

Tyler Technologies Completes First-ever Deployment of Microsoft Dynamics® AX 2012 With New Public Sector Functionality At the City of Redmond, Wash.

Tyler chosen as implementer due to its industry expertise, role as joint developer of public sector functionality for Microsoft Dynamics AX 2012

DALLAS – Sept. 20, 2011 – Tyler Technologies, Inc. (NYSE: TYL) today announced it has successfully implemented Microsoft Dynamics® AX 2012 with the city of Redmond, Wash., marking the first-ever deployment of the enterprise resource planning (ERP) system with public sector-specific functionality that Tyler jointly developed with Microsoft®.

The city of Redmond has already realized significant improvement in control over transactions and workflow processes since going live last month with Microsoft Dynamics AX 2012. City officials chose Tyler to implement Microsoft Dynamics AX 2012 for several reasons, including its long track record of success with public sector software, Tyler's deep customer base in Washington state, and because Tyler jointly developed Microsoft Dynamics AX 2012 public sector functionality with Microsoft.

“Tyler has such deep public sector experience that they're really the industry expert, including when it comes to implementing the Microsoft Dynamics AX 2012 product. They not only know their business very well, but the level of dedication to success was exactly what we were counting on from Tyler during this implementation,” said Mike Bailey, the city of Redmond's director of finance and information services. “Right away, we began seeing significant improvements in the way we do business with respect to workflows, which are very sophisticated and malleable. The acceptance level of this system has been very high, and Tyler's dedication to the city of Redmond's success helped me garner support for the technology transitions that we're making.”

Redmond, home to approximately 54,000 residents and 5,500 businesses, including Microsoft, developed a visionary and strategic technology plan to better position the city to handle future challenges and address current issues by implementing a solution that was more than just another way of doing things.

“When I became mayor, I wanted to bring Redmond into the future, and a key part of our plan was updating the city's financial management software tools,” said Redmond Mayor John Marchione. “With Tyler's successful implementation of Microsoft Dynamics AX 2012, we can realize our vision of a full-service city.”

The city of Redmond successfully implemented Microsoft Dynamics AX 2012 core ERP applications, including General Ledger, Purchasing and Workflow. These were complemented with Tyler's Payroll and Cashiering applications.

“The implementation of Microsoft Dynamics AX 2012 with the city of Redmond has been a resounding success thanks to the very collaborative, two-year partnership between Redmond, Microsoft and Tyler Technologies,” said John S. Marr Jr., Tyler's president and chief executive officer. “Microsoft selected Tyler to jointly develop the core public sector ERP functionality for Microsoft Dynamics AX 2012 because they value Tyler's public sector expertise far above others in the industry, and Microsoft is very confident in our implementation processes. Tyler is pleased to play such a vital role in Redmond's success with Microsoft Dynamics AX 2012, and we look forward to this ongoing partnership.”

**Tyler Technologies Announces Successful Deployment of
Microsoft Dynamics AX 2012 at the City of Redmond, Wash.**

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“Tyler Technologies is enabling real impact with the city of Redmond with the deployment of Microsoft Dynamics AX 2012, an integrated and modernized financial management solution built for the business of government,” noted Gail Thomas, VP of State and Local Government, Microsoft. “The implementation of Microsoft Dynamics AX 2012, which streamlines processes and customizes workflows, demonstrates that forward thinking government organizations can empower employees and advance the city’s capabilities in meaningful ways.”

About Tyler Technologies, Inc.

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 empower the public sector—cities, counties, schools and other government entities—to become more efficient, more accessible and more responsive to the needs of citizens. Tyler’s client base includes more than 9,000 local government offices throughout all 50 states, Canada, the Caribbean and the United Kingdom. *Forbes* Magazine named Tyler as one of “America’s 200 Best Small Companies” for three consecutive years. More information about Tyler Technologies can be found at www.tylertech.com.

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