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TYLER TECHNOLOGIES ADDS TO PRESENCE IN FLORIDA WITH SOFTWARE CONTRACT FOR PALMETTO BAY

Dallas, February 9, 2009 -- Tyler Technologies, Inc. (NYSE: TYL) has signed an agreement with the Village of Palmetto Bay, Florida, for Tyler's financial management solution. In addition to software licenses, the agreement includes corresponding professional services, maintenance and support.

Palmetto Bay has chosen to invest in applications from Tyler's EDEN financial management solution. It will implement core financial applications, including Accounts Payable and Accounts Receivable—both with Web extensions—and Cashiering. Additionally, the Village will use citizen services applications, including Parcel Manger, Permits & Inspections with Web extensions and Licensing with Web extensions. Palmetto Bay will deploy its Tyler applications with the dashboard option, a Web-based tool that enables users to launch their Tyler system programs and other applications from a single work area.

"Palmetto Bay will gain the benefits of a fully integrated system by implementing Tyler's financial management solution. Our solution will give the Village access to real-time data, process financial transactions for all departments and facilitate the sharing of data," commented Jeff Green, president of Tyler's EDEN Financial Management Solutions.

"Palmetto Bay's goal is to gain huge efficiencies by moving to a true governmental software for its Finance department. Efficiency and accountability also will be improved in other departments, as we replace manual spreadsheets or software we have outgrown. Additionally, the sharing of vendor and customer information will help boost the quality of service the Village provides to its customers," stated Desmond Chin, finance director for Palmetto Bay.

"Another attractive feature of Tyler's software is the ability to be largely paperless, which supports our efforts to be a truly green municipality. It will also increase productivity related to the sharing of data between departments that are physically separated. We expect the e-modules to open up a whole new dimension for constituents to interact with the Village," he noted.

Located in south Miami-Dade County, Palmetto Bay is home to 25,000 residents. The village, which is situated on Biscayne Bay, was incorporated in 2002.

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" for two consecutive years 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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