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TYLER TECHNOLOGIES EXPANDS INTO OREGON SCHOOLS MARKET WITH CONTRACT TO PROVIDE MUNIS FINANCIAL MANAGEMENT SOFTWARE FOR SALEM-KEIZER PUBLIC SCHOOLS

Dallas, January 3, 2007 -- Tyler Technologies, Inc. (NYSE: TYL) announced today that it has reached an agreement with Salem-Keizer Public Schools in Salem, Oregon, to provide its MUNIS financial management software and related professional services to the district. The contract, which includes a full suite of financial and human resource software, is valued at more than $1.4 million.

The pact gives Salem-Keizer Public Schools the distinction of being the first school district in the state of Oregon to select Tyler's MUNIS Enterprise Resource Planning (ERP) software for its accounting needs. Richard Peterson, Jr., president of Tyler's MUNIS division, commented, "Tyler is pleased to reach this significant milestone in the history of its MUNIS ERP system. Entering the K–12 school market in Oregon symbolizes our continued growth in the western United States and confirms our commitment to the region. We foresee a successful long-term partnership with Salem-Keizer Public Schools."

Salem-Keizer Public Schools educates K–12 students in Salem, the state's capital and second largest city, with a population of more than 147,000. Situated in the beautiful Willamette River valley, the city lies midway between the Cascade Mountains to the east and Pacific Ocean beaches to the west. The Salem-Keizer district serves nearly 40,000 students and has approximately 4,000 full-time employees, making it the second largest district in the state. It is comprised of elementary, middle and high schools, as well as charter schools and secondary alternative programs.

Based in Dallas, Tyler Technologies is a leading provider of end-to-end information management solutions and services for local governments. Tyler partners with clients to make local government more accessible to the public, more responsive to needs of citizens, and more efficient. Tyler's client base includes more than 6,000 local government offices throughout all 50 states, Canada, Puerto Rico and the United Kingdom. *Forbes Magazine* named Tyler one of the "200 Best Small Companies" in America in 2004. More information about Tyler Technologies can be found at www.tylertech.com.

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Tyler Technologies, Inc. has included in this press release "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995 concerning its business and operations. Tyler Technologies expressly disclaims any obligation to release publicly any updates or revisions to these forward-looking statements to reflect any change in its expectations. These expectations and the related statements are inherently subject to risks and uncertainties that could cause actual results to differ materially from those set forth in, contemplated by, or underlying the forward-looking statements. The risks and uncertainties which forward-looking statements are subject to include, but are not limited to, changes in competition, changes in general economic conditions, changes in the budgets and regulatory environments of the Company's customers, risks associated with the development of new products and the enhancement of existing products, the ability to attract and retain qualified personnel, and other risks detailed from time to time in the Company's filings with the Securities and Exchange Commission.

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