

**SENATE**  
**STATE OF MINNESOTA**  
**NINETY-SECOND SESSION**

**S.F. No. 452**

(SENATE AUTHORS: WIGER)

DATE  
01/28/2021

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OFFICIAL STATUS  
Introduction and first reading  
Referred to Veterans and Military Affairs Finance and Policy

1.1 A bill for an act  
 1.2 relating to creative freedom; adopting the Creative Freedom Act; regulating  
 1.3 employee invention agreements for veterans; amending Minnesota Statutes 2020,  
 1.4 section 181.78, by adding a subdivision.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2020, section 181.78, is amended by adding a subdivision  
 1.7 to read:

1.8 Subd. 4. **Employee invention rights for veterans.** (a) This subdivision applies to an  
 1.9 invention or proposal by an employee in which the employer has an enforceable interest by  
 1.10 contract or otherwise. This subdivision only applies to employees who are military veterans  
 1.11 as defined in section 197.447.

1.12 (b) An employer who has a right to develop or utilize an invention or proposal must  
 1.13 make a substantial investment in the invention or proposal within six months of the  
 1.14 submission of the invention or proposal or forfeit all rights and interests in the invention or  
 1.15 proposal to the employee. This paragraph does not apply to inventions that relate to the  
 1.16 employer's existing product line, nor to any invention in which the employer has made a  
 1.17 substantial direct investment.

1.18 (c) An employee who has acquired the rights and interests of an employer under paragraph  
 1.19 (b) or (e) may transfer that interest in the invention or proposal to anyone.

1.20 (d) An employer must notify in writing an employee who submits an invention or proposal  
 1.21 to the employer of the employee's right under this subdivision within ten days of the  
 1.22 submission. The employer must date and describe the proposal or invention received by the  
 1.23 employer and provide a copy to the employee.

2.1 (e) An employer shall determine whether an invention or proposal will be utilized by  
2.2 the employer as soon as practicable following submission of the invention or proposal to  
2.3 the employer. Notwithstanding the time frame provided in paragraph (b), an employer who  
2.4 has determined an invention or proposal will not be utilized by the employer shall  
2.5 affirmatively surrender the rights and interests in the invention or proposal to the employee.

2.6 Sec. 2. TITLE.

2.7 Section 1 may be referred to as the "Creative Freedom Act."