

Tough economy keeping legal fees steady according to this year's Canadian Lawyer Legal Fees Survey.

By Michael McKiernan

anada's uncertain economic outlook has the country's lawyers spooked, with a healthy majority opting against a price hike this According to the results of Canadian Lawyer's 2016 Legal Fees Survey, 55 per cent of respondents will freeze their prices over the next year, while a further three per cent intend to cut their rates. Just 42 per cent are planning a price boost, the lowest rate in three years.

In Alberta, where the economic effects of the worldwide oil price plunge has hit hardest, the numbers are even more stark, with 66 per cent of respondents reporting a no-change approach, plus another seven per cent who will give their clients a price break in the next year. By contrast, only 28 per cent plan to increase their rates. Many respondents specifically cited the recessive economy for the decision, including one lawyer at a mid-size Calgary firm who reported the current market had forced a price freeze on it "in spite of higher overheads."

Elsewhere in the country, a number of respondents blamed economic woes on their pricing decisions, but several predicted recent volatility could precipitate a bigger change in the legal profession as some longer-term pricing habits finally come home to roost. "The profession is going to meet firm resistance to continual fee increases. The public cannot afford them," wrote one rural sole practitioner, whose gloomy outlook was shared by another respondent who works at the opposite end of the legal spectrum: "There is a general reluctance among colleagues to admit that what worked in the past no longer works currently and certainly not in the future," wrote the lawyer from a large Bay Street firm in Toronto.

Our annual survey assesses the going rate for 45 different matters across nine practice areas: civil litigation,

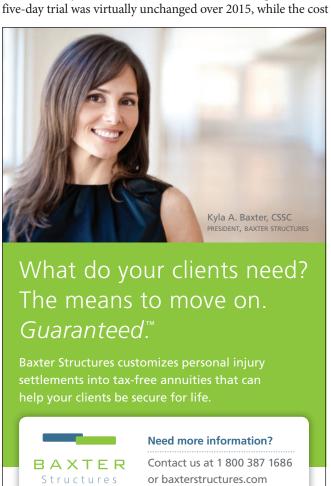
corporate-commercial, criminal, family, immigration, intellectual property, real estate, wills and estates, and labour and employment.

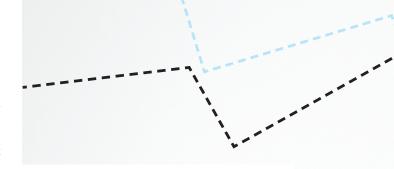
Results are again divided by region, with 52 per cent of our 351 respondents reporting an office in Ontario, 48 per cent

with an office in Western Canada (British Columbia, Alberta, Saskatchewan, Manitoba, and the North), and 12 per cent reporting offices in Quebec or Atlantic Canada. Lawyers from a wide variety of firm sizes took part in the survey, with the bulk, or 57 per cent, in firms of one to four lawyers. A further 25 per cent came from law firms with between five and 25 lawyers, and another 18 per cent from firms with more than 25 lawyers.

Fee estimates for individual matters showed a mixed bag of results in this year's survey, with the average cost of most fluctuating by less than 10 per cent up or down compared with the 2015 average. However, after a large jump in 2015, the average estimated cost of a two-day trial fell by almost 20 per cent, standing at \$25,517, down from

\$31,330 last year. At \$56,963, the national average cost of a





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of a seven-day trial was down around four per cent at \$78,737.

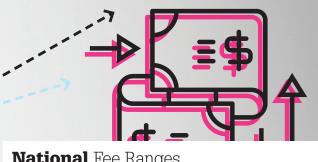
Volatility was also evident in the hourly rates reported by our respondents, with lawyers called in the last five years generally charged out at lower rates compared with 2015, while their colleagues at the senior end of the scale saw significant rises in rates.

Nationally, new calls charged an average rate of \$211 per hour, down eight per cent from last year's average of \$230. Rates for five-year calls were also down, by almost four per cent, at \$280 per hour. At the other end of the scale, lawyers called before 1996 charged an average \$448 per hour, up 10 per cent over last year. For one rural Ontario lawyer, justifying their hourly rates has become a major barrier to clients, who often "balk when they are initially advised" of it, and struggle to "swallow the fees" when they are ultimately totalled up. "It can be difficult sometimes to make clients understand how much effort is put into the work we do," added the same survey respondent.

