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M. Triedman

84TH CONGRESS 1ST SESSION

## S. 116

## IN THE SENATE OF THE UNITED STATES

**JANUARY** 6, 1955

Mr. Dirksen introduced the following bill; which was read twice and referred to the Committee on the Judiciary

## A BILL

To authorize the extension of patents covering inventions whose practice was prevented or curtailed during certain emergency periods by service of the patent owner in the Armed Forces or by production controls.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That (a) if at any time during any of the periods specified
- 4 in subsection (d) of this section—
- 5 (1) the term of any patent of the United States
- 6 including time during which any individual or individ-
- 7 uals, owning solely or jointly with his spouse or their
- 8 spouses the entire interest in such patent, was or were
- 9 performing honorable service on active duty in the

Army, Navy Air Force, Marine Corps, or Coast Guard, which service prevented or substantially curtailed the normal use, exploitation, promotion, or development of the patent; or

(2) the normal use, exploitation, promotion, or development of the inventions described and claimed in any patent of the United States was prevented or substantially curtailed by any order of an agency of the Government prohibiting or limiting the production or use of any class of machines, articles, or materials, or the use of any class of processes or formulas; or

(3) to further the interests of the United States of America, the owner of such patent has heretofore granted a license thereunder to the United States, or to manufacturers, producers, or contractors authorizing them to produce or furnish goods or services for or to the United States, without payment of royalty, or at a nominal royalty, such license having been granted by such owner to promote any war effort, or any program of rearmament or preparation for the national defense, in which the United States has been engaged since the invasion of Poland by Germany on September 1, 1939; and since September 1, 1939, under the authority of such license, the United States, or manufacturers, producers, or contractors furnishing goods or services to the United

States, have made substantial use of the invention em-
2 bodied in such patent in the production or furnishing of
goods or services for or to the United States, such use
of said invention having been of material assistance and
benefit to the United States in connection with any war
6 effort, or any program of rearmament or preparation
for the national defense, which granting of a license
8 3 22 prevented or substantially curtailed the normal use, ex-
9 ploitation, promotion, or development of the patent;
10; then the term of such patent may be extended in accordance
with the provisions of this Act.
(b) The period of extension of a patent under this Act
13 shall be a further term from the expiration of the original
14 term as follows:
15 (1) In cases where the only grounds for extension
are those described in subsection (a) (1) of this sec-
tion, the further term shall equal twice the length of
the active service during the applicable period or periods
specified in subsection (d).
20 (2) In cases where the only grounds for extension
2D are those described in subsection (a) (2) the further
term shall equal the time for which (during the appli-
cable period or periods specified in subsection (d)) the
242 practice of the inventions described and claimed in the

patent was prevented or substantially curtailed as set forth in subsection (a).

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- (3) In cases where the only grounds for extension are those described in subsection (a) (3), the further term shall equal the period during which the initial license granted by the owner of such patent, without payment of royalty, or at a nominal royalty, was in effect after September 1, 1939: Provided, however, That in no event shall the period of extension hereunder be greater than the period during which the normal use, exploitation, or development of the patent was prevented or substantially curtailed.
- (4) In cases where grounds for extension exist under more than one paragraph of subsection (a), the further terms designated in this subsection (b) shall not be cumulative but shall be determined under the applicable paragraph of this subsection (b) which results in the longest extension.
- (c) If the ownership of the patent at the time the circumstances, described in subsection (a), which qualify the
  patent for extension, first arose, is different from the ownership at the time of the filing of the application for extension
  under this Act, such application shall be acted upon only if
  the owner or owners at the time such circumstances first

1	arose (or their legal representatives) have joined in such
2	application.
.3	(d) The periods during which one or more of the cir-
4	cumstances described in subsection (a) (1) or subsection
5	(a) (2) must have occurred in order to qualify a patent for
6	extension under this Act are as follows:
<b>7</b> ·	(1) The period beginning December 7, 1941, and
8	ending September 2, 1945.
9	(2) The period beginning June 26, 1950, and end-
10	ing July 26, 1953.
11	(e) For the purposes of this section, a reissue patent-
12	shall be considered to be the same patent as that which it-
13	supersedes.
14	SEC. 2. On the filing of an application for extension of
15	the term of a patent hereunder, together with such informa-
16	tion as may be required by the Commissioner, and upon
17	payment of such initial fees as the Commissioner may from
18	time to time prescribe, the Commissioner shall publish a
19	notice thereof in the Official Gazette of the Patent Office.
20	Within sixty days from such publication any person may
21	oppose an application for extension by filing with the Com-
22	missioner a notice of opposition thereto stating the grounds
23	therefor, which shall not include any charge that the patent

