Redacted Exhibit V
Financial statements for the years 2013 and 2012

Financial data has been deleted on the grounds that it has been determined to be confidential, proprietary or a trade secret.

KEPS TECHNOLOGIES, INC. (DBA ACD.NET)

Financial Statements
With Independent Accountant's
Review Report

December 31, 2013 and 2012

McCartney & Company, P.C.
Certified Public Accountants

Okemos, Michigan

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
KEPS Technologies, Inc. (DBA ACD.net)
Lansing, Michigan

We have reviewed the accompanying balance sheets of KEPS Technologies, Inc. (a Michigan corporation) as of December 31, 2013, and the related statements of income, changes in stockholders' equity, and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion. The 2012 financial statements of KEPS Technologies, Inc. were reviewed by other accountants, whose report dated May 30, 2013, stated that based on their procedures, with the exception of the matters described in the following paragraphs, they are not aware of any material modifications that should be made to those financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, with the exception of the matters described in the following paragraphs, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

As disclosed in Note 2 to the financial statements, the Company's management has not analyzed goodwill for impairment. Accounting principles generally accepted in the United States of America require the Company to test goodwill for impairment at least annually. Management has informed us that goodwill is stated in the accompanying financial statements at cost, and the effects of this departure from accounting principles generally accepted in the United States of America on financial position, results of operations, and cash flows have not been determined.

As disclosed in Note 2 to the financial statements, accounting principles generally accepted in the United States of America require the consolidation of variable interest entities. Management has informed us that no consolidation of other entities is stated in the accompanying financial statements, and that the effects of this departure from accounting principles generally accepted in the United States of America on financial position, results of operations, and cash flows have not been determined.

McCartney & Company, P.C.

August 29, 2014

KEPS Technologies, Inc. (DBA ACD.net)
Lansing, Michigan

Balance Sheets
As of December 31, 2013 and 2012

ASSETS

	2013	2012
Current Assets		
Cash and cash equivalents	$ [redacted]	$ [redacted]
Receivables		
Trade, net of allowance	[redacted]	[redacted]
Employees	[redacted]	[redacted]
Inventories	[redacted]	[redacted]
Prepaid expenses	[redacted]	[redacted]
Deferred income taxes	[redacted]	[redacted]
Total Current Assets	[redacted]	[redacted]
Property and Equipment		
Plant under construction	[redacted]	[redacted]
Computer, internet and telecom equipment	[redacted]	[redacted]
Leasehold improvements	[redacted]	[redacted]
Furniture and fixtures	[redacted]	[redacted]
Vehicles	[redacted]	[redacted]
Subtotal	[redacted]	[redacted]
Accumulated depreciation	[redacted]	[redacted]
Net Property and Equipment	[redacted]	[redacted]
Other Assets		
Goodwill	[redacted]	[redacted]
Fiber optic cable use agreements, net	[redacted]	[redacted]
Data connections, net	[redacted]	[redacted]
Total Other Assets	[redacted]	[redacted]
Total Assets	$ [redacted]	$ [redacted]

LIABILITIES AND STOCKHOLDERS' EQUITY

	2013	2012
Current Liabilities		
Accounts payable	$ [redacted]	$ [redacted]
Accrued expenses		
Compensation	[redacted]	[redacted]
Interest	[redacted]	[redacted]
Income taxes	[redacted]	[redacted]
Deferred subscription services	[redacted]	[redacted]
Customer deposits and deferred revenue	[redacted]	[redacted]
Other current liabilities	[redacted]	[redacted]
Total Current Liabilities	[redacted]	[redacted]
Long-term Liabilities		
Long-term debt, including related party, net of current portion	[redacted]	[redacted]
Due to related party	[redacted]	[redacted]
Deferred income taxes	[redacted]	[redacted]
Total Long-term Liabilities	[redacted]	[redacted]
Total Liabilities	[redacted]	[redacted]
Stockholders' Equity		
Preferred series A convertible stock	[redacted]	[redacted]
Common stock	[redacted]	[redacted]
Additional paid-in capital	[redacted]	[redacted]
Retained earnings	[redacted]	[redacted]
Total Stockholders' Equity	[redacted]	[redacted]
Total Liabilities and Stockholders' Equity	$ [redacted]	$ [redacted]

See accompanying notes and independent accountant's review report.

