

RESOLUTION NO. RS-07-020

(Endorsement of MEDAF Loan and Local Incentives)

RECITALS

The **DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT** of the State of Maryland (the "Department") under the **MARYLAND ECONOMIC DEVELOPMENT ASSISTANCE AUTHORITY** has agreed to conditionally loan **CINETIC LANDIS GRINDING CORP.** ("Cinetic Landis") up to \$500,000 from the **MARYLAND ECONOMIC DEVELOPMENT ASSISTANCE FUND** ("MEDAF") (the "MEDAF Loan").

The MEDAF Loan proceeds will be used by Cinetic Landis to establish a manufacturing/assembly and office facility at the Newgate Industrial Park (the "Park") in the Hopewell Valley area of Washington County, Maryland (the "Project"). The Project plans call for Cinetic Landis to acquire a 28 acre site within the Park for the Project. Cinetic Landis will construct approximately 110,000 square feet on site, of which 86,000 square feet (+/-) is to house manufacturing/assembly operations and 24,000 square feet (+/-) is to house office and administrative operations. Cinetic Landis will employ approximately 150 full time employees at this facility.

In accordance with Md. Code, Article 83A, § 5-1405(f), the Board of County Commissioners of Washington County, Maryland (the "County") is required to endorse the making of the MEDAF Loan for the Project.

To complement the State of Maryland's offer of assistance, the County will contribute \$50,000 toward the Project in the form of a conditional loan on the same terms and conditions as the MEDAF Loan (the "County Loan").

The County has determined and expressly finds that it is in the best interest of the citizens of Washington County that it endorse the making of the MEDAF Loan for the Project.

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Washington County, Maryland, that:

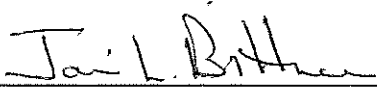
1. The County hereby fully endorses the making of the MEDAF Loan for the Project.
2. The County hereby approves the County Loan of \$50,000 for the Project.

3. This Resolution shall be effective upon its adoption in accordance with applicable law.

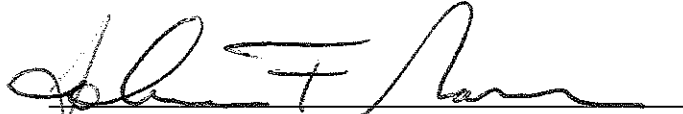
Adopted and effective this 11th day of September, 2007.

ATTEST:

BOARD OF COUNTY COMMISSIONERS OF
WASHINGTON COUNTY, MARYLAND

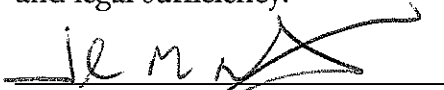


Joni L. Bittner, Clerk



John F. Barr, President

Approved as to form
and legal sufficiency:



John M. Martirano
County Attorney

Mail to:

Office of the County Attorney
100 W. Washington Street
Room 202
Hagerstown, MD 21740