## Maintenance and Support Services Agreement

This Maintenance and Support Services Agreement (this "M&S Agreement") is made and entered into by and between Tyler Technologies, Inc., a Delaware corporation ("Tyler"), and the entity set forth on the signature page hereto (the "County") and shall be effective as of the date set forth on Schedule 1 hereto (the "Effective Date").

WHEREAS, the County has acquired a license to Tyler's court management software as more specifically identified on Schedule 1 to this M&S Agreement (the "Licensed Software"); and

WHEREAS, the County desires Tyler to perform, and Tyler desires to perform, certain maintenance and support services related to the Licensed Software.

NOW, THEREFORE, in consideration of the promises contained herein, along with other good and valuable consideration, the receipt and sufficiency of which all parties acknowledge, the parties agree as follows:

## 1. CERTAIN DEFINITIONS

- 1.1. <u>Terms Not Defined</u>. Terms not otherwise defined herein shall have the meanings assigned to such terms in the License Agreement.
- 1.2. <u>Business Day</u> means Monday through Friday, excluding Tyler Holidays.
- 1.3. <u>Business Hours</u> means 7:00 a.m. to 7:00 p.m., Central Time during Business Days.
- 1.4. <u>Circumvention or Circumvention Procedures</u> means, as applied to a Documented Defect, a change in operating procedures whereby the County can reasonably avoid any deleterious effects of such Documented Defect. If a Circumvention Procedure is not acceptable to County, County may escalate the Defect as set forth in 3.10.
- 1.5. <u>Defect</u> means any bug, error, malfunction, or other defect in the Licensed Software caused by, arising from, or emanating from the reasonable control of Tyler that renders the Licensed Software in non-conformance with Tyler's then current published specifications.
- 1.6. <u>Documented Defect</u> means a Defect that the County documents for Tyler pursuant to Section 2.1.
- 1.7. <u>Essential Functionality</u> means any operational aspect of the Licensed Software that is required for immediate and ongoing business continuity by one or more users and which adversely impacts business in a crucial or critical manner.
- 1.8. Non-essential Functionality means any operational aspect of the Licensed Software that will not interrupt business continuity or which will not adversely impact business in a crucial or critical manner
- 1.9. <u>Effective Date</u> has the meaning set forth in Section 8.1.<u>Service Level 1 Defect</u> means a Documented Defect that causes (a) complete application failure or application unavailability; (b) application failure or unavailability in one or more of Countys remote location; or (c) systemic loss of multiple essential system functions.
- 1.10. <u>Service Level 2 Defect</u> means a Documented Defect that causes (a) repeated, consistent failure of essential functionality affecting more than one user or (b) loss or corruption of data.
- 1.11. <u>Service Level 3 Defect</u> means a Service Level 1 Defect with an existing Circumvention Procedure, or a Service Level 2 Defect that affects only one user or for which there is an existing Circumvention Procedure.
- 1.12. <u>Service Level 4 Defect</u> means a Documented Defect that causes failure of non-essential Licensed Software functionality or a cosmetic or other Documented Defect that does not qualify as any other Service Level Defect.
- 1.13. <u>Third Person Software</u> means all third party software required for the operation and use by the County of the Licensed Software consistent with the license granted to the County.

- 1.14. <u>Version Release</u> means new versions of the Licensed Software that contain technical improvements, functional enhancements, updates, extensions, and/or maintenance changes to the Licensed Software.
- 1.15. <u>Tyler Holidays</u> means one (1) day for a New Year's holiday. Memorial Day, a one (1) day holiday for Independence Day, Labor Day, Thanksgiving Day and the day after, and two days for Christmas. The exact date for any rolling holiday will be published on the Tyler website in advance of the date.