KEPS Technologies, Inc. (DBA ACD.net)
Lansing, Michigan

Statements of Income
For the Years Ended December 31, 2013 and 2012

	2013		2012	
	Amount	Percent	Amount	Percent
Net Sales				
Subscription services	$ [redacted]	97.93%	$ [redacted]	97.61%
Equipment sales and other	[redacted]	0.55%	[redacted]	0.85%
Reciprocal revenue	[redacted]	1.52%	[redacted]	1.54%
Total net sales	[redacted]	100.00%	[redacted]	100.00%
Cost of Sales	[redacted]	39.49%	[redacted]	35.57%
Gross Profit	[redacted]	60.51%	[redacted]	64.43%
Selling, general and administrative expenses	[redacted]	48.70%	[redacted]	33.94%
Interest expense, including related party	[redacted]	0.14%	[redacted]	0.55%
Loss on disposal of assets	[redacted]	-0.03%	[redacted]	2.13%
Income from operations	[redacted]	11.70%	[redacted]	27.81%
Other Income				
Interest income	[redacted]	0.00%	[redacted]	1.45%
Miscellaneous income	[redacted]	0.57%	[redacted]	0.38%
Total other income	[redacted]	0.57%	[redacted]	1.83%
Income before income taxes	[redacted]	12.26%	[redacted]	29.64%
Income Tax Expense	[redacted]	4.89%	[redacted]	11.43%
Net Income	$ [redacted]	7.37%	$ [redacted]	18.21%

See accompanying notes and independent accountant's review report.

KEPS Technologies, Inc. (DBA ACD.net)
Lansing, Michigan

Statements of Changes in Stockholders' Equity
For the Years Ended December 31, 2013 and 2012

	Preferred Stock	Common Stock	Additional Paid-In Capital	Retained Earnings	Total Stockholders' Equity
Balance at December 31, 2011	$ [redacted]	$ [redacted]	$ [redacted]	$ [redacted]	$ [redacted]
Preferred stock dividends declared					
Converted to preferred stock	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Paid out in cash	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Perferred stock converted to common stock	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Redemption of preferred stock	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Net Income	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Balance at December 31, 2012	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Perferred stock converted to common stock	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Dividends	[redacted]	[redacted]	[redacted]		[redacted]
Net Income	[redacted]	[redacted]	[redacted]	[redacted]	[redacted]
Balance at December 31, 2013	$ [redacted]	$ [redacted]	$ [redacted]	$ [redacted]	$ [redacted]

See accompanying notes and independent accountant's review report.

KEPS Technologies, Inc. (DBA ACD.net)
Lansing, Michigan

Statements of Cash Flows
For the Years Ended December 31, 2013 and 2012

	2013	2012
Operating Activities		
Net Income	$ [redacted]	$ [redacted]
Adjustments to reconcile net income to net cash provided (used) by operating activities:		
Depreciation	[redacted]	[redacted]
Amortization		
Loss on disposal of assets		
Bad debts		
Deferred income taxes	[redacted]	
Changes in operating assets and liabilities:		
Receivables	[redacted]	[redacted]
Inventories		
Prepaid expenses		
Accounts payable		
Accrued expenses	(	
Deferred subscription services		
Deferred compensation - officers		
Due to related party	[redacted]	
Customer deposits and other		
Net Cash Provided by Operating Activities	[redacted]	[redacted]
Investing Activities		
Purchase of property and equipment	[redacted]	[redacted]
Net Cash Used in Investing Activities		
Financing Activities		
Net change in bank line of credit	[redacted]	([redacted]
Repurchase of preferred stock		
Proceeds from related party	[redacted]	
Preferred stock dividends paid		[redacted]
Principal payments on long-term debt	[redacted]	
Net Cash Used in Financing Activities	[redacted]	[redacted]
Increase (Decrease) in Cash and Cash Equivalents	[redacted])	[redacted]
Cash and Cash Equivalents - Beginning	[redacted]	[redacted]
Cash and Cash Equivalents - Ending	$ [redacted]	$ [redacted]
Supplemental disclosure of cash flow information:		
Operating activities include cash payments for:		
Interest	$ [redacted]	$ [redacted]
Income taxes (refund)	$ [redacted]	$ [redacted]

