

The 2015 Canadian Lawyer Legal Fees survey shows litigation fees have returned to pre-recession rates.

By Michael McKiernan

fter years of steady decline, Canadian litigation fees have finally returned to the heights of the preglobal-recession era, but Canadian lawyers aren't happy about it.

> According to the results of Canadian Lawyer's 2015 Legal Fees Survey, the national average estimated cost of a two-day trial crossed the \$30,000 threshold for the first time, leaping 43 per cent to \$31,330 this year from \$21,953 in 2014.

The previous peak for a two-day trial came in 2009, when responses averaged around \$29,000, but then dropped every year until 2013, when the average fee hit \$18,000. The fall was arrested in 2014 with a 19-per-cent jump, but that was dwarfed by the 2015 hike. At \$56,439, the national average cost of a five-day trial was up 30 per cent over 2014, while the cost of a seven-day trial was also up around 40 per cent at \$81,958.

But that doesn't mean the boom times are back, according to some of our respondents. One Ontario sole practitioner lamented the level of litigation fees, calling them "a shame. . . . I think they are high enough to keep many issues away from resolution and legal advice." In Vancouver, another smaller firm lawyer claimed the price of litigation is costing them business: "It prevents most of my clients from enforcing commercial agreements," they wrote.

However, in Alberta, a lawyer in a mid-size firm said the profession gets a rough deal from the public when it comes to fees: "It's very fashionable these days for people to talk about

them being too high, especially judges who make north of \$300,000. . . . I wish people knew what they actually paid their doctor or banker."

Hourly rates have also clawed their way back to pre-recession levels, with 10-year calls commanding an average rate of \$360 per hour, up 12 per cent over 2014, and just short of the 2009 peak, when they billed an average of \$365 per hour across the nation. First-year calls are charged at an average rate of \$230, a six-per-cent rise over last year, while at the other end of the experience scale, 20-year calls bring in \$411, five per cent more than 2014.

Based on feedback, we've once again expanded the survey, to assess 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 new for this year, labour and employment.

Results are again divided by region, with 50 per cent of our 277 respondents reporting an office in Ontario, 47 per cent with an office in Western Canada (British Columbia, Alberta, Saskatchewan, Manitoba, and the North), and 10 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 65 per cent, in firms of 1 to 4 lawyers. A further 22 per cent came from law firms with between 5 and 25 lawyers, and another 13 per cent from firms with more than 25 lawyers.

Fee estimates for individual matters increased in most categories for 2015 over the 2014 responses, with immigration law another area seeing notable rises. Practitioners across

the country cited new rules and increased complexity as the reason for fee hikes in a year that saw the arrival of the revolutionary new Express Entry system for permanent residence. Average fees for all four immigration matters surveyed rose, by between seven and 31 per cent compared with 2014 levels.

Respondents were once again split down the middle on the issue of further price rises, with just under 50 per cent opting for a freeze in the next year, and 48 per cent planning to increase fees. Just two per cent are aiming for a fee decrease. Things were different in Alberta, where the plunging price of oil has hit the economy, and respondents said lawyers are feeling the knock-on effects. In that province, about six in every 10 respondents opted for a no-change approach to what they're charging clients.

The most commonly cited reasons for price rises included inflation and surging overhead costs, as well as the increasing complexity of the legal work lawyers are taking on. In Ontario, one sole practitioner said their price rise was a tactic to



"weed out the chaff" from a busy practice, while an honest Alberta lawyer from a mid-sized firm said they simply "want to make more money."

For those cutting and freezing rates, competition and client demands were the driving factors: "Economic conditions are so tight that people generally aren't willing to pay more," wrote one small-firm lawyer from Ontario.

For lawyers with practices rooted in real estate or wills and estates, market forces were particularly influential. A lawyer with a small Alberta firm summed up the dilemma: "I need to do wills as a service, but I wish I could charge more,"

they wrote. "Real estate purchase files have razor-thin margins. Lawyers need to stop the drive to the bottom in an attempt to gain market share; it is hurting the entire industry," wrote another from a small Ontario city. Others are cutting their losses: "Although much of the work that we do is in the area of real estate. that work is labour intensive and requires well trained and highly paid staff. We are having to consider phasing out that work completely, over time," wrote one Ontario respondent.

