

MANAGED IT · CYBERSECURITY · vCISO

Your clients expect AI. Your firm needs it governed.

Thomson Reuters surveyed 736 law firm professionals and 203 in-house counsel for its 2026 Future of Professionals Report. The findings are direct: **in-house teams now expect AI-enabled value from outside counsel, and most firms haven't shown it yet.** For a firm handling privileged, high-stakes work, that gap is both a client-retention risk and a confidentiality risk. Here's what the numbers say, and what to do about it.

WHAT THE 2026 DATA SHOWS

34%

of law firm professionals are using AI tools their firm never authorized, often with client data

32%

of in-house counsel are already reconsidering firms that can't demonstrate AI-enabled value

77/5

77% of clients call AI-enabled quality important or essential; just 5% see it from their firms

What this means for your firm

Unapproved AI is a confidentiality issue

When a third of professionals use unvetted tools, privileged material can end up in systems the firm never reviewed. The firm carries that exposure either way. Governance closes the gap; banning tools just hides it.

Your clients are being pushed too

61% of in-house teams face internal pressure to adopt AI faster, and they notice which firms keep pace. Showing a clear, governed AI approach protects the relationships your practice is built on.

A written strategy pays for itself

Where firms have a defined AI strategy, 64% of professionals say AI meets or beats expectations. Without one, that drops to 29%. The difference isn't the tools. It's the plan.

The nicwerks® AI governance review

In one focused engagement, we map the AI actually in use at your firm, set a plain-English acceptable-use policy, and deploy approved tools your team will genuinely want to use. You get a clear answer for clients who ask, and one less thing to worry about.

- 01 Discover what's in use
- 02 Set the policy
- 03 Deploy approved tools