Notes to Financial Statements

1. Nature of Operations

KEPS Technologies, Inc. (DBA ACD.net, ACD, Quantum Connections, and/or ACD Telecom, Inc.) (Company), is a competitive local exchange carrier (CLEC) engaged in the telecommunications industry that began business in 1991. The Company provides carrier-grade services, such as direct subscriber line (DSL), T1 and fiber optics to business, governmental, and residential customers. The Company is also an internet services provider (ISP) and operates a data center used to host its own equipment as well as provide hosting, remote backup and other services to various customers. The Company is dependent upon certain telecommunications providers for certain services necessary for the Company to service its customers.

2. Summary of Significant Accounting Policies

The Company's financial statements are prepared on the accrual basis of accounting, in compliance with accounting principles generally accepted in the United States of America (US GAAP), except as noted in the following paragraphs.

The Company's management has not analyzed goodwill for impairment. US GAAP requires the Company to test goodwill for impairment at least annually. Goodwill is stated in the accompanying financial statements at cost, and the effects of this departure from US GAAP on financial position, results of operations, and cash flows have not been determined.

US GAAP requires a variable interest entity (VIE) to be consolidated by a company if that company's interest in the VIE provides the reporting entity with a controlling financial interest. SS Ventures, LLC is affiliated by common ownership with the Company. The Company has not consolidated the financial statements of SS Ventures, LLC in the accompanying financial statements. The effects of this departure from US GAAP on financial position, results of operations, and cash flows have not been determined.

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain amounts reported in the accompanying financial statements and disclosures. Accordingly, actual results could differ from those estimates.

Subscription service revenue is recognized over the period that services are provided. Deferred subscription services represent subscription fees billed or collected in advance. Reciprocal revenues include charges for telephone calls terminated on the Company's switches and are recorded when earned. Revenue is recorded net of both sales returns and sales tax.

For purposes of the statement of cash flows, all unrestricted investment instruments with original maturities of three months or less are considered cash equivalents.

The Company's cash accounts are each subject to the Federal Deposit Insurance Corporation (FDIC) insurance limits of $250,000. At various times during the year, the Company's cash account balances may exceed this amount in the normal course of business.

Accounts receivable are customer obligations due under normal trade terms and are carried at their estimated collectible amounts. The Company establishes an allowance for doubtful accounts based upon an evaluation of accounts receivable, past and recent experience, current economic conditions and other pertinent factors. The Company generally does not require collateral from its customers.

Management reviews accounts receivable periodically to determine if any amounts will potentially be uncollectible. Any amounts that are determined to be uncollectible are included in the allowance for losses on accounts receivable, along with general reserve. At December 31, 2013 and 2012, the allowance for bad debts was [redacted] each year.

2. Summary of Significant Accounting Policies (Continued)

Inventory of merchandise and equipment for installation is stated at the lower of cost or market (first-in, first-out method).

Property and equipment are stated at cost and are being depreciated over the estimated useful lives of the assets using straight-line and double declining balance methods. The range of useful lives of the various classes of assets is three to forty years. Depreciation for financial statement purposes is computed for most assets using the straight-line method, based on estimated lives of the assets, which in some instances may be greater than the lives allowed for income tax purposes. For income tax purposes, assets are depreciated using accelerated methods and statutory lives. Betterments and improvements are capitalized, while repair and maintenance costs are charged to current operating expense. Depreciation expense was [redacted] and [redacted] for the years ended December 31, 2013 and 2012, respectively.