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1 is invalid. If a proper notice of opposition is filed and payment is made by the opponent of such initial fees as the Com-3:, missioner may from time to time prescribe, the Commissioner 4 shall set a day for hearing which shall be within forty-five 53 days of the date of the filing of such notice of opposition, and shall give not less than thirty days' notice of such hearing to 1773 the parties in interest. Upon the hearing the parties in interest shall present such evidence as they believe is relevant 9 and such other pertinent evidence as may be required by the Commissioner. If, from all the evidence presented before-11 him, the Commissioner is satisfied that a patent should be 12 extended in accordance with this Act, he shall grant such 13 extension. The Commissioner shall take action granting or 14 denying an extension within six months after the filing of an 15 Tapplication for extension. The Commissioner shall fix the 16 contotal fees (not exceeding \$150) to be paid by each applicant  $^{17}c$ ; for extension of the term of a patent hereunder and the total 18 Afees (not exceeding \$50) to be paid by each opponent to an 19 application, the specific amount of all such fees to be deter-20 mined according to the work of the Patent Office required in 21 processing the application or in hearing an opponent thereto,  $^{22}_{ imes 
m prime}$  range the case may be and the estimated cost thereof to the  $^{23}$  and  $^{23}$  Patent Office, we do have of their best field of this well-up to  $^{23}$ 24SEC. 3. If any applicant for an extension is dissatisfied

with the decision of the Commissioner or of any board

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i	established by the Commissioner for the determination of
2	applications for extensions, he shall have the same remedy
3	by appeal to the United States Court of Customs and Patent
4	Appeals, or suit in the District Court for the District of
5	Columbia, as provided, in the case of applications for patent.
6	SEC. 4. The Commissioner shall issue a certificate evi-
7	dencing the granting of an extension hereunder. A notice of
8	the granting of an extension shall appear in the Official
9	Gazette of the Patent Office.
10	SEC. 5. Upon the issuance of the certificate of extension,
11	said patent shall have the same force and effect in law as
12	though it had been originally granted for seventeen years
13	plus the term of such extension, except as otherwise provided
14	herein.
<b>1</b> 5	SEC. 6. Except where the owner of a patent extended
<b>1</b> 6, :	hereunder was entitled to royalties under said patent
17	(whether or not such royalties were received or waived) for
18	any class of machines, articles or materials, or for the use
<b>1</b> 9	of any class of processes or formulas, produced or furnished
20	exclusively to or for the benefit of the United States, or used
21.	exclusively by or for the benefit of the United States, no
22	patent extended under the provisions of this Act shall serve
23	as a basis for any claim by reason of manufacture, use, or
24	sale by or for the United States during the period of exten-

- 1 sion, and the rights of the United States shall remain in all
- 2 respects as if such patent had not been extended.
- 3 Sec. 7. In the event that an extension is not issued until
- 4 after the date of expiration of the original term of a patent
- 5 or reissue thereof, the extension order shall provide that any
- 6 vested rights arising out of the actual manufacture, use, or
- 7 sale of the invention covered by the patent so extended,
- 8 which took place after the said expiration and before the
- 9 issuance of the extension order may continue during the
- 10 remainder, if any, of the period of the extension upon such
- 11 terms and conditions as the Commissioner may prescribe,
- 12 including the payment of reasonble royalties, providing the
- 13 person or persons claiming such vested rights establish such
- 14 rights to the satisfaction of the Commissioner upon a
- 15 hearing.
- SEC. 8. In any action for infringement after the expira-
- 17 tion of seventeen years from the grant of the patent and
- during the period of such extension, the defendant may
- 19 plead and prove that any material statement of the applica-
- 20 tion for extension required by this Act is not true in fact;
- 21 and if any one or more of such statements shall be found un-
- true in fact, judgment shall be rendered for the defendant,
- 23 with costs.
- Sec. 9. Any application for the extension of the term
- of a patent hereunder shall be filed within one year from the

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- 1 effective date of this Act except for applications which are
- 2 filed under subsection (a) (1) of section 1, which applica-
- 3 tions shall be filed within one year from the effective date of
- 4 this Act or within one year from the date of the applicant's
- 5 honorable discharge from service.