LEGAL Management

THE MAGAZINE OF THE ASSOCIATION OF LEGAL ADMINISTRATORS



LI FEATURE

LEGAL INDUSTRY/BUSINESS MANAGEMENT

The Legal Industry Enters the Gig Economy Age

Could your firm or legal department benefit from temporary, part-time or freelance employees?

Two in five organizations expect to increase their contingent workforce use by 2020, according to EY *research*; the legal industry, too, appears to be increasing its use of nonpermanent workers.



One in seven lawyers said their law firm or legal department | to outsource more legal matters to attorneys on a contract or basis in a 2018 Robert Half Legal <u>survey</u>.

Fifty-eight percent of law firms currently use part-time lawyer percent employ contract lawyers, according to Altman Weil's I

Firms in Transition <u>survey</u>. Moreover, many are finding it's a bearrangement — the effectiveness rate of those staffing structions increased from 2017 to 2018.

In addition to law firms bringing in temps for a defined time | handle overflow work or cover for someone who's on medica some are now turning to contingent workers to boost efficier according to Shannon Adams, Vice President at legal consultir talent service provider Special Counsel.

"With large organizations, getting headcount approval could months; if a paralegal retires, oftentimes, business leaders are to prove a business case for why they should be replaced," Ac says. "Hiring cycles can be between a month to six to seven m We're seeing an uptick in companies bringing in interim talen filling gaps on a contingency basis while a new hire is selected

THE BENEFITS OF TEMPORARY ASSISTANCE

Hiring contingent help can offer firms a number of operation advantages, ranging from cost savings to allowing project tea quickly amp up and down.

"Hiring cycles can be between a month to seven months. We're seeing an upticl companies bringing in interim talent an filling gaps on a contingency basis while new hire is selected."

With a number of candidates available for contingent roles — including lawyers and staff members who are in-between full

jobs, attorneys who are exiting Big Law, ones who want a red schedule as they approach retirement, and other industry mer if your organization is considering utilizing nonpermanent we the following considerations can help you ensure the arrange ends up being as effective as possible.

Determining who does the work. Michael Downey, Managing Member at Downey Law Group LLC, a two-attorney firm in St tends to favor using attorneys for projects because he says the difference compared to a paralegal isn't that different — pote as minor as \$10–\$15 an hour, totaling \$3,000 for a 200-hour p engagement.

"They're going to have generally more of the skills I'm likely t there are certain things paralegals can't do. Lots, for example have research or writing experience that an attorney would," "Theoretically, an attorney can do anything we need to have

Adams recommends firms and in-house departments examine specific work that contingent help will be performing.

A client initially thought it needed a team of Los Angeles-base attorneys with entertainment law and licensing expertise to recontracts for a project — at a cost another staffing agency has estimated would be \$200 per hour. So they approached Special Counsel for a second opinion, and the company suggested using who had some understanding of entertainment contracts, but necessarily all specialists.

"Our project team was a mix of paralegals and licensed attorr varying levels, who cost these folks close to \$70 an hour," Ada "Once we're able to uncover what the job is that needs to gesometimes we say yes, a paralegal would be the person to exework, or it doesn't matter if it's a paralegal or JD."

Structuring the arrangement. Downey advises letting conting know when they'll be starting and how long they'll be needed way, they'll be readily available and there won't be surprises dend.

Firms and legal departments may be able to treat the project to see if temporary employees might be a good permanent fit

"Having a 90-day employment period is nice because if [after time] someone isn't satisfying expectations, you can go your s ways," Downey says. "If the person works out, you can say, 'Le the person longer.'"

Thomas J. Simeone, Partner at Simeone & Miller, LLP, five-atto firm in Washington, D.C., has used part-time and temporary h founding his firm in 2002.

College students initially provided flexible assistance, without added cost of providing benefits. The firm has since hired oth college and law students, a part-time attorney and freelancer on its website and promote a scholarship the firm is offering.

"It's really important to spend time onboarding people well so they can pro the maximum benefit and don't spend a time doing something you didn't need."

Simeone has found some responsibilities — such as handling f communication with clients — generally aren't well-suited to employees who aren't full-time.

"You can't give a part-timer vital daily tasks; they have to fit a the times they're there," he says. "[And] they're not always the respond to people, which makes communication a little more Having one paralegal oversee people [can help] allocate time tasks. [Then you can] say, 'Talk to Linda,' and she'll say, 'Do the things,' or 'Work for Paul today."