The Company uses the direct expensing method to account for planned major maintenance activities which do not extend the useful lives of property and equipment.

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. If the expected future cash flow from the use of the asset and its eventual disposition is less than the carrying amount of the asset, an impairment loss is recognized and measured using the asset's fair value.

Except as noted below, the Company accounts for goodwill and other intangible assets in accordance with US GAAP which requires, among other things, that companies test goodwill for impairment at least annually. In addition, US GAAP requires that the Company identify reporting units for the purpose of assessing potential future impairments of goodwill, reassess the useful lives of other existing recognized intangible assets, and cease amortization of intangible assets with an indefinite useful life. An intangible asset with an indefinite useful life should be tested for impairment. Impairment tests require the Company to make several estimates relating to fair value, most of which are based on projected future cash flows. The estimates associated with the impairment tests are based on management's judgment and knowledge of current events and actions it may undertake in the future. These estimates may ultimately differ from actual results. Changes in these estimates may result in recognition of an impairment loss, which may be material, in the future.

Management has not performed an impairment test of goodwill for the years ended December 31, 2013 and 2012 as required by US GAAP.

Goodwill for income tax purposes is being amortized over a fifteen year estimated useful life using the straight-line method.

Legal fees and other expenses associated with the issuance for certain loans made to the Company are being amortized on a straight-line basis over the expected terms of the loans.

The Company entered into Irrevocable Right of Use (IRU) agreements with a company for use of their fiber optic cable for a 20 year period. The cable reverts back to its owner after the 20 year period. The recorded cost of the IRU agreements is being amortized over 20 years. Data connection user charges are being amortized over 5 to 7 years.

Advertising costs are expensed when incurred. Total advertising expenses included in general and administrative expenses were [redacted] and [redacted] for the years ended December 31, 2013 and 2012, respectively.

Shipping and handling costs on sales orders are classified as expenses in selling, general and administrative expenses.

3. Taxes

Income tax expense for the years ended December 31 consists of the following:

	2013	2012
Current - federal	$ [redacted]	$ [redacted]
Current - state		
Current - local		
Deferred – federal		
Deferred – state		
	$ [redacted]	$ [redacted]

The difference between income tax expense and the tax as computed based on statutory rates is primarily attributable to the permanent differences and state income taxes.

Deferred income taxes reflect the net income tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting and income tax purposes. Significant components of the Company's deferred income tax assets and liabilities are as follows:

	2013		2012	
	Federal	State	Federal	State
Accrued vacation	$ [redacted]	$ [redacted]	$ [redacted]	$ [redacted]
Due to related parties	[redacted]	[redacted]	[redacted]	[redacted]
Allowance for trade receivable	[redacted]	[redacted]	[redacted]	[redacted]
Accrued share-holder interest	[redacted]	[redacted]	[redacted]	[redacted]
Total deferred tax assets	$[redacted]	$ [redacted]	$ [redacted]	$ [redacted]
Depreciation Amortization	$[redacted]	$ [redacted]	$ [redacted]	$ [redacted]
Total deferred tax liabilities	[redacted]	$[redacted]	$[redacted]	$ [redacted]

Management believes that there is a greater than 50% chance (more likely than not) that the Company is entitled to the economic benefit resulting from tax positions taken in income tax returns. No interest or penalties related to uncertain tax positions has been recognized in the income statements or balances sheets for the years ended December 31, 2013 and 2012. The statute of limitations is generally three years for federal returns, and four years for Michigan and City of Lansing returns.