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



# increase fees.

## Hourly Rates (average) NATIONAL ATLANTIC/QUEBEC **ONTARIO** WESTERN 1-4 LAWYER FIRM 5-25 LAWYER FIRM 26+ LAWYER FIRM YEAR OF CALL 2014 \$230 \$204 \$235 \$233 \$232 \$186 YEAR OF CALL 2010 \$291 \$263 \$300 \$295 \$269 \$310 \$280 YEAR OF CALL 2005 \$360 \$303 \$378 \$364 \$343 \$346 YEAR OF CALL 1995 \$411 \$436 \$415 \$355 \$420 **BEFORE 1995** \$407 \$327 \$416 \$364

#### National Fee Ranges

CIVIL LTIGATION   Civil action up to trial (2 days)   31,330   32,999   58,222   Civil action up to trial (7 days)   56,439   29,500   112,933   Civil action appeal only   21,347   13,119   31,921	National Fee Ranges			
Civil action up to trial (2 days)   58,222	SAMPLE SIZE 277	AVERAGE	MINIMUM	MAXIMUM
Secured financing agreement   2,749   1,460   15,640   Simple, small business incorporation   1,070   890   1,841   Simple prospectus   30,761   17,667   92,958	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	56,439 81,958 21,347	29,500 45,019 13,119	112,933 231,685 31,921
Summary criminal offence (one day trial)   Sajata   3,256   14,792   Bail hearing   1,750   1,181   4,772   Criminal offence (one day trial)   6,992   4,820   30,957   FAMILY	Secured financing agreement Simple, small business incorporation	1,070	890	1,841
Uncontested divorce 1,845 1,239 2,846 Contested divorce 13,638 6,145 87,974 Separation agreement 2,130 1,417 7,234 Child custody and support agreement 2,033 1,295 7,788 Trial up to 2 days 18,706 11,883 36,367 Trial up to 5 days 35,950 23,788 79,808 Marriage/co-habitation agreement 1,727 1,239 4,696 Spousal support agreement 2,208 1,376 12,959 Division of property/assets agreement 2,436 1,720 14,781  IMMIGRATION Work permit 2,324 1,485 3,958 Family class sponsorship 4,126 3,328 6,506 Skilled worker application 4,806 3,700 6,400 Refugee protection claim 4,262 3,468 6,474  INTELLECTUAL PROPERTY Simple patent application 7,100 4,886 10,671 Simple trademark registration 1,355 1,139 3,459 Patent audit 8,500 5,250 14,000  LABOUR AND EMPLOYMENT Basic employment contract 1,090 703 2,416 Severance package review 905 5,250 14,000  LABOUR AND EMPLOYMENT Basic employment contract 1,090 703 2,416 Severance package review 905 5,250 17,758 Standard workplace policies 2,050 1,210 3,000 Collective bargaining- renewal 15,000 6,875 36,250 Labour arbitration (up to 3 days) 13,000 7,400 18,000  REAL ESTATE Residential real estate sale 774 629 1,283 Residential real estate sale 774 629 1,28	Summary criminal offence (one day trial) Bail hearing	1,750	1,181	4,772
Work permit         2,324         1,485         3,958           Family class sponsorship         4,126         3,328         6,506           Skilled worker application         4,806         3,700         6,400           Refugee protection claim         4,262         3,468         6,474           INTELLECTUAL PROPERTY           Simple patent application         7,100         4,886         10,671           Simple trademark registration         1,355         1,139         3,459           Patent audit         8,500         5,250         14,000           LABOUR AND EMPLOYMENT         8,500         5,250         14,000           LABOUR AND EMPLOYMENT         Basic employment contract         1,090         703         2,416           Severance package review         905         559         1,723           Litigation claim or defence up to mediation/trial         11,735         6,256         17,758           Standard workplace policies         2,050         1,210         3,000           Collective bargaining - renewal         15,000         6,875         36,250           Labour arbitration (up to 3 days)         13,000         7,400         18,000           REAL ESTATE         Residential real estate sale and purc	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	13,638 2,130 2,033 18,706 35,950 1,727 2,208	6,145 1,417 1,295 11,883 23,788 1,239 1,376	87,974 7,234 7,788 36,367 79,808 4,696 12,959
