STAND. COM. REP. NO. 494 -08

Honolulu, Hawaii FE 415, 2008 RE: H.B. No. 2911

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2008 State of Hawaii

Sir:

Your Committee on Labor & Public Employment, to which was referred H.B. No. 2911 entitled:

"A BILL FOR AN ACT RELATING TO EMPLOYEES,"

begs leave to report as follows:

The purpose of this bill is to protect the rights of innovative employees by invalidating any provision in an employment agreement that requires employees to assign their rights to an invention to the employer when the employees develop the invention entirely on their own time and with their own materials.

An individual testified in support of this bill.

It is generally understood that employees who develop and patent an invention that was conceived and perfected during their hours of employment or with the use of an employer's materials must give the employer a license to use their invention. However, some employers require employees to sign over their rights to any invention created during their period of employment with that particular employer, regardless of when the invention was created. Your Committee finds that inventions created entirely outside of the scope of an employee's employment should not fall under this category.



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As affirmed by the record of votes of the members of your Committee on Labor & Public Employment that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2911 and recommends that it pass Second Reading and be referred to the Committee on Judiciary.

> Respectfully submitted on behalf of the members of the Committee on Labor & Public Employment,

ALEX M. SONSON, Chair



Record of Votes of the Committee on Labor & Public Employment

| Bill/Resolution No.: | Committee Referral: LAB, JVD | Date: | 2/65/68 | |
|---|---------------------------------------|------------------|--------------------|---------|
| The committee is reconsidering its previous decision on the measure. | | | | |
| The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit) | | | | |
| LAB Members | Ayes | Ayes (WR) | Nays | Excused |
| 1. SONSON, Alex M. (C) | × | | | |
| | | | | |
| 2. NAKASONE, Bob (VC) | | | | λ. |
| 3. EVANS, Cindy | ~ | | | |
| 5. EVANO, Chiuy | <u>×</u> | | | |
| 4. HAR, Sharon E. | <u>م</u> | | | |
| | | | | |
| 5. LEE, Marilyn B. | x | | | |
| | | | | |
| 6. LUKE, Sylvia | · · · · · · · · · · · · · · · · · · · | | | |
| 7. McKELVEY, Angus L.K. | × | | | |
| | | | | |
| 8. NISHIMOTO, Scott Y. | k | | | |
| | | | | |
| 9. SOUKI, Joseph M. | | | | |
| | | | State Boot Carry 2 | |
| 10. TAKAMINE, Dwight Y. | <u> </u> | | | |
| 11. TAKUMI, Roy M. | > | | | |
| | | Later Contractor | | |
| 12. MEYER, Colleen Rose | J J | | | |
| | | | | |
| 13. PINE, Kymberly Marcos | <u>Υ</u> | | | |
| TOTAL (13) | 12 | \bigcirc | \mathcal{U} | |
| The recommendation is: Image: Adopted figure in the support recommendation is: Image: Adopted figure in the support recommendation is: If joint referral figure in the support recommendation is: Image: Adopted figure in the support recommendation is: Image: Adopted figure in the support recommendation is: Image: Committee acronym(s) Image: Committee acronym(s) Image: Committee acronym(s) | | | | |
| Vice Chair's or designee's signature: | | | | |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office | | | | |