4. Intangible Assets

Intangible assets are summarized as follows:

Intangibles subject to amortization:	Cost	December 31 2013 Accumulated Amortization	2012 Accumulated Amortization
Fiber optic cable use agreements	$ [redacted]	$ [redacted]	$ [redacted]
Debt issuance costs	[redacted]	[redacted]	[redacted]
Data connections	[redacted]	[redacted]	[redacted]
	$ [redacted]	$ [redacted]	$ [redacted]

Intangibles not subject to amortization:	
Goodwill	$ [redacted]

Future amortization of intangible assets is expected to be as follows:

Year ending December 31:

2014	$ [redacted]
2015	[redacted]
2016	[redacted]
2017	[redacted]
2018	[redacted]
Thereafter	[redacted]
	$ [redacted]

5. Bank Line of Credit

The Company has a line of credit that allows for borrowing up to $500,000 and carries an interest rate of 3.5%, which matured in January, 2014. At December 31, 2013, the unused portion on the line was [redacted]

The line of credit is secured by substantially all assets in the Company, including future contract revenues, the personal guarantee of the shareholders, and the guarantee of the SS Ventures, LLC. The Company is subject to certain affirmative and negative covenants.

6. Long-term debt, including related party

Loan agreements, both long-term notes payable and line of credit agreements (Note 4) with Fifth Third contain various affirmative and negative covenants as defined in the related loan agreements.

Long-term debt consists of the following as of December 31:

	2013	2012
Subordinated notes payable to two shareholders with interest accrued annually at 3.5%, both principal and interest due at December, 2014	$ [redacted]	$ [redacted]
Less: Current Portion	[redacted]	
Total Long-Term Debt	$ [redacted]	$ [redacted]

7. Stock authorized, issued and outstanding

At December 31, 2012 there were [redacted] shares of preferred series A convertible stock, with no par value, authorized, issued and outstanding. Of the 500,000 shares of authorized common stock, [redacted] and [redacted] shares, also with no par value, were issued and outstanding at December 31, 2013 and 2012, respectively.

8. Preferred stockholders' equity

During 2013, the Company converted the remaining [redacted] shares of preferred stock and preferred stock dividends of [redacted] shares of common stock at a conversion rate of [redacted]

During 2012, the Company redeemed a total of [redacted] shares of preferred stock from a preferred shareholder through a cash buyout. The same preferred stock shareholder elected to convert its remaining [redacted] shares of preferred stock into common stock at the conversion rate of [redacted], resulting in an additional [redacted] shares of common stock issued. The Company also declared [redacted] in preferred stock dividends, of which [redacted] was converted to preferred stock shares, adding [redacted] of preferred series A convertible stock for a total of [redacted] shares as of December 31, 2012.

9. Preferred stock purchase agreement

The Company is a party to a preferred stock purchase agreement (Agreement). The details concerning the revenue participations and warrants of the Agreement are as follows:

Commencing on September 1, 2006 for a period of ten years, the Company shall pay [redacted] of certain monthly DSL revenue participation, as defined in the Agreement to the purchasers on the 25th of each month.

The monthly DSL revenue participation will be adjusted annually to a new percentage obtained by multiplying [redacted] or [redacted] as defined in the Agreement, by a fraction, the numerator of which is equal to the difference between [redacted] and the gross revenue of the Company from sales of DSL service for the month in question, and the denominator of which is [redacted]. The revenue participation on DSL revenues applies only to certain geographic locations serviced by the Company prior to March 20, 2002. Furthermore, the revenue participation percentage decreases from [redacted] as certain revenue targets are reached. No expense was recognized related to these provisions of the Agreement during 2013 and 2012.

The Agreement also includes the issuance of warrants for a total of [redacted] shares of common stock, all of which were exercised during 2006.

10. Series A convertible preferred stock

The holders of the series A convertible preferred stock (Preferred Stock) have various rights and preferences as follows:

Voting: Each holder of Preferred Stock shall have the number of votes equal to the number of shares of common stock, which the holder would have been entitled to receive, had such holder converted all of its Preferred Stock shares into common stock. The holders of the Preferred Stock and common stock shall vote together as a sincle class except as defined in the Agreement.