#### 2. COUNTY RESPONSIBILITIES

2.1. <u>Documenting Defects</u>. The County must document all Defects in writing with sufficient information to recreate the Defect or otherwise clearly and convincingly document or evidence its occurrence, including, but not limited to, the operating environment, data set, user, or any other such information that Tyler may reasonably request. The County shall deliver such information to Tyler concurrently with its notification to Tyler of a Defect. The County shall use all reasonable efforts to eliminate any non-application related issues prior to its notification to Tyler of such Defect, including, but not limited to, issues related to the network, user training. County-produced extensions, and data problems not caused by the Licensed Software. Any technical or other issue for which the County requests services, but which is not a Documented Defect, shall be treated as a request for other services and governed by Section 4

## 2.2. Other County Responsibilities. The County shall:

- (a) maintain all required Third Person Software to the release level compatible with the installed version(s) of the Licensed Software;
- (b) establish and maintain an internal help desk to be the central point of contact and communication between the end users and Tyler's support staff. In the event that the County is unable to establish and maintain an internal help desk, the County may select up to twenty (20) "super users" who may contact Tyler's help desk.
  - (c) provide training on the Licensed Software to its employees;
- (d) allow Tyler to install patches and other maintenance releases provided by Tyler;
- (e) allow remote access by Tyler to County's servers and data via a Microsoft VPN connection or CISCO VPN client or other mutually agreeable protocol, provided, however, that County acknowledges that failure to provide a timely and practical remote access method may negatively impact Tyler's ability to perform its responsibilities under this M&S Agreement;
- (f) implement and perform appropriate data backup and data recovery procedures related to the Licensed Software. In no event shall Tyler be held liable for any loss or other damage associated with the loss or destruction of any data related to the Licensed Software that is attributable to the County's failure to implement and perform such procedures on a timely and regular basis; and
- (g) provide onsite installation, new integration, training, and other responsibilities with respect to Version Releases as set forth in Section 5.

## 3. TYLER RESPONSIBILITIES - SUPPORT SERVICES

- 3.1. General Services for Reporting Production Documented Defects.
- (a) Tyler shall provide the County with procedures for contacting support staff during normal business hours (7:00 a.m. to 7:00 p.m., Central Time, Monday through Friday, excluding Tyler Holidays) for reporting Documented Defects. Tyler shall assist the County in the diagnosis of any Documented Defect, including the assigned Service Level and Tyler's tracking number.
- (b) For each reported Documented Defect, Tyler shall assign appropriate personnel to diagnose and correct the Documented Defect, and where appropriate, identify Circumvention Procedures. Tyler's initial response shall include an acknowledgement of notice of the Documented Defect, confirmation that Tyler has received sufficient

information concerning the Documented Defect, and an action plan for resolving the Documented Defect and avoiding further deleterious consequences of the Documented Defect.

