

Understanding Artificial Intelligence for Law

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