Dividends: Holders of Preferred Stock are entitled to receive cumulative dividends at [redacted] per share for the first three years and [redacted] per share thereafter. Such dividends will accrue and accumulated whether or not they have been declared and whether or not there are profits, surplus, or other funds of the Company legally available for the payment of dividends. The Company or a majority of preferred shareholders may elect to pay the cumulative dividend for any year in cash or additional Preferred Stock. As long as any Preferred Stock remains outstanding, the Board of Directors of the Company shall not make a distribution or declare and pay any dividend on shares of common stock of the Company (whether in cash, capital stock or other property), unless a majority of the outstanding shares of Preferred Stock consent in writing to each such distribution or dividend. The Board of Directors of the Company declared dividends related to the Preferred Stock in the amount of [redacted] and [redacted] for 2013 and 2012, respectively. No dividends on the common stock have been declared by the Board of Directors of the Company from inception through December 31, 2013.

Liquidation: In the event of any liquidation, dissolution or winding up of the Company, whether voluntary or involuntary, the holders of each share of Preferred Stock then outstanding shall be entitled to be paid out of the assets of the Company available for distribution to its shareholders, before any payment of declaration and setting apart for payment of any amount shall be made with respect of the common stock, an amount equal to [redacted] per share plus an amount equal to all accrued and unpaid dividends thereon.

Whether or not earned or declared, to and including the date full payment shall be tendered to the holders. If upon any liquidation, dissolution, or winding up of the Company, whether voluntary or involuntary, the assets to be distributed to the holders of the Preferred Stock shall be insufficient to permit the payment to the preferred shareholders of the full preferential amount aforesaid, then all of the assets of the Company to be distributed shall be distributed ratably to the holders of the Preferred Stock. After payment of the full amount of the liquidation preferences and all accumulated and unpaid dividends to which they are entitled, the holders of the Preferred Stock shall thereafter participate on an as-if converted basis.

In the event of a Company reorganization, merger, consolidation, or sale; each holder of the Preferred Stock shall be entitled to receive upon conversion of the Preferred Stock, the number of shares of stock or other securities or property of the Company, or of the successor corporation resulting from such merger or consolidation, or sale, to which a holder of the common stock deliverable upon conversion would have been entitled on such capital reorganization, merger, consolidation, or sale. The Company shall give each holder of record of Preferred Stock written notice of such impending transaction not later than twenty-one days prior to the shareholders' meeting of the Company called to approve such transaction, or twenty-one days prior to the closing of such transaction, whichever is earlier, and shall notify such holders in writing of the final approval of such transaction.

Conversion: Each share of Preferred Stock is convertible, at the option of the holder according to a conversion ratio at any time after the date of issuance. Each share of Preferred Stock is convertible into [redacted] shares of common stock. Each share of Preferred Stock automatically converts into the number of shares of common stock into which such shares are convertible at the then effective conversion ratio upon the closing of an initial public offering if proceeds to the Company are less than [redacted]

11. Stock compensation plan

In 2003, the Company adopted a Stock Compensation Program (the Program). The Program is comprised of seven parts (collectively referred to as Plans). The first part is the Inventive Stock Option Plan under which are granted incentive stock options. The second part is the Non-Qualified Stock Option Plan under which are granted nonqualified stock options. The third part is the Restricted Share Plan under which are grated restricted shares of common stock. The fourth part is the Non-Employee Stock Purchase Plan. The fifth part is the Non-Employee Director Stock Option Plan under which grants of options to purchase shares of common stock may be made to non-employee directors of the Company. The sixth part is the Stock Appreciation Rights Plan (SAR) under which SARs are granted, as defined. The seventh part is the Other Stock Rights Plan under which 1) units representing the equivalent of shares of common stock are granted, 2) payments of compensation in the form of shares of Common Stock are granted, and 3) rights to receive cash or shares of common stock based on the value of dividends paid with respect to a share of common stock are granted. The Program is administered by the Company's Board of Directors and the Program shall continue in effect for a term of ten years (through 2013). A total of [redacted] shares of the Company's common stock have been reserved for this Program. No awards were made since inception under the Plans.