- 3.2. <u>Service Level 1 Defects</u>. Tyler shall provide an initial response to Service Level 1 Defects within one (1) Business Hour of receipt of the Documented Defect. Tyler shall use commercially reasonable efforts to resolve such Documented Defects or provide a Circumvention Procedure within one (1) Business Day. Tyler's responsibility for loss or corrupted data is limited to assisting County in restoring its database to a known, accurate state.
- 3.3. <u>Service Level 2 Defects</u>. Tyler shall provide an initial response to Service Level 2 Defects within four (4) Business Hours of receipt of the Documented Defect. Tyler shall use commercially reasonable efforts to resolve such Documented Defects or provide a Circumvention Procedures within five (5) Business Days. Tyler's responsibility for loss or corrupted data is limited to assisting County in restoring its database to a known, accurate state.
- 3.4. <u>Service Level 3 Defects</u>. Tyler shall provide an initial response to Service Level 3 Defects within one (1) Business Day of receipt of the Documented Defect. Tyler shall use commercially reasonable efforts to resolve such Documented Defect without the need for a Circumvention Procedure with the next published maintenance update or service pack, which shall occur at least quarterly. Tyler's responsibility for lost or corrupted data is limited to assisting County in restoring its database to a known, accurate state.
- 3.5. Service Level 4 Defects. Tyler shall provide an initial response to Service Level 4 Defects within two (2) Business Days. Tyler shall use commercially reasonable efforts to resolve such Non-Essential Documented Defect within two version release cycles and a cosmetic or other Documented Defect that does not qualify as any other Service Level Defect with a future Version Release.
- 3.6. <u>Help Desk & Desktop Support</u>. Tyler shall provide the County with procedures for contacting support staff during normal business hours (7:00 a.m. to 7:00 p.m., Central Time, Monday through Friday, excluding Tyler Holidays) for reporting Documented Defects or obtaining helpdesk support on general application functionality. Software provider will provide ample help desk support; however, excessive support requirements may indicate a training need feedback will be sent to the County with recommendations of training that the County may elect to purchase.
- 3.7. <u>Technical Server & Systems Support</u>. Tyler shall use commercially reasonable efforts to provide the County with technical support to assist the County with troubleshooting the loss of functionality of Licensed Software for reasons other than a Documented Defect. Tyler technical support shall be limited to:
  - (a) assisting the County with isolating the source of Licensed Software failure due to systems-level hardware, Third Party Software, network, client-level hardware or peripherals;
  - (b) providing recommendations to the County regarding resolution of said non-defect failure(s); and
  - (c) providing the County with assistance on basic maintenance and administration of the Licensed Software environment, including basic data backup and restore procedures, deployment of Version Releases, and setup of supported peripheral devices for use with the Licensed Software
- 3.8. 24 X 7 Emergency Support. Tyler shall provide the County with procedures for contacting support staff after normal business hours for the limited purpose of reporting emergency application unavailability issues (such as a Level 1 Defect) within the Licensed Software. Tyler shall use commercially reasonable efforts to provide the response set forth in Section 3.2
- 3.9. <u>Saturday Technical Support</u>. Tyler shall use commercially reasonable efforts to be available for one pre-scheduled Saturday of each month to allow assistance to County IT staff. This option is available for the application of patches and full release upgrades as well as consulting with County IT staff for server maintenance and configuration for the Licensed Software environment.

- 3.10. Escalation Procedure. If Tyler is unable to resolve any Service Level 1 or Service Level 2 Defect as provided in this Section 3, County may immediately escalate the issue to County's Project Manager and Tyler's Director of Client Services. Tyler and County will use good faith reasonable efforts to meet, discuss, and agree upon a resolution plan for the affected Defect. If County's Project Manager and Tyler's Director of Client Services cannot agree upon an acceptable resolution plan within 24 hours of such initial escalation, or such other reasonable time as the parties may agree, County may further escalate the issue to next level County Administrator and Tyler's Division Chief Operating Officer or Division President who shall have final authority to negotiate an acceptable resolution plan.
- 3.11. <u>Base Version Level for Correction</u>. Tyler shall correct or otherwise cure Documented Defects to the current Version Release of Licensed Software made available to the County and either the immediately preceding Version Release or all Version Releases released to the County within the prior one (1) year, whichever is greater.
- 3.12. Legislative Change Support. Tyler will use its commercially reasonable efforts to implement Legislative Changes within the time frames set forth in the applicable legislation regulation, but in any event in the next Version Release. Tyler's sole liability for implementing Legislative Changes in any calendar year shall be limited to the number of hours of analysis, development, post release data migration, and testing services, at Tyler's then current hourly rates, equal to not more than 20% of the total Annual Maintenance Fees for the Licensed Software paid by all clients with Legislative Change Support in County's state during such calendar year; to the extent additional programming services are required, such services shall be billed to County at Tyler's then current hourly rates. Notwithstanding the foregoing, County shall be responsible for the cost of any other services required to implement a Legislative Change, including, without limitation, training, configuration, project management, or data conversion from external sources. Upon the mutual determination of the need for a Legislative Change that exceeds the limitations set forth above. Tyler shall provide County with a written statement identifying the total number of hours that Tyler is liable for Legislative Change Support as calculated above plus a good faith estimate of the additional cost to County. Such additional costs, if any, shall be prorated as a percentage of Annual Maintenance and Support Fees among all clients in County's state with Legislative Change Support.

