

Lance J.M. Steinhart, P.C.

Attorney At Law
1720 Windward Concourse
Suite 250
Alpharetta, Georgia 30005

Also Admitted in New York
and Maryland

Telephone: (770) 232-9200
Facsimile: (770) 232-9208
Email: lsteinhart@telecomcounsel.com

January 6, 2007

VIA OVERNIGHT DELIVERY

Ms. Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40602-0615
(502) 564-3940

RECEIVED

JAN 08 2007

PUBLIC SERVICE
COMMISSION

Re: Global Tel*Link Corporation

Dear Ms. O'Donnell:

Please be advised that GTEL Holdings, Inc. ("GTEL Holdings"), the parent company of Global Tel*Link Corporation ("GTL"), will be issuing shares of its voting capital stock to a group of private equity investors affiliated with The Goldman Sachs Group (the "Buyers"). GTL is an inmate services provider throughout most of the continental United States.

GTL is a wholly owned subsidiary of GTEL Holdings. The current shareholders of GTEL Holdings and the Buyers have entered into a Stock Purchase Agreement under which Buyers will purchase 33% of the issued and outstanding voting stock of GTEL Holdings in exchange for cash. The Buyers have purchased nonvoting securities of GTEL Holdings. Upon issuance of the Order approving the transaction by the New York Public Service Commission, the securities purchased by Buyers will convert into shares of voting stock of GTEL Holdings representing one-third of the outstanding voting stock.

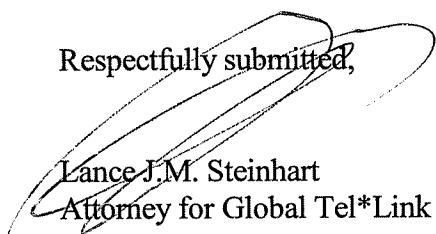
GTEL Holdings will use the proceeds received from the Buyers to pay a dividend to the existing stockholders of GTEL Holdings. After consummation of the transactions following the Commission's approval, the existing stockholders will continue to own two-thirds of the voting power of GTEL Holdings.

Because the transaction is purely a stock issuance at the parent holding company, GTL will continue to provide services pursuant to the terms and conditions set forth in GTL's tariff that is on file with the Commission. The proposed transaction will be entirely transparent to consumers of GTL's services in terms of the services, rates, terms and conditions under which they will continue to receive services from GTL.

I have also enclosed an extra copy of this letter to be date-stamped and returned to me in the enclosed preaddressed, postage prepaid envelope.

If you have any questions or if I may provide you with any additional information, please do not hesitate to contact me.

Respectfully submitted,



Lance J.M. Steinhart
Attorney for Global Tel*Link Corporation

cc: Mr. David Silverman
Enclosures