

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application) Application No. C-2080
of Gateway Technologies, Inc. of)
Carrollton, Texas, and T-NETIX,) GRANTED
Inc. of Englewood, Colorado,)
seeking authority to transfer)
control to T-NETIX, Inc.) Entered: October 5, 1999

BY THE COMMISSION:

By application filed July 9, 1999, Gateway Technologies, Inc. (Gateway) of Carrollton, Texas, and T-NETIX, Inc. (T-NETIX) of Englewood, Colorado, seek authority to transfer control to T-NETIX. Notice of the application was published in The Daily Record, Omaha, Nebraska, on July 13, 1999. No protests were filed; therefore, this application is processed pursuant to the Commission's Rule of Modified Procedure.

O P I N I O N A N D F I N D I N G S

Gateway is a privately-held corporation organized under the laws of the state of Texas. Gateway offers automated operator assisted calling to inmates of prisons, jails and other confinement institutions. Gateway was granted authority to operate as a reseller of inmate telecommunications services on September 17, 1996, pursuant to Docket No. C-1353.

T-NETIX is a publicly-held Colorado corporation traded on the NASDAQ exchange. T-NETIX manufactures equipment utilized by inmate service providers, and also provides automated operator assisted calling for use by inmates in some jurisdictions. T-NETIX was authorized to operate in Nebraska as an operator service provider on February 10, 1997, pursuant to Docket No. C-1441.

The proposed transfer of control, agreed upon by Gateway and T-NETIX on February 10, 1999, will be accomplished through the creation of a special subsidiary of T-NETIX. This subsidiary will merge with and into Gateway, with Gateway becoming a wholly-owned subsidiary of T-NETIX, and with T-NETIX owning 100 percent of the outstanding shares of common stock in Gateway. Upon completion of the transaction, Gateway will continue to provide telecommunications services pursuant to their certificate, while T-NETIX will transfer its customers and service locations to Gateway and will operate as an equipment manufacturer and holding company only.

The transfer of control will have no effect on the customers of Gateway or T-NETIX, as no interruptions of service will be experienced. Services will continue to be provided under the name Gateway Technologies, Inc. and under the same rates, terms, and conditions as previously provided. The transfer will also improve operational efficiency and provide Gateway and T-NETIX with greater flexibility to obtain financing for future expansion. For those reasons, the application is clearly within the public interest.

Upon consideration of the application, the governing statutes and rules, and being fully informed, the Commission is of the opinion and finds the application should be granted.

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O R D E R

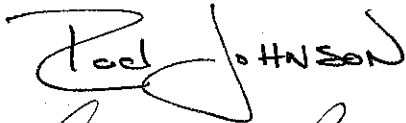
IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-2080 be, and it is hereby, granted.

IT IS FURTHER ORDERED that Gateway Technologies, Inc. file an updated tariff reflecting any new or discontinued services within thirty days of the date of this order.

MADE AND ENTERED at Lincoln, Nebraska, this 5th day of October, 1999.

NEBRASKA PUBLIC SERVICE COMMISSION

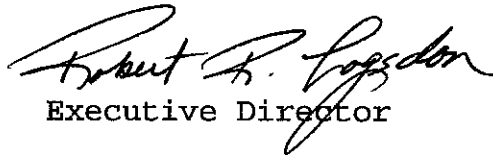
COMMISSIONERS CONCURRING:

LOWELL C. JOHNSON

//s//Lowell C. Johnson
//s//Frank E. Landis
//s//Daniel G. Urwiller


Chairman

ATTEST:


Executive Director