## 4. ADDITIONAL SUPPORT SERVICES

The County may request support services in addition to the standard maintenance offering (a "Service Request"). Such other support services may include, without limitation, services related to: (a) additional training; (b) technical assistance; (c) programming services; (d) installation of add-on components; and/or (e) business analysis. Tyler shall provide to the County a written response to the request which describes in detail the anticipated impact of the request on the existing Licensed Software, the time required to perform such services, an implementation plan, and a schedule of the fees related thereto. Fees for additional support services shall be billed by Tyler directly to the County and shall be invoiced monthly, which shall be due and payable within thirty (30) days.

#### 5. VERSION RELEASES

Tyler shall notify County of the occurrence of a new Version Release and shall provide County with such Version Releases for the Licensed Software. The delivery of each Version Release shall include a complete, installable copy of the Licensed Software, together with release notes and other appropriate documentation. County shall, at its own expense, be responsible for any installation assistance, new integration, and training with respect to each Version Release. In the event that Tyler is not able to provide an installable copy of the Licensed Software, Tyler will be responsible for installation, at its own expense.

## 6. THIRD PERSON SOFTWARE

- 6.1. <u>Notice of New Third Person Software</u>. Tyler shall provide the County with advanced notice of any mandated new Third Person Software revision that shall be required to load a Version Release. Tyler shall use commercially reasonable efforts to minimize the need for the County to rely upon updates of Third Person Software.
- 6.2. <u>Tyler Certification</u>. At Tyler's expense, Tyler shall certify the compatibility of Third Person Software components used by the Licensed Software and maintain a list of supported Third Person Software release levels. Version Releases shall be certified to supported versions of all required Third Person Software. Tyler shall certify new releases of Third Person Software within a reasonable timeframe.

- 6.3. <u>Costs</u>. The County is responsible for all costs associated with installing and maintaining Third Person Software versions that are identified on Tyler's list of certified Third Person Software.
- 6.4. <u>Maintenance</u>. The County is responsible for maintaining software maintenance/update agreements with Third Person Software vendors at the County's expense. At the request of the County, Tyler shall participate with the County in discussions with Third Person Software providers on all software maintenance issues.

#### 7. FEES

- 7.1. Annual Maintenance Fee. The County shall pay the annual maintenance and support fees as set forth on Schedule 1 (the "Maintenance and Support Fees"). Upon the first and second anniversaries of the Effective Date, the Annual Maintenance and Support Fees shall be increased by no less than 0% and no more than 5% annually.
- 7.2. Invoice and Payment. Maintenance and Support Fees shall be invoiced annually in advance as set forth below:
  - (a) Tyler shall invoice the Texas Conference of Urban Counties (the "CUC") for Maintenance and Support Fees incurred by the County in accordance with the terms of the CUC Master Agreement and this M&S Agreement. Tyler shall use reasonable efforts to submit such invoices to the CUC sixty (60) days prior to the initial term of the M&S Agreement or the anniversary thereof, as applicable. The CUC shall be responsible for invoicing the County and collecting payments from the County with respect to the Maintenance and Support Fees. The CUC shall promptly, but in any event within five (5) business days, remit to Tyler all Maintenance and Support Fees collected on behalf of the County. In the event that the CUC fails to timely perform its invoice, collection, and remittance obligations under this section, Tyler shall have the right, in its sole discretion and upon written notice to the CUC and the County, to invoice the County directly for all future maintenance and support services.
  - (b) Any undisputed sum not paid when due shall bear interest calculated on an annual basis pursuant to Chapter 2251 of the Texas Government Code as follows. The interest rate shall be the sum of one percent and the prime rate as published in the Wall Street Journal on the first day of July of the preceding fiscal year that does not fall on a Saturday or Sunday. Interest begins to accrue on the thirty first (31) day after the undisputed amount is due. Interest on an overdue payment stops accruing on the date the County mails or electronically transmits the payment.
- 7.3. Each invoice shall include, at a minimum, the total invoiced amount and a reference to the specific items being invoiced under this M&S Agreement. Following receipt of a properly submitted invoice, the County shall pay amounts owed within thirty (30) days. All payments shall be made in U.S. currency.
- 7.4. Maintenance on County-Specific Customer Enhancements. The annual Maintenance and Support Fee may be further increased by agreement of the Parties with respect to (a) maintenance and support of County-Specific Customer Enhancements requested by the County and (b) material functional enhancements contained in new Version Releases that are not merely technical improvements, updates, extensions and/or maintenance changes to the Licensed Software. The County will have the option to accept or decline any such material functional enhancement that would result in an increase in the Maintenance and Support Fee without affecting the County's entitlement to receive the remainder of any Version Release in which such enhancement is offered.
- 7.5. <u>Suspension of Services for Non-payment</u>. Tyler may suspend its performance of services hereunder during any period for which Tyler does not receive payment of any undisputed Maintenance and Support Fees for a period of time exceeding sixty (60) days. Tyler shall promptly reinstate maintenance and support services upon receipt of payment of all undisputed Maintenance and Support Fees, including all such fees for the period(s) during which services were suspended.

