

COUNTY OF CENTRE, PENNSYLVANIA

RESOLUTION NO. 15 OF 2008

WHEREAS, The Board of County Commissioners of Centre County, Pennsylvania, by appropriate action, heretofore duly incorporated an industrial and commercial development authority under the Economic Development Financing Law, 73 P.S. §371, *et seq.* (the “Act”), of the Commonwealth of Pennsylvania (the “Commonwealth”), known as the “Centre County Industrial Development Authority” (the “Authority”); and

WHEREAS, The Authority issues obligations to finance projects pursuant to provisions of the Act and, from time to time, intends that such obligations be qualified for exemption from federal income taxation under provisions of the Internal Revenue Code of 1986, as amended (the “Code”); and

WHEREAS, Piezo Kinetics, Inc. (the “Owner/Operator”), a Pennsylvania corporation for-profit, has requested the Authority to assist in the financing of a project, consisting of (a) the planning, designing, constructing, furnishing and equipping of an approximately 22,000 square feet building addition to existing manufacturing facilities located in the Township of Spring, Centre County, Pennsylvania with an address of 660 East Rolling Ridge Drive, Bellefonte, Pennsylvania 16823, for the manufacturing of piezoceramic elements and assemblies by Piezo Kinetics, Inc., as the Owner/Operator of such facilities, and (b) paying related costs and expenses, including all or a portion of the costs and expenses of financing (the “Project”); and

WHEREAS, This Authority has requested this Board to approve the Project for financing in accordance with requirements of the Code; and

WHEREAS, The Authority held a public hearing on June 25, 2008, with respect to certain obligations to be issued by the Authority in connection with the Project in accordance with the requirements of Section 147 of the Code, and has presented a report to the Board of Commissioners of this County with respect to any public comment on such Project or the issuance of such obligations.

NOW THEREFORE, be it resolved by the Board of County Commissioners of the County of Centre, Pennsylvania, as follows:

SECTION 1. There being no public objection stated to the Project, this Board grants its approval for this issuance of tax-exempt obligations for the benefit of the Owner/Operator's facilities to be situate in this County as a part of the Project.

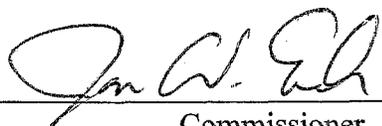
SECTION 2. This Board designates the Chairman or Vice Chairman of the Board of County Commissioners of this County to execute and deliver a Certificate of Approval with respect to such obligations and Project on behalf of this Board.

SECTION 3. All actions of this Board and of the Authority taken in conformity with the intents and purposes of this Resolution are ratified, confirmed and approved in all respects.

SECTION 4. All resolutions or parts of resolutions, insofar as such shall be inconsistent herewith, shall be and the same expressly are repealed.

DULY ADOPTED, by the Board of County Commissioners of the County of Centre, Commonwealth of Pennsylvania, in lawful session duly assembled, this 15th day of July, 2008.

COUNTY OF CENTRE,
Pennsylvania



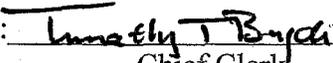
Commissioner



Commissioner



Commissioner

Attest: 

Chief Clerk

(SEAL)

EXHIBIT A

(FORM OF CERTIFICATE OF APPROVAL)

**COUNTY OF CENTRE,
Pennsylvania**

CERTIFICATE OF APPROVAL

The undersigned, being the applicable elected representative of the County of Centre (the "County"), a political subdivision of the Commonwealth of Pennsylvania, does hereby approve the use of tax-exempt financing in the maximum amount set forth below for a project to be owned and operated by Piezo Kinetics, Inc. (the "Owner/Operator"), consisting of (a) the planning, designing, constructing, furnishing and equipping of an approximately 22,000 square feet addition to an existing building to be used for the manufacturing of piezoceramic elements and assemblies at a facility located in the Township of Spring, Centre County, Pennsylvania with an address of 660 East Rolling Ridge Drive, Bellefonte, Pennsylvania 16823, and to be operated by the Owner/Operator, and (b) paying related costs and expenses, including all or a portion of the costs and expenses of financing (collectively, the "Project"). Such financing shall be evidenced by a tax-exempt obligation or obligations to be issued by Centre County Industrial Development Authority (the "Authority"). This Approval is being given after due consideration of the comments received during a public hearing on the matter held on the date and at the time and place set forth below following reasonable public notice:

Applicant: Centre County Industrial Development Authority;

Operator or Manager of Facility: Piezo Kinetics, Inc., a Pennsylvania corporation for-profit;

Maximum Aggregate Face Amount of Tax-Exempt Obligations to be Issued With Respect to the Facility: \$4,250,000;

Functional Description of the Type and Use of Facilities Being Financed: an approximately 22,000 square feet addition to an existing building with related equipment as a manufacturing facility;

Location of Facilities being Financed: 660 East Rolling Ridge Drive, Bellefonte, Pennsylvania 16823 (Township of Spring), Centre County, Pennsylvania;

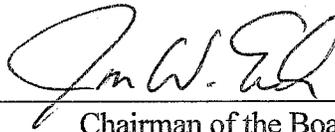
Time, Date and Place of Public Hearing: 9:00 a.m., prevailing local time, June 25, 2008, in the offices of the Centre County Industrial Development Authority, 200 Innovation Boulevard, Suite 150, State College, PA 16803;

Notice of Public Hearing: Notice of Hearing published June 10, 2008, in the Centre Daily Times, State College, Pennsylvania; and

Synopsis of Hearing: A Synopsis of the Hearing was prepared and submitted by the Solicitor to the Authority or his delegate and is on file with the Chief Clerk of the County.

This Approval is given by the County as the next higher governmental unit with elected representatives from which the Authority derives its authority to finance the Project, and as a governmental unit with elected representatives having jurisdiction over the site of the Project, and solely for the purposes of Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"). The obligations to be issued shall not constitute a debt or obligation of the County, and the County hereby assumes no obligation whatsoever with respect to payment of the same. This Certificate of Approval is not intended to be, nor shall it be construed as, an approval of the obligations to be issued by the Authority or of the Project for any purpose other than the public approval requirement of Section 147(f) of the Code.

IN WITNESS WHEREOF, the undersigned, being duly authorized to act on behalf of the Board of County Commissioners of the County, has executed this Approval this 15th day of July, 2008.



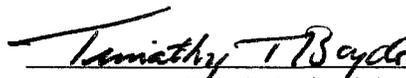
Chairman of the Board of County
Commissioners of the County of Centre,
Pennsylvania

CERTIFICATE

I, the undersigned Chief Clerk of the County of Centre, Pennsylvania (the "County"), certify: that the foregoing is a true and correct copy of a Resolution that duly was adopted by affirmative vote of a majority of all members of the Board of County Commissioners of the County at a meeting duly convened and held according to law on _____, 2008, at which meeting a quorum was present; that said Resolution duly has been recorded in the minutes of the Board of County Commissioners of the County; and that said Resolution is in full force and effect, without amendment, alteration or repeal, as of the date of this Certificate.

I further certify that the Board of County Commissioners of the County met the advance notice and public comment requirements of the Sunshine Act, 65 Pa.C.S. §701, *et seq.*, by advertising the time and place of said meeting, by posting prominently a notice of said meeting at the office of the Chief Clerk of the County or at the public building in which said meeting was held, and by providing a reasonable opportunity for public comment at such meeting prior to adopting said Resolution, all as required by such Act.

IN WITNESS WHEREOF, I set my hand and affix the official seal of the County,
this 15th day of July, 2008.



Chief Clerk of the County

(SEAL)