Patent Public Advisory Committee

USPTO Budget Update

April 14, 2011
FY 2011 Status

Projected Fee Collection range $ 2,106 to $2,490 million

- Patents: $1,894 to $2,265 million
- Trademarks: $212 to $225 million
- High estimate assumes mid-April implementation of Patent Interim Fee Increase
- Low estimate assumes no implementation of Patent Interim Fee Increase

Projected end of year Patent surplus (as of March 31, 2011): ($100) - $271 million

Projected obligation (as of March 31, 2011): $2,362 million

- Patents: $2,131 million (90.2%)
- Trademarks: $231 million (9.8%)
FY 2011 Status

Historical Obligations by Business Line

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Patents</th>
<th>Trademarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>2007</td>
<td>12%</td>
<td>88%</td>
</tr>
<tr>
<td>2008</td>
<td>11%</td>
<td>89%</td>
</tr>
<tr>
<td>2009</td>
<td>11%</td>
<td>89%</td>
</tr>
<tr>
<td>2010</td>
<td>10%</td>
<td>90%</td>
</tr>
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Current CR through April 15, 2011. USPTO held at the $2,016 million level. Appropriation level still uncertain. Delays implemented for:

- Hiring of all areas except Trademarks, TTAB and patent examiners
- Non-essential obligations including travel, training, and supply and equipment purchases
- IT projects

Impact of full-year CR at the $2,016 million

- Essential obligations only
- Patent Pendency and Backlog Goals in jeopardy
FY 2012 President’s Budget

President’s Budget Priorities:

☞ Patent Pendency and Backlog Reduction
  ➞ Achieving 10 month first action pendency by 2014 and average total pendency of 20 months by 2015
  ➞ 1,500 new hires
  ➞ Overtime
  ➞ Nationwide Workforce

☞ Investment in Information Technology

☞ Seeking Sustainable Funding
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