Simple patent application         7,100         4,886         10,671           Simple trademark registration         1,355         1,139         3,459           Patent audit         8,500         5,250         14,000           LABOUR AND EMPLOYMENT         8,500         5,250         14,000           Basic employment contract         1,090         703         2,416           Severance package review         905         559         1,723           Litigation claim or defence up to mediation/trial         11,735         6,256         17,758           Standard workplace policies         2,050         1,210         3,000           Collective bargaining - renewal         15,000         6,875         36,250           Labour arbitration (up to 3 days)         13,000         7,400         18,000           REAL ESTATE         Residential real estate purchase         962         767         1,648           Residential real estate sale and purchase         1,659         1,333         2,352           Commercial property purchase         3,714         2,519         10,676           Commercial property sale         2,765         1,766         10,484           Commercial lease agreement         1,747         1,078         4,315 <td>Work permit Family class sponsorship Skilled worker application</td> <td>4,126 4,806</td> <td>3,328 3,700</td> <td>6,506 6,400</td>	Work permit Family class sponsorship Skilled worker application	4,126 4,806	3,328 3,700	6,506 6,400
Basic employment contract         1,090         703         2,416           Severance package review         905         559         1,723           Litigation-claim or defence up to mediation/trial         11,735         6,256         17,758           Standard workplace policies         2,050         1,210         3,000           Collective bargaining-renewal         15,000         6,875         36,250           Labour arbitration (up to 3 days)         13,000         7,400         18,000           REAL ESTATE           Residential real estate purchase         962         767         1,648           Residential real estate sale and purchase         1,659         1,333         2,352           Commercial property purchase         3,714         2,519         10,676           Commercial property sale         2,765         1,766         10,484           Commercial lease agreement         1,747         1,078         4,315           WILLS AND ESTATES           Simple will         441         354         689           Complex will (individual)         1,036         757         1,859           Complex will (couple)         1,357         1,003         2,212           Power of attorney (individua	Simple patent application Simple trademark registration	1,355	1,139	3,459
Residential real estate purchase         962         767         1,648           Residential real estate sale         774         629         1,283           Residential real estate sale and purchase         1,659         1,333         2,352           Commercial property purchase         3,714         2,519         10,676           Commercial property sale         2,765         1,766         10,484           Commercial lease agreement         1,747         1,078         4,315           WILLS AND ESTATES         Simple will         441         354         689           Complex will (individual)         1,036         757         1,859           Complex will (couple)         1,357         1,003         2,212           Power of attorney (individual)         183         154         265           Power of attorney (couple)         274         226         376	Basic employment contract Severance package review Litigation-claim or defence up to mediation/tria Standard workplace policies Collective bargaining-renewal	905 al 11,735 2,050 15,000	559 6,256 1,210 6,875	1,723 17,758 3,000 36,250
Simple will       441       354       689         Complex will (individual)       1,036       757       1,859         Complex will (couple)       1,357       1,003       2,212         Power of attorney (individual)       183       154       265         Power of attorney (couple)       274       226       376	Residential real estate purchase Residential real estate sale Residential real estate sale and purchase Commercial property purchase Commercial property sale	774 1,659 3,714 2,765	629 1,333 2,519 1,766	1,283 2,352 10,676 10,484
	Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple)	1,036 1,357 183 274	757 1,003 154 226	1,859 2,212 265 376

# Hourly rates have also clawed their way back to pre-recession levels, with 10-year calls commanding an average rate of \$360 per hour, up 12% over 2014.