The perennially small-margin practice areas of real estate and estates law remained the most likely for respondents to cut, according to our 2016 survey, with a number also considering cutting the amount of legal aid work they do. However, for most, the decision is never straightforward: "Legal aid work is not profitable, but we likely won't phase it out as it is part of a lawyer's responsibility," wrote one Alberta practitioner.

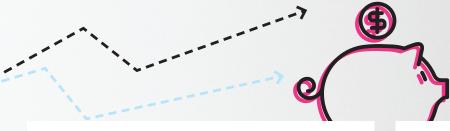
In Ontario, one mid-size firm has found a compromise solution by taking on legal aid clients, mainly to be handled by more junior lawyers. "It offers invaluable experience and opportunities" for younger associates, writes the respondent, despite costing the firm money on "virtually every legal aid certificate case" it takes because "we provide identical service" to clients whether retained on a normal retainer or through legal aid.

Read on to see how your fees match up with the competition, and discover the going rate in your area of practice. **CL** 



	<b>National</b> Fee Ranges			
Harris Dates	SAMPLE SIZE 351	AVERAGE	MINIMUM	MAXIMUM
Hourly Rates (average)  NATIONAL ATLANTIC/QUEBEC ONTARIO WESTERN 14 LAWYER FIRM	CIVIL LITIGATION Civil action up to trial (2 days) Civil action up to trial (5 days) Civil action up to trial (7 days) Civil action appeal only ADR, including mediation (up to 3 days) CORPORATE	25,517 56,963 78,737 22,030 13,900	16,442 37,296 55,186 13,282 8,822	48,975 101,823 127,843 42,703 25,388
5-25 LAWYER FIRM 26+ LAWYER FIRM	Secured financing agreement Simple, small business incorporation Simple prospectus	3,222 971 45,586	1,911 761 29,174	11,891 1,549 88,892
\$211 \$208 \$234	CRIMINAL Summary criminal offence (1 day trial) Bail hearing Criminal offence (1 day trial)	4,185 1,535 4,791	2,814 916 3,172	7,568 3,171 10,080
\$214 \$223 \$197 \$211	FAMILY Uncontested divorce Contested divorce Separation agreement Child custody and support agreement Trial up to 2 days	1,772 15,306 2,484 2,620 18,710	1,274 7,824 1,510 1,606 12,109	2,676 46,578 5,504 6,452 28,846
\$280 \$266 \$294	Trial up to 5 days Marriage/co-habitation agreement Spousal support agreement Division of property/assets agreement	33,564 2,028 2,633 3,282	23,082 1,487 1,641 1,858	59,365 4,225 6,866 10,391
\$288 \$266 \$277 \$293	IMMIGRATION Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,579 4,523 4,993 4,158	1,522 3,643 3,729 3,167	4,508 6,500 7,295 5,889
\$351 \$333 \$383 \$357	INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	5,028 1,605 1,317	2,683 1,364 883	10,256 2,594 4,400
\$339 \$337 \$391 YEAR OF CALL 1996	LABOUR AND EMPLOYMENT Basic employment contract Severance package review Litigation-claim or defence up to mediation/tri Standard workplace policies Labour arbitration (up to 3 days)	1,152 1,061 ial 14,500 2,850 15,625	768 770 7,488 1,746 9,786	2,385 2,691 30,340 5,917 24,429
\$426 \$421 \$445 \$445 \$381 \$412	REAL ESTATE  Residential real estate purchase Residential real estate sale Residential real estate sale and purchase Commercial property purchase Commercial property sale Commercial lease agreement	1,024 813 9 1,722 3,876 3,024 1,962	808 642 1,424 1,998 1,723 1,210	1,797 1,332 2,881 16,263 10,744 4,992
\$448 \$469 \$476 \$476 \$448 \$399 \$468	WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	492 1,135 1,492 196 297 3,860	382 853 1,159 148 239 2,483	761 2,753 3,268 285 402 18,338

