforwards. Significant components of the Company's net deferred tax (liability) asset consisted of the following:

<TABLE>
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	June 30, 2001	December 31, 2000
	(In thousands)	
Purchased incomplete software technology	$40,745	$43,051
Accrued expenses not currently deductible	37,479	27,380
Deferred revenues	14,515	15,494
Internally generated capitalized software	(35,236)	(35,306)
Excess of tax over book depreciation and amortization	(22,845)	(20,480)
Unrealized gains on investments	(53,789)	(53,722)
Other	(18,172)	(11,409)
Total	($37,303)	($34,992)

</TABLE>

6. Supplemental Cash Flow Information

<TABLE>
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	Six Months Ended June 30, 2001	2000
	(In thousands)	
Interest paid	$10,956	$15,130
Income taxes paid	36,039	29,402
Liabilities assumed in acquisitions of businesses	11,100	397,313

</TABLE>

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Results of Operations
The following table sets forth, for the periods indicated, the relative percentage which certain items in the Company's consolidated statements of income bear to revenues.

<TABLE>
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	Three Months Ended June 30, 2001	2000	Six Months Ended June 30, 2001	2000
	(Percent of Revenues)			
Revenues	100.0%	100.0%	100.0%	100.0%
Salaries and related costs	48.1	47.6	48.1	47.7
Data processing costs	6.5	6.8	6.5	6.9
Other operating expenses	20.7	18.8	20.6	18.9
Depreciation and amortization	4.0	4.2	4.0	4.2
Amortization of intangible assets	1.9	3.7	1.9	2.8
Amortization (capitalization) of software-net	0.1	(0.2)	0.0	0.0
Total cost of revenues	81.3	80.9	81.1	

				80.5
Operating income	18.7	19.1	18.9	19.5

</TABLE>

Revenues

Revenues increased 13.5% from $416.4 million in the second quarter of 2000 to $472.6 million in the current second quarter, and 14.0% from $812.8 million in the first six months of 2000 to $926.6 million in the comparable current period. Revenue growth was primarily derived from sales to new clients, cross-sales to existing clients, price increases and revenues from acquired businesses. Revenue growth was positively impacted by strong growth of $128.8 million for the first six months of 2001 compared to 2000 in the Financial institution outsourcing, systems and services segment which is the Company's main operating segment. Revenue growth was negatively impacted by the Securities processing and trust services segment, primarily due to significantly lower transaction volumes from overall weakness in the United States retail financial markets in 2001. Revenues for the Securities processing and trust services segment declined $28.5 million for the first six months of 2001 compared to 2000, excluding a $12.0 million termination fee received from a broker-dealer customer acquired by a third party in the second quarter of 2001. Revenues from acquired businesses approximated 55% of total revenue growth in the first six months of 2001.

Cost of Revenues

Cost of revenues increased 14.0% from $337.0 million in the second quarter of 2000 to $384.3 million in the current second quarter, and 14.8% from $654.5 million in the first six months of 2000 to $751.6 million in the first six months of 2001. The make up of cost of revenues has been affected by business acquisitions and changes in the mix of the Company's business. In the second quarter of 2001, the Company recorded charges of $12.3 million, as explained in Footnote 4 above.

Amortization of Intangible Assets

Amortization of intangible assets decreased from $15.6 million in the second quarter of 2000 to $8.9 million in the current second quarter, and from $22.8 million in the first six months of 2000 to $17.7 million in the first six months of 2001. The decrease in amortization in 2001 compared to prior periods was due primarily to an impairment charge recorded in 2000.

Operating Income

Operating income increased 11.3% from $79.4 million in the second quarter of 2000 to $88.4 million in the current second quarter, and increased 10.5% from $158.3 million in the first six months of 2000 to $175.0 million in the first six months of 2001.

Realized Gain from Sale of Investment
During the first six months of 2001 and 2000, the Company recorded a pre-tax realized gain from sale of investment of $3.3 million and $2.9 million, respectively.

Income Tax Provision
The effective income tax rate was 40% in 2001 and 41% in 2000. The effective income tax rate is expected to remain at 40% for the remainder of the current year.

Net Income
Net income for the second quarter increased 15.5% from $45.0 million in 2000 to $52.0 million in 2001. Net income for the first six months increased 16.5% from $88.2 million in 2000 to $102.8 million in 2001. Net income per share-diluted (excluding realized gains from sale of investment) for the second quarter was $.40 in 2001 compared to $.34 in 2000. Net income per share-diluted (excluding realized gains from sale of investment) for the first six months of 2001 was $.79 compared to $.68 in the comparable 2000 period.

