

Date: July 1st, 2010
From: Sales and Marketing
Subject: **Lead Wheel Weight Legislative Update**

As reported in prior market updates, local, state and federal legislative bodies continue to move forward with lead wheel weight regulation. On the last day of June, the New York State Senate voted in favor of their non-lead legislation, following a passing vote by the Assembly on June 23rd. Below is an excerpt from the new lead wheel weight legislation in New York:

LEAD WHEEL WEIGHT: PROHIBITED. 1. ON AND AFTER APRIL FIRST, TWO THOUSAND ELEVEN ANY PERSON REPLACING OR BALANCING A TIRE ON A MOTOR VEHICLE REQUIRED TO BE REGISTERED UNDER ARTICLE FOURTEEN OF TITLE FOUR OF THE VEHICLE AND TRAFFIC LAW, SHALL NOT USE A WHEEL WEIGHT OR OTHER PRODUCT FOR BALANCING MOTOR VEHICLE WHEELS IF THE WEIGHT OR OTHER BALANCING PRODUCT CONTAINS MORE THAN 0.1 PERCENT LEAD BY WEIGHT.

The full text of the bill can be found on the New York State Legislature's website:
<http://open.nysenate.gov/legislation/bill/S8020>

This phase out period will only consist of 9 months, to evaluate non-lead solutions and inventory transition. As always Perfect Equipment is here to support you, with the most complete non-lead wheel weight program, consisting of installer preferred zinc and the OE standard steel. In the coming months, we will be providing a phase-out schedule to help the transition into a non-lead alternative.

Perfect Equipment will be sponsoring a non-lead webinar hosted by Tire Review on October 7th, 2010. The webinar will discuss the facts about the transition away from lead wheel weights. Go to www.tirereview.com/webinar to register.

State and Bill	Action	Date	Proposed Implementation Date
California – SB 757	Enacted into law	05/18/2009	12/31/2009
Washington – SHB 1033	Enacted into law	04/28/2009	01/01/2011
Maine – LD 986	Enacted into law	05/06/2009	01/01/2011
Vermont – Act 193	Enacted into law	06/07/2009	01/01/2010 State Vehicles 09/01/2011 New Vehicles
Illinois – SB3347	Bill awaiting governor's signature	05/27/2010	01/01/2012
New York – A8687B/S8020	Bill awaiting governor's signature	06/30/2010	04/01/2011
US EPA	Petition Granted	08/26/2009	TBD
Rhode Island - 7664	Bill in Legislature	Current	TBD
Wisconsin – AB544	Bill was not voted on	No Vote	Bill was not voted on this session
Iowa – HF384	Bill in Legislature	Delayed	TBD
Maryland – HB 763	Bill did not pass	2009 Legislature	N/A