#### **National** (up to 25 Lawyers) Fee Ranges

National (up to 25 Lawyers) Fee Ranges			
_	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 appeal only  ADR, including mediation (up to 3 days)	29,667	12,759	57,741
	51,829	28,300	119,120
	76,933	46,682	261,273
	19,369	13,941	37,294
	23,763	10,200	33,425
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	1,725	919	10,484
	951	777	1,480
	27,683	10,167	119,000
CRIMINAL Summary criminal offence (one day trial) Bail hearing Criminal offence (one day trial)	5,394	3,241	15,368
	1,652	1,087	4,765
	7,075	4,870	32,424
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	1,754	1,276	2,685
	13,405	6,014	89,081
	2,033	1,411	6,746
	1,786	1,224	6,698
	18,811	12,224	37,414
	35,810	24,660	82,400
	1,728	1,227	4,743
	1,961	1,311	12,225
	2,244	1,682	14,248
IMMIGRATION  Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,275	1,483	3,759
	3,870	3,179	6,300
	4,557	3,615	6,115
	4,225	3,439	6,278
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	6,740	4,840	9,740
	1,214	1,000	2,029
	12,000	7,500	20,000
LABOUR AND EMPLOYMENT  Basic employment contract  Severance package review  Litigation - claim or defence up to mediation/tria  Standard workplace policies  Collective bargaining - renewal  Labour arbitration (up to 3 days)	1,055	722	1,979
	893	550	1,705
	al 11,900	6,388	17,911
	1,778	1,088	2,500
	11,667	4,167	23,333
	12,667	6,880	17,200
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  WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual)	968	784	1,668
	788	642	1,305
	1,688	1,362	2,376
	3,474	2,432	9,550
	2,530	1,663	9,614
	1,609	1,024	3,256
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	446	347	694
	1,010	745	1,864
	1,348	1,018	2,228
	187	156	264
	277	223	366
	3,867	1,990	14,352

### Population up to 500,000 Fee Ranges

Population up to 500, SAMPLE SIZE 99			0
	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 appeal only  ADR, including mediation (up to 3 days)	20,500	11,861	38,278
	38,364	27,813	95,500
	54,368	38,357	238,533
	15,069	9,045	28,778
	18,667	8,018	26,900
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	1,853	996	1,5185
	940	796	1,477
	N/A	N/A	N/A
CRIMINAL Summary criminal offence (one day trial) Bail hearing Criminal offence (one day trial)	5,188	3,013	8,767
	1,286	667	2,900
	5,625	3,479	9,536
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	1,777	1,230	2,639
	11,633	6,117	80,604
	2,013	1,400	6,150
	1,724	1,183	7,353
	17,975	11,324	30,353
	36,667	27,923	69,615
	1,721	1,146	5,007
	1,827	1,253	7,519
	2,042	1,430	9,950
IMMIGRATION Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,391	1,545	3,570
	4,036	3,245	5,336
	4,218	3,282	5,409
	3,917	3,150	5,000
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	N/A	N/A	N/A
	1,264	1,338	1,983
	N/A	N/A	N/A
LABOUR AND EMPLOYMENT Basic employment contract Severance package review Litigation-claim or defence up to mediation/tria Standard workplace policies Collective bargaining - renewal Labour arbitration (up to 3 days)	1,062	779	2,238
	833	598	1,660
	1 9,467	8,871	15,025
	1,325	975	1,875
	13,000	4,250	27,500
	11,000	8,133	18,667
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	967	750	1,596
	763	618	1,293
	1,612	1,261	2,344
	2,104	1,540	6,764
	1,809	1,376	5,991
	1,306	996	3,071
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	349	286	530
	861	607	1,753
	1,097	800	2,008
	155	140	245
	237	209	338
	3,486	1,922	15,476