12. Operating lease commitments, including related party

The Company's operating facility is under a lease agreement with SS Ventures, LLC, which is owned by two of the majority stockholders of the Company, and is accounted for as an operating lease. The lease provides for monthly payments of [redacted], subject to annual increases as defined in the lease agreement through June 30, 2032. The Company is responsible for related insurance, utilities, maintenance, and property taxes for the term of the lease.

The lease expense recorded for the years ended December 31, 2013 and 2012 was [redacted] each year. At December 31, 2013 and 2012, the balance sheet reflects a Due to Related Party liability of [redacted] and [redacted], respectively, for unpaid lease payments due to SS Ventures, LLC.

The Company has entered into a sublease agreement with a third party customer that expired December 31, 2012, but at the option of either party can continue on a month to month term. The Company expects this sublease agreement to continue. The Company also leases wavelength and various other equipment from third parties under operating leases.

Amounts for total rental expense under all operating leases are as follows:

	2013	2012
Related party leases	$ [redacted]	$ [redacted]
Third party leases	[redacted]	[redacted]
	$ [redacted]	$ [redacted]
Less: sublease income	[redacted]	[redacted]
	$ [redacted]	$ [redacted]

The following is a schedule of approximate future minimum lease payments for the next five years under all operating leases:

	Third Party	Related Party	Total
2014	$ [redacted]	$ [redacted]	$ [redacted]
2015	[redacted]	[redacted]	[redacted]
2016	[redacted]	[redacted]	[redacted]
2017	[redacted]	[redacted]	[redacted]
2018	[redacted]	[redacted]	[redacted]
	$ [redacted]	$ [redacted]	$ [redacted]

13. Retirement plan

The Company sponsors a SIMPLE IRA retirement plan (Plan) for all elible employees who elect to participate. The Plan is a defined contribution plan. Employer contributions to the Plan are 3% of gross wages or a match of an employee's contribution, whichever is less, for participating employees. Contributions amounted to [redacted] and [redacted] in 2013 and 2012, respectively

14. Litigation

During 2004, the Company filed a lawsuit against AT&T related to a "Mutual Waiver Agreement" between the parties, which allowed customers to terminate telephone service with either party and not have to pay the other party's termination penalties.

During 2009, the litigation resulted in a judgment in favor of the Company for approximately $7,900,000 for lost business. AT&T appealed the 2009 judgment. However, the case was settled during 2012 for a total settlement of [redacted]. Attorney fees related to the lawsuit were approximately [redacted] and were paid in 2012 upon receipt of the lawsuit proceeds. The net proceeds from the settlement were reported in subscription services income as net sales. Interest income on the judgment in the amount of [redacted] was reported as interest income.

15. Guarantees

The Company has guaranteed the long-term debt of SS Ventures LLC in the amount of approximately [redacted] and [redacted] as of December 31, 2013 and 2012, respectively. The Company would be obligated to perform under this guarantee if SS Ventures, LLC failed to pay principal and interest payments to the lender when due. However, if the Company were required to honor the guarantee, it would be entitled to property and equipment owned by SS Ventures, LLC that collateralized the loan. The maximum potential amount of future (undiscounted) payments under this guarantee would be approximately [redacted] As of December 31, 2013, SS Ventures, LLC is current with its debt payments. No amount has been recorded in the accompanying balance sheet for the guarantee.

16. Concentrations

The Company's business operations are concentrated in sales located in the State of Michigan. Future operations are susceptible to changes in the economic activity within this state.

17. Subsequent Events

The date to which events occurring after December 31, 2013 have been evaluated for possible adjustment to the financial statements or disclosure is August 29, 2014, which is the date on which the financial statements were available to be issued.