## 8. TERM AND TERMINATION

8.1. <u>Term.</u> This M&S Agreement shall commence in accordance with Schedule 1 of this M&S Agreement ("the Effective Date") and shall continue

- in effect for a period of one (1) year; provided, however, that at the end of such initial term, and on each subsequent anniversary of the Effective Date, the term shall automatically extend for an additional year unless a party provides, at least ninety (90) days prior to the end of the then current term, written notice that it does not wish to extend the term or otherwise terminates the agreement as provided in this Section 8.
- 8.2. Termination by County at the End of a Term. The County may terminate this M&S Agreement effective as of the end of the initial term or any subsequent term by giving not less than ninety (90) days' notice of its intent to terminate. The County may, at its option, reinstate maintenance by providing notice to Tyler and making payment of fifty percent (50%) of each year's Maintenance and Support Fees that would have been owed by the County during the lapsed period plus the Maintenance and Support Fees for the then upcoming maintenance year.
- 8.3. Termination by the County for Cause. The County may terminate this M&S Agreement for "cause" in accordance with this Section 8.3. For purposes of this Section, "cause" means a continuous or repeated failure to cure Documented Defects timely as provided in Section 3. In such event, the County shall deliver written notice of its intent to terminate along with a description in reasonable detail of the problems for which the County is invoking its right to terminate. Following such notice, Tyler shall have ninety (90) days to cure such problems. Following such ninety (90) day period, Tyler and the County shall meet to discuss any outstanding issues. In the event that "cause" still exists at the end of such period, then the County may terminate this Agreement. In the event of a termination under this subsection, Tyler shall return all monies paid to Tyler by the County under this M&S Agreement for the remainder of the then current maintenance period.

## 9. LIMITATION OF LIABILITY

TYLER'S LIABILITY TO END USER FOR DAMAGES ARISING OUT OF OR IN CONNECTION WITH THIS M&S AGREEMENT, WHETHER BASED ON A THEORY OF CONTRACT OR TORT, INCLUDING NEGLIGENCE AND STRICT LIABILITY, SHALL BE LIMITED TO FIXING DEFECTS IN ACCORDANCE WITH SECTION 3 OR AS OTHERWISE SET FORTH IN SECTION 8.3.

IN NO EVENT SHALL TYLER BE LIABLE TO END USER FOR INCIDENTAL, CONSEQUENTIAL, OR SPECIAL DAMAGES OF ANY KIND, INCLUDING, WITHOUT LIMITATION, LOST REVENUES OR PROFITS, OR LOSS OF BUSINESS OR LOSS OF DATA ARISING OUT OF THIS AGREEMENT, IRRESPECTIVE OF WHETHER THE PARTIES HAVE ADVANCE NOTICE OF THE POSSIBILITY OF SUCH DAMAGE.