Dedicating time to onboarding. The biggest pushback Special hears from clients about using contingent help is that training too long, according to Adams. She says they feel that by the t get trained, the project will be over or the person the conting worker is filling in for will be back.

Although, particularly in the midst of a project extensive enounecessitate bringing on nonpermanent employees, taking tim from that work can seem counterproductive. But Downey says actually improve project outcomes.

"It's really important to spend time onboarding people well so can provide the maximum benefit and don't spend a lot of tir something you didn't need," he says. "[It can be helpful] to po them with short written summaries of the key people and dat can look back at as a reference if they see things they think as important."

Proactively protecting privileged information. For contingent to effectively help with things like document review, attorney need to provide information about a case. Although, some fir view that as a confidentiality concern.

"Usually you have to provide them with enough information the case if you want them to do well — a case summary, here title, caption number, the pending basic allegations," Downey "The biggest thing with temporary attorneys is you don't war to have a conflict coming in, and you don't want someone where the case if you want to have a conflict coming in, and you don't want someone where the case if you want to have a conflict coming in, and you don't want someone where the case if you want to have a conflict coming in, and you don't want someone where the case if you want them to do well — a case summary, here to have a case summary, here the case if you want them to do well — a case summary, here the case if you want them to do well — a case summary, here the case if you want them to do well — a case summary, here the case if you want them to do well — a case summary, here the case if you want them to do well — a case summary, here the case if you want to have a conflict coming in, and you don't want to have a conflict coming in, and you don't want someone where the case is you want to have a conflict coming in, and you don't want someone where the case is you want to have a conflict coming in, and you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict coming in the case is you want to have a conflict c

worked with your side of the case to go to the other side."

While it might not be realistic to craft an extremely detailed noncompete arrangement for a temporary engagement, firm likely want some protection to ensure related information isn disclosed, according to Downey.

"The confidentiality agreement doesn't need to be complicate it's really good to have something in writing," he says. "If you agreement that says, 'I have been retained by X law firm to w project, and I agree to keep information during the retention confidential as permitted by law,' in [some states, can offer ac protection]."

Paying attention to ethics. Downey, who has taught legal eth Washington University in St. Louis, says his firm is careful to al very transparent with clients about what the firm charges and pays any non-long-term employees who work on their matter

"One of the big things some firms don't realize is they should using temporary attorneys as a way to get improper profits," "People say, 'I hear you can pay employees X and charge clier times X, and you don't have to tell the client.' That's not true.

NONPERMANENT WORKERS' ADDITIONAL IMPACT

In addition to expense and operational efficiency benefits, coworkers may also be able to help firms and legal departments current employees' level of job satisfaction.

A labor and employment law firm Special Counsel works with investigated its high overtime costs. Adams says that the firm discovered it was spending far too much to have work that co produced externally at a third of the cost handled by internal staff members who, due to experience, were paid above-mark salaries.

"One of the big things some firms don't realize is they shouldn't be using temporattorneys as a way to get improper prof

"In turn, the firm realized its employees were stressed and go more often because they were working so many hours," she s not only a financial value to a firm to take work off people's palso is good for the culture of the organization to give very to very valued employees a breather."

Clients may also experience positive effects. "Client service cal first thing out the window; maybe people aren't as quick to reto emails or return calls," Adams says. "If contingent workers some of the work from those people, they're now more availa which is a more delightful experience for clients. That's what retain your market share — happy clients don't leave; they stagive you more work."

Hiring contingent workers isn't an automatic fix for every firn department, or every business problem. The system may not k fit in scenarios where having turnover on a project or role wo mean institutional knowledge was lost, Adams says. Furtherm areas with high demand for certain skills, finding temporary c time help for a reasonable cost may be challenging.

However, in today's post-recession legal services market, that be an issue for a number of firms and in-house legal departmaccording to Downey.

"The economy has been tough," he says. "A lot of law school graduates own a firm that's not that busy, or have free time c

family situation where they're not able to work full-time. The plenty of people around who are happy to have decent employer decent pay."

ABOUT THE AUTHOR

Erin Brereton is a freelance writer, editor and content strategi has written about the legal industry, business, technology and topics for 20 years.

<u>Email</u>

Twitter

Website

Contact Us Staff Board of Directors
Copyright © 2019 Association of Legal Administrators. All Rights
Reserved.

Editorial Guidelines