National (up to 25 Law	yers) Fe	e Rang		Population up to 500	<b>,000</b> Fe	ee Ran	ges
SAMPLE SIZE 253	AVERAGE	MINIMUM	MAXIMUM :	SAMPLE SIZE 128	AVERAGE	MINIMUM	MAXIMUM
CIVILLITIGATION				CIVIL LITIGATION			
Civil action up to trial (2 days) Civil action up to trial (5 days) Civil action up to trial (7 days) Civil action appeal only ADR, including mediation (up to 3 days)	22,295 53,724 72,688 21,358 12,142	15,238 34,478 53,660 13,054 6,777	42,095 96,236 120,720 41,229 23,553	Civil action up to trial (2 days) Civil action up to trial (5 days) Civil action up to trial (7 days) Civil action up to trial (7 days) Civil action appeal only ADR, including mediation (up to 3 days)	18,792 42,644 53,810 21,039 9,719	12,342 26,313 34,324 12,647 6,056	31,381 77,174 74,529 39,671 19,456
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	2,543 957 15,130	1,777 757 8,200	10,124 1,545 24,550	CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	2,010 986 8,600	1,019 766 4,850	11,998 1,790 18,244
CRIMINAL Summary criminal offence (1 day trial) Bail hearing Criminal offence (1 day trial)	4,177 1,549 4,831	2,799 956 3,161	7,310 2,996 10,118	CRIMINAL Summary criminal offence (1 day trial) Bail hearing Criminal offence (1 day trial)	3,665 1,311 4,010	2,312 796 2,441	6,390 2,255 6,918
FAMILY Uncontested divorce Contested divorce Separation agreement Child custody and support agreement Trial up to 2 days Trial up to 5 days Marriage/co-habitation agreement Spousal support agreement Division of property/assets agreement	1,782 15,245 2,524 2,527 18,698 33,352 1,888 2,515 3,152	1,255 8,038 1,508 1,511 11,957 22,631 1,454 1,532 1,812	2,660 47,389 5,598 5,943 28,973 60,632 3,726 6,271 8,981	FAMILY Uncontested divorce Contested divorce Separation agreement Child custody and support agreement Trial up to 2 days Trial up to 5 days Marriage/co-habitation agreement Spousal support agreement Division of property/assets agreement	1,529 13,879 2,359 2,234 14,540 27,460 1,693 2,185 2,845	1,151 7,450 1,351 1,341 10,808 20,058 1,194 1,419 1,712	2,124 35,460 5,079 5,581 25,194 51,694 3,276 5,695 7,279
IMMIGRATION Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,578 4,255 5,367 4,156	1,463 3,463 4,094 3,167	4,215 5,975 7,500 5,889	IMMIGRATION Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,728 3,840 4,175 3,967	1,713 3,256 3,286 3,333	2,967 5,050 5,438 4,333
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	3,813 1,600 1,317	2,600 1,381 883	5,950 2,613 4,400	INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	1,750 500 1,950	1,200 500 1,750	2,800 833 2,200
LABOUR AND EMPLOYMENT Basic employment contract Severance package review Litigation - claim or defence up to mediation/t Standard workplace policies Collective bargaining - renewal Labour arbitration (up to 3 days)	1,123 1,062 rial 15,155 3,218 N/A 15,625	765 824 7,941 2,078 N/A 9,786	2,299 2,799 31,457 7,050 N/A 24,429	LABOUR AND EMPLOYMENT  Basic employment contract Severance package review Litigation - claim or defence up to mediation/t Standard workplace policies Collective bargaining - renewal Labour arbitration (up to 3 days)	1,089 904 rial 10,639 2,450 N/A 15,000	730 527 4,892 1,600 N/A 10,100	2,095 2,483 14,417 4,250 N/A 21,400
REAL ESTATE  Residential real estate purchase  Residential real estate sale  Residential real estate sale and purchas  Commercial property purchase  Commercial property sale  Commercial lease agreement	978 789 1,617 2,820 2,239 1,636	768 619 1,335 1,733 1,466 1,072	1,646 1,282 2,644 12,017 8,066 3,689	REAL ESTATE  Residential real estate purchase Residential real estate sale Residential real estate sale and purchas Commercial property purchase Commercial property sale Commercial lease agreement	964 764 se 1,558 2,236 1,767 1,349	745 588 1,248 1,494 1,168 862	1,638 1,199 2,575 8,871 7,594 3,048
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	458 1,003 1,339 194 294 3,887	360 767 1,090 149 237 2,580	719 2,498 2,981 276 390 14,520	WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	382 899 1,187 178 265 3,371	296 643 891 138 216 2,286	564 2,469 2,814 260 363 17,282



