

MECHANICAL TECHNOLOGY INC

Form 8-K

December 19, 2006

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(d) OF THE

SECURITIES EXCHANGE ACT OF 1934

December 14, 2006

Date of Report (Date of earliest event reported)

MECHANICAL TECHNOLOGY INCORPORATED

(Exact name of registrant as specified in its charter)

|                                                     |                          |                                         |
|-----------------------------------------------------|--------------------------|-----------------------------------------|
| <u>NEW YORK</u>                                     | <u>0-6890</u>            | <u>14-1462255</u>                       |
| (State or other jurisdiction<br>of incorporation)   | (Commission File Number) | (IRS Employer<br>Identification<br>No.) |
| 431 NEW KARNER ROAD, ALBANY, NEW YORK 12205         |                          |                                         |
| (Address of principal executive offices) (Zip Code) |                          |                                         |

Registrant's telephone number, including area code:

(518) 533-2200

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

- ☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- ☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- ☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

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Item 1.01. Entry into a Material Definitive Agreement.

On December 14, 2006, the Mechanical Technology Incorporated Board of Directors approved the final reimbursement related to relocation costs for Peng K. Lim, Chief Executive Officer. A total of \$133,063 will be paid to Mr. Lim, which includes a relocation allowance, reimbursement of real estate commissions related to the sale of his California residence, a closing cost allowance, and a tax gross up for the real estate commission reimbursement. This reimbursement is in accordance with Mr. Lim's Employment Contract dated May 4, 2006.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

MECHANICAL TECHNOLOGY INCORPORATED

Date: December 19, 2006

By: /S/ CYNTHIA A. SCHEUER

Name: Cynthia A. Scheuer

Title: Vice President, Chief

Financial Officer and Secretary