Business Segment Information
The Company is a leading independent provider of financial data processing systems and related information management services and products to financial institutions and other financial intermediaries. The Company's operations have been classified into three business segments: Financial institution outsourcing, systems and services; Securities processing and trust services; and All other and corporate. Summarized financial information by business segment is as follows:

<TABLE>
<CAPTION>

	Three Months Ended June 30, 2001	Three Months Ended June 30, 2000	Six Months Ended June 30, 2001	Six Months Ended June 30, 2000
	(In thousands)			
Revenues:				
Financial institution outsourcing, systems and services	$374,618	$313,092	$734,980	$606,180
Securities processing and trust services	81,627	87,727	157,649	174,174
All other and corporate	16,401	15,615	33,929	32,482
Total	$472,646	$416,434	$926,558	$812,836
Operating income:				
Financial institution outsourcing, systems and services	$78,548	$60,519	$158,144	$109,855
Securities processing and trust services	12,103	20,449	20,491	50,396
All other and corporate	(2,272)	(1,580)	(3,651)	(1,909)
Total	$88,379	$79,388	$174,984	$158,342

</TABLE>

Revenues in the Financial institution outsourcing, systems and services business segment increased from $313.1 million in the second quarter of 2000 to $374.6 million in the current second quarter, and increased from $606.2 million in the first six months of 2000 to $735.0 million in the comparable current period. Operating income in the Financial institution outsourcing, systems and services business segment increased from $60.5 million in the second quarter of 2000 to $78.5 million in the current second quarter and increased from $109.9 million in the first six months of 2000 to $158.1 million in the first six months of 2001. Operating margin improvement in the first six months of 2001 when compared to 2000 was primarily due to continued revenue growth, operational efficiencies and increased operating leverage of existing operations.

Revenues in the Securities processing and trust services business segment decreased from $87.7 million in the second quarter of 2000 to $81.6 million in the current second quarter, and decreased from $174.2 million in the first six months of 2000 to $157.6 million in the comparable current period. The revenue decrease in 2001 was primarily related to significantly lower transaction volumes in the Securities processing and trust services segment due to overall weakness in the United States retail financial markets, partially offset by a termination fee of $12.0 million received from a broker-dealer customer acquired by a third party in the second quarter of 2001. Operating income in this business segment decreased from $20.4 million in the second quarter of 2000 to $12.1 million in the current second quarter, and decreased from $50.4 million in the first six months of 2000 to $20.5 million in the first six months of 2001. In the second quarter of 2001, the segment recorded charges of $12.3 million, as explained in Footnote 4 above. Operating margins were lower in 2001 when compared to 2000 due primarily to significantly reduced transaction volumes for securities processing services.

Liquidity and Capital Resources

The following table summarizes the Company's primary sources (uses) of funds from operating activities for the six months ended June 30, 2001 and 2000:

<TABLE>
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	2001	2000
	(In thousands)	
Net cash provided by operating activities before changes in securities processing receivables and payables	$189,273	$176,508

Securities processing receivables and payables - net	(2,170)	(76,494)
Net cash provided by operating activities	187,103	100,014
Proceeds from short-term borrowings - net	16,400	36,950
Repayment of long-term debt - net	(24,775)	(16,598)
TOTAL	$178,728	$120,366

</TABLE>

Long-term obligations amounted to $310.2 million at June 30, 2001 and included $216.4 million advanced under an aggregate of $572 million in revolving credit facilities. The Company has used a significant portion of its cash flow from operations for acquisitions and capital expenditures with any remainder used to reduce long-term debt. The Company believes that its cash flow from operations together with other available sources of funds will be adequate to meet its funding requirements. In the event that the Company makes significant future acquisitions, however, it may raise funds through additional borrowings or issuances of securities.

Safe Harbor Statement Under the Private Securities Litigation Reform Act of 1995
Except for the historical information contained herein, the matters discussed in this Form 10-Q are forward-looking statements that involve risks and uncertainties, including but not limited to economic, competitive, governmental and technological factors affecting the Company's operations, markets, services and related products, prices and other factors discussed in the Company's prior filings with the Securities and Exchange Commission. Although the Company believes that the assumptions underlying the forward-looking statements contained herein are reasonable, any of the assumptions could be inaccurate. Therefore, there can be no assurance that the forward-looking statements included in this Form 10-Q will prove to be accurate. In light of the significant uncertainties inherent in the forward-looking statements included herein, the inclusion of such information should not be regarded as a representation by the Company or any other person that the objectives and plans of the Company will be achieved.

PART II. OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K.

(a) Exhibits
No exhibits are filed as part of this Quarterly Report on Form 10-Q.

(b) Reports on Form 8-K
No reports on Form 8-K were filed during the quarter ended June 30, 2001.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Fiserv, Inc.
(Registrant)

Date July 23, 2001 by /s/ Kenneth R. Jensen

KENNETH R. JENSEN

Senior Executive Vice President, Chief Financial Officer, Treasurer and Assistant Secretary