<b>Ontario</b>	Fee	Ranges
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Ontario Fee Ranges SAMPLE SIZE 160	AVERAGE	MINIMUM	MAXIMUN
CIVIL LITIGATION Civil action up to trial (2 days) Civil action up to trial (5 days) Civil action up to trial (7 days) Civil action appeal only ADR, including mediation (up to 3 days)	27,754	17,189	59,064
	66,728	41,885	114,975
	102,853	70,219	166,219
	22,417	12,438	41,275
	14,437	8,097	27,512
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	3,642	1,769	12,532
	1,056	791	1,923
	59,300	33,883	126,408
CRIMINAL Summary criminal offence (1 day trial) Bail hearing Criminal offence (1 day trial)	4,248	2,895	8,040
	1,437	889	3,010
	4,837	3,295	11,758
FAMILY Uncontested divorce Contested divorce Separation agreement Child custody and support agreement Trial up to 2 days Trial up to 5 days Marriage/co-habitation agreement Spousal support agreement Division of property/assets agreement	1,302	1,125	1,966
	15,118	10,150	34,367
	2,965	1,875	7,420
	2,689	1,997	7,333
	19,833	10,525	25,036
	30,971	18,650	45,750
	2,147	1,528	4,864
	2,879	2,000	7,838
	3,224	2,245	10,418
IMMIGRATION Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,581	1,396	3,375
	4,727	3,400	6,400
	5,063	3,482	7,227
	4,583	3,667	6,833
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	4,406	2,269	9,288
	1,633	1,439	2,520
	1,317	883	4,400
LABOUR AND EMPLOYMENT Basic employment contract Severance package review Litigation-claim or defence up to mediation/to Standard workplace policies Labour arbitration (up to 3 days)	1,193	864	2,914
	1,123	698	2,994
	rial 19,667	11,950	44,773
	2,944	1,893	6,094
	20,000	9,000	32,000
REAL ESTATE  Residential real estate purchase Residential real estate sale Residential real estate sale and purchas Commercial property purchase Commercial property sale Commercial lease agreement	1,071	835	1,922
	877	692	1,489
	e 1,867	1,552	3,223
	3,941	2,034	20,436
	2,961	1,750	11,962
	2,017	1,201	5,746
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	521	403	860
	1,205	935	2,984
	1,722	1,336	3,831
	177	131	261
	290	236	423
	3,960	2,819	15,791

<b>Western</b> Fee Ranges SAMPLE SIZE 136			
	AVERAGE	MINIMUM	MAXIMUM
CIVIL LITIGATION Civil action up to trial (2 days) Civil action up to trial (5 days) Civil action up to trial (7 days) Civil action up to trial (7 days) Civil action appeal only ADR, including mediation (up to 3 days	21,894	16,605	39,158
	53,347	38,231	103,077
	52,500	42,143	88,571
	26,469	17,577	56,462
	s) 10,463	5,919	21,781
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	2,779	2,277	7,519
	949	759	1,468
	48,115	30,500	107,500
CRIMINAL Summary criminal offence (1 day trial) Bail hearing Criminal offence (1 day trial)	4,794	3,121	8,179
	1,929	1,206	3,682
	5,656	3,288	9,308
FAMILY Uncontested divorce Contested divorce Separation agreement Child custody and support agreement Trial up to 2 days Trial up to 5 days Marriage/co-habitation agreement Spousal support agreement Division of property/assets agreemen	18,845 36,577 2,094 2,745	1,382 7,285 1,404 1,502 13,630 27,050 1,579 1,567 1,688	3,085 57,484 4,746 6,527 32,795 73,737 4,126 6,968 10,993
IMMIGRATION  Work permit  Family class sponsorship  Skilled worker application  Refugee protection claim	1,705	1,111	3,911
	3,870	3,422	5,722
	4,150	3,225	6,813
	2,500	1,250	3,500
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	9,000	5,000	19,000
	1,500	1,333	2,800
	N/A	N/A	N/A
LABOUR AND EMPLOYMENT Basic employment contract Severance package review Litigation-claim or defence up to mediation Standard workplace policies Labour arbitration (up to 3 days)	1,191	685	2,002
	954	469	2,406
	/trial 9,875	3,920	19,100
	2,275	1,300	5,375
	11,667	11,500	22,333
REAL ESTATE  Residential real estate purchase Residential real estate sale Residential real estate sale and purcha Commercial property purchase Commercial property sale Commercial lease agreement	975 767	746 582 1,207 2,023 1,813 1,367	1,591 1,165 2,369 10,729 9,415 4,400
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate	512	399	700
	1,018	714	2,465
	1,210	925	2,548
	228	177	301
	330	259	389
	e) 3,882	2,078	23,364