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TYLER TECHNOLOGIES SECURES AGREEMENT TO PROVIDE FINANCIAL MANAGEMENT SYSTEM FOR CITY OF SOUTH GATE, CALIFORNIA

Dallas, August 25, 2008 -- Tyler Technologies, Inc. (NYSE: TYL) announced today that the City of South Gate, California has purchased Tyler's integrated financial management solution. The contract includes software licenses, as well as corresponding professional services, ongoing maintenance and support. The agreement brings the number of clients in the state of California who have invested in Tyler's Enterprise Resource Planning (ERP) solutions to approximately 175.

"Tyler's financial management solution is an excellent match for the City of South Gate's needs. Our software products have a strong presence in California. Consequently, we have the experience and knowledge necessary to enable our public sector clients to operate with greater efficiency, while meeting state reporting mandates," explained Jeff Green, president of Tyler's EDEN Financial Management Solutions.

Under the agreement, South Gate has selected a range of Tyler's EDEN financial applications to take its operating efficiency to a new level. The City has also purchased Human Resources, Payroll, Position Budgeting and Applicant Tracking applications to optimize the management of its human resource data. It has chosen Utility Billing and Parcel Manager, as well.

Julia James, finance director for South Gate, said the City is excited to implement a new system. "South Gate's current ERP system does not meet our needs. When making our decision, we consulted neighboring cities that have implemented Tyler's solution. What we discovered is that Tyler's financial management system has a solid reputation—something that was important to us during the selection process. We look forward to enhancing operations through implementation of the system."

South Gate is located in Los Angeles County, 12 miles southeast of downtown Los Angeles. The city covers 7.5 square miles and is home to approximately 102,300 residents.

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 7,000 local government offices throughout all 50 states, Canada, Puerto Rico and the United Kingdom. Tyler has been named one of "America's 200 Best Small Companies" by *Forbes* Magazine and one of "America's 100 Most Trustworthy Companies" by Audit Integrity, an independent research firm. 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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