N/A = not sufficient data to provide figures





# Ontario Fee Ranges

Untario Fee Ranges SAMPLE SIZE 120	AVEDAGE		****
CIVILLITIGATION	AVERAGE	MINIMUM	MAXIMUM
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)	47,605	16,033	88,600
	78,235	32,462	136,769
	118,333	51,833	277,923
	31,115	18,500	39,000
	30,711	10,309	40,679
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	2,272	1,382	9,666
	1,052	799	1,563
	50,400	25,250	76,000
CRIMINAL Summary criminal offence (one day trial) Bail hearing Criminal offence (one day trial)	5,765	3,206	21,882
	1,622	1,169	5,559
	8,333	5,667	50,750
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	1,217	974	1,588
	8,747	4,336	25,417
	1,879	1,185	4,088
	1,834	1,218	4,123
	19,625	12,556	50,389
	44,000	30,625	100,375
	1,714	1,146	3,594
	1,988	1,386	4,685
	2,294	1,586	5,433
IMMIGRATION  Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,141	1,376	3,500
	3,717	2,953	5,229
	4,406	3,350	6,219
	3,967	3,207	6,214
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	5,233	3,733	7,233
	1,131	843	1,707
	5,000	3,000	8,000
LABOUR AND EMPLOYMENT  Basic employment contract  Severance package review  Litigation - claim or defence up to mediation/tria  Standard workplace policies  Collective bargaining - renewal  Labour arbitration (up to 3 days)	1,060	690	2,214
	832	562	1,753
	al 12,353	6,542	17,262
	2,068	1,339	3,678
	14,667	8,833	38,333
	13,333	9,333	22,667
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	1,007	815	1,781
	844	678	1,386
	1,757	1,398	2,492
	3,460	2,410	11,067
	2,740	1,837	9,116
	1,529	951	4,522
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	438	364	690
	960	747	1,806
	1,265	988	2,107
	169	137	275
	256	199	374
	3,073	1,892	11,000

### **Western** Fee Ranges

<b>Western</b> Fee Ranges			
	VERAGE	MINIMUM 1	MUMIXAN
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)	24,944	13,250	4,4179
	49,706	32,958	104,583
	67,533	46,111	158,000
	15,458	9,111	32,714
	17,769	9,500	26,000
CORPORATE Secured financing agreement Simple, small business incorporation Simple prospectus	2,497	1,158	27,050
	944	772	1,659
	40,075	15,000	177,500
CRIMINAL Summary criminal offence (one day trial) Bail hearing Criminal offence (one day trial)	5,247	3,400	9,385
	1,692	945	3,836
	5,813	4,100	10,708
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	2,164	1,519	3,669
	18,777	7,633	139,690
	2,657	1,831	12,229
	2,317	1,525	12,357
	19,995	13,594	35,844
	33,425	22,594	76,688
	1,945	1,495	6,690
	2,533	1,561	22,000
	2,802	2,161	27,231
IMMIGRATION  Work permit Family class sponsorship Skilled worker application Refugee protection claim	2,397	1,480	4,285
	4,613	3,750	8,200
	5,314	4,108	6,731
	5,500	4,200	7,200
INTELLECTUAL PROPERTY Simple patent application Simple trademark registration Patent audit	8,500	5,750	12,750
	1,435	1,286	2,379
	8,500	5,250	14,000
LABOUR AND EMPLOYMENT  Basic employment contract  Severance package review  Litigation-claim or defence up to mediation/tria  Standard workplace policies  Collective bargaining - renewal  Labour arbitration (up to 3 days)	1113	708	2,774
	742	381	1,377
	II 10,688	4,625	20,000
	2,313	1,333	2,750
	N/A	N/A	N/A
	10,000	5,000	15,000
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	935	738	1,489
	708	576	1,149
	1,570	1,254	2,187
	4,573	3,091	9,969
	2,979	1,797	12,156
	1,970	1,228	4,111
WILLS AND ESTATES Simple will Complex will (individual) Complex will (couple) Power of attorney (individual) Power of attorney (couple) Handling estate file (including probate)	457	365	757
	1,203	826	2,094
	1,536	1,094	2,528
	196	173	244
	298	261	382
	5,383	2,406	24,250