

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application) Application No. C-4366
of Global Tel*Link Corporation)
and Public Communications)
Services, Inc., Mobile, Alabama,) GRANTED
seeking approval to issue debt)
and other related financing)
transactions.) Entered: July 26, 2011

BY THE COMMISSION:

On June 1, 2011, an application was filed by Global Tel*Link Corporation ("GTL"), Mobile, Alabama, and Public Communications Services, Inc. ("PCS")(collectively, "Applicant"), Mobile, Alabama, seeking approval for the issuance of debt and related financing transactions. Notice of the application was published in The Daily Record, Omaha, Nebraska, on June 7, 2011. 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

Upon consideration of the application, the evidence submitted, and being fully advised, the Commission is of the opinion and finds:

GTL is a privately held Delaware corporation with its principle office located in Mobile, Alabama. GTL is a wholly owned direct subsidiary of GTEL Holdings, Inc. GTL provides managed telecommunications services to inmates in Nebraska. Global was issued a Certificate of Public Convenience and Necessity in Docket C-1501 on May 28, 1997.

PCS is a California corporation whose principal offices are located in Mobile, Alabama. PCS is a wholly-owned direct subsidiary of GTL. PCS provides managed telecommunications services to inmates. PCS was issued a Certificate of Public Convenience and Necessity in Docket C-2795 on September 26, 2002.

GTL seeks approval and authority to participate in a series of debt and related financing transactions pursuant to Neb. Rev. Stat. § 75-148, which states in pertinent part,

A common carrier may issue stock, bonds, notes, or other evidence of indebtedness, payable at periods of more than twelve months after the date thereof, when necessary for the acquisition of property, the construction, completion, extension or improvement of facilities, the improvement or maintenance of its service, or the discharge or lawful refunding of its obligations if the common carrier first secures from the Commission an order authorizing such issue and the amount thereof and stating that in the opinion of the Commission the use of the capital to be secured by the issue of such stock, bonds, notes, or other evidence of indebtedness is reasonably required for the purposes of the carrier.

Applicant seeks authority to increase its current debt facility by \$50 million and to restructure the payment terms which will result in a reduction in interest costs to the Applicant. The debt financing arrangement proposed will replace Applicant's outstanding credit facilities and thereby allow the Applicant to obtain long term debt credit on more favorable terms. Applicant states that the proposed debt issuance will increase the ability of the Applicant to expand operations in Nebraska, fund potential acquisitions, and provide the Applicant with financial resources necessary to compete more effectively with other service providers in Nebraska.

Based upon the above information, the Commission finds the application to be in the public interest and to be reasonably required for the purposes of Global Tel*Link Corporation and Public Communications Services, Inc. Therefore, the application should be granted.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-4366 be, and is hereby, granted.

MADE AND ENTERED at Lincoln, Nebraska, this 26th day of July, 2011.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

Chairman

ATTEST:

Executive Director

SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

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MADE AND ENTERED at Lincoln, Nebraska, this 26th day of July, 2011.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

Red Huns
Anne Boyle
Harold L. V.

//s//Frank E. Landis
//s//Tim Schram

Tim Schram

Chairman

ATTEST:

Shirley J. De

Executive Director