# EXHIBIT 7

Excerpts - Telmate's response to RFP RP034-11 for an Inmate Phone System in Gwinnett County, Georgia







## Inmate Phone System Proposal

SECURE INMATE TELEPHONE AND CALL MONITORING SYSTEM AND SERVICES

Request for Proposal: RP034-11 Prepared for: **Gwinnett County, Georgia** 

Prepared by: Christopher Ditto, Telmate November 25, 2011



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To help better understand the full capabilities of our cutting-edge solution, we have divided our proposal into the following sections:

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"Today, Telmate is one of the fastest growing inmate telephone systems and services in North America" Throughout our years of service, we have developed a reputation for excellent customer service and leading technology. All of our customer service personnel, repair technicians and data systems are in-house and fully supported by the finest equipment in the industry. With our vast telecom experience, professional staff and on-location service personnel in 40 States, Telmate can offer correctional facilities unsurpassed inmate telecom management.

At Telmate, we are committed to providing your facility, inmates and the inmate's friends & family with the best telecommunications solution available. Furthermore, we are committed to offering this solution at a fair price. We constantly work with our clients to improve service and add new features and resources that not only benefit the facility, but the inmates as well.

Our managers and founders put a premium on retaining an outstanding employee team. A team of the industry's best executives, with broad and diverse operational experience, leads Telmate. They direct, with integrity, vision and wisdom, the talented men and women who are the heart and hands of our company.

Today, Telmate is one of the fastest growing inmate telephone systems and services in North America. From city and county jails to federal facilities, Telmate serves populations of all sizes—many exceeding 1,000 beds. With over 18,000 detainees, our largest account is ICE (U.S. Immigration and Customs Enforcement). Currently, we provide service to over 190 correctional facilities across 40 US States and two Canadian Provinces.

We believe that our ability to provide the industry's best customer service (daily onsite service and real-time customer issue resolution), inmate calls at a fair price, and the most advanced inmate solution available uniquely positions us as the top choice for inmate communications services.

## **CONFIDENTIAL**

Telmate is a privately held company, co-owned by our CEO (Richard Torgersrud) and our President (Kevin O'Neil).

Financially, our company is extremely stable and has been growing steadily, without debt.

### Dun & Bradstreet DUNS # 96-259-0175

Please see Telmate's financials for the past three years below:

FYE 2010

Revenue \$24,626,000



Cost of service -\$11,440,000

Gross Profit \$13,186,000

Selling, general and administrative expenses \$7,345,000

Net Income \$5,841,000

#### BALANCE SHEET as of Q1 2011

Unrestricted Cash \$7,000,000

Account Receivable \$334,000

Total Current Assets \$7,334,000

Fixed Assets \$2,258,300

Total Assets \$9,592,000

Account Payable \$1,804,900

Accrued Expenses \$2,121,404

Total Liabilities \$3,926,304

Total Equity \$5,665,996

Total Liabilities & Equity \$9,592,000

- c. Number of administrative personnel national and in Atlanta
- Read, agree, and will comply.

Telmate has approximately 16 administrative personnel nationally, none are currently in the city of Atlanta.

- d. Number of marketing personnel national and in Atlanta
- Read, agree, and will comply.

Telmate has approximately 7 marketing personnel nationally, three (3) are currently in the city of Atlanta.

- e. Number of technical personnel national and in Atlanta
- Read, agree, and will comply.

Telmate has approximately 24 technical personnel nationally, none are currently in the city of Atlanta.

To ensure the highest level of service and operations, Telmate will assign a full time local employee to your facility. We will also employ other full time employees in close proximity to the facility who are available to cover