## 10. DISPUTE RESOLUTION

The parties to this Agreement will work together in good faith to resolve any controversy, dispute or claim between them which arises out of or relates to this Agreement, whether stated in tort, contract, statute, claim for benefits. bad faith, professional liability or otherwise ("Claim"). . If the parties are unable to resolve the Claim within thirty (30) days following the date in which one party sent written notice of the Claim to the other party, and if a party wishes to pursue the Claim, such Claim shall be addressed through non-binding mediation under the Commercial Mediation Rules of the American Arbitration Association ("AAA"). A single mediator engaged in the practice of law, who is knowledgeable about subject matter of this Agreement, will conduct the mediation under the then current rules of the AAA. Any mediation under this Agreement shall be conducted in Williamson County, Texas. All costs involved in the mediation shall be borne equally between the parties, except that each party shall bear its own attorneys fees. Nothing herein is intended to prevent either party from seeking any other remedy available at law including seeking redress in a court of competent jurisdiction. This provision shall survive the termination of this Agreement.

## 11. MISCELLANEOUS

- 11.1. <u>Assignment</u>. Neither party may assign this M&S Agreement or any of its respective rights or obligations herein to any third party without the express written consent of the other party.
- 11.2. <u>Notices</u>. Except as otherwise expressly specified herein, all notices, requests or other communications shall be in writing and shall be deemed to have been given if delivered personally or mailed, by certified or registered mail, postage prepaid, return receipt requested, to the parties at their respective addresses set forth on the signature page, or at such other addresses as may be specified in writing by either of the parties. All

notices, requests, or communications shall be deemed effective upon personal delivery or three (3) days following deposit in the mail.

- 11.3. <u>Counterparts</u>. This M&S Agreement may be executed in one or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument.
- 11.4. <u>Waiver</u>. The performance of any obligation required of a party herein may be waived only by a written waiver signed by the other Parties, which waiver shall be effective only with respect to the specific obligation described therein.
- 11.5. Entire Agreement. This M&S Agreement constitutes the entire understanding and contract between the parties and supersedes any and all prior or contemporaneous oral or written representations or communications with respect to the subject matter hereof.
- 11.6. Amendment. This M&S Agreement shall not be modified, amended or in any way altered except by an instrument in writing signed by

the properly delegated authority of each party. All amendments or modifications of this M&S Agreement shall be binding upon the parties despite any lack of consideration.

- 11.7. Governing Law. Any dispute arising out of or relating to this M&S Agreement or the breach thereof shall be governed by the laws of the state of the domicile of the County, without regard to or application of choice of law rules or principles.
- 11.8. No Third Party Beneficiaries. Nothing in this M&S Agreement is intended to benefit, create any rights in, or otherwise vest any rights upon any third party.
- 11.9. Contra Proferentem. The doctrine of contra proferentem shall not apply to this M&S Agreement. If an ambiguity exists in this M&S Agreement, or in a specific provision, neither the M&S Agreement nor the provision shall be construed against the party who drafted the M&S Agreement or provision.

IN WITNESS WHEREOF, the parties have caused this M&S Agreement to be executed by a duly authorized officer or representative to be effective as of the date set forth on Schedule 1 hereto.

TYLER TECHNOLOGIES, INC.

By:

Name: Bruce Graham

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Title: Chief Executive Officer
Tyler Courts & Justice Division

Date:

(Williamson the "COUNTY")

Name:

Title:

Date

## Maintenance and Support Services Agreement

# Schedule 1- Williamson County

Effective Date: 10/1/2010

Licensed Software:

Licensed Software					
Software Odyssey Case Manager - Enterprise			License Fees		
			\$	875,000	
Odyssey Jail/Law Enforcement			\$	312,500	
Odyssey Hot Ch	ecks		\$	75,000	
Odyssey Appea	ls		\$	13,000	
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DESCRIPTION OF THE PERSON OF T	Additional Sup	Price	es		
Service	Units	per Unit		Total	
		i.	\$		

Maintenance & Su		Annual M&S	
Support Type		Fees	
Standard	\$	183,750	
Standard	.\$	65,625	
Standard	\$	15,750	
Standard	\$	2,730	
Standard	\$	-	
Standard	\$	-	
Standard	\$	-	
Standard	\$	5 <u>2</u> 9	
Standard	,\$	2	
Totals		35 17	
Maintenance 8	& Sup	port Fees:	
Standard Support	t \$	267,855	
Additional Support Services	\$	-	
Total Annual M&S	\$	267,855	
(M&S Fees due annually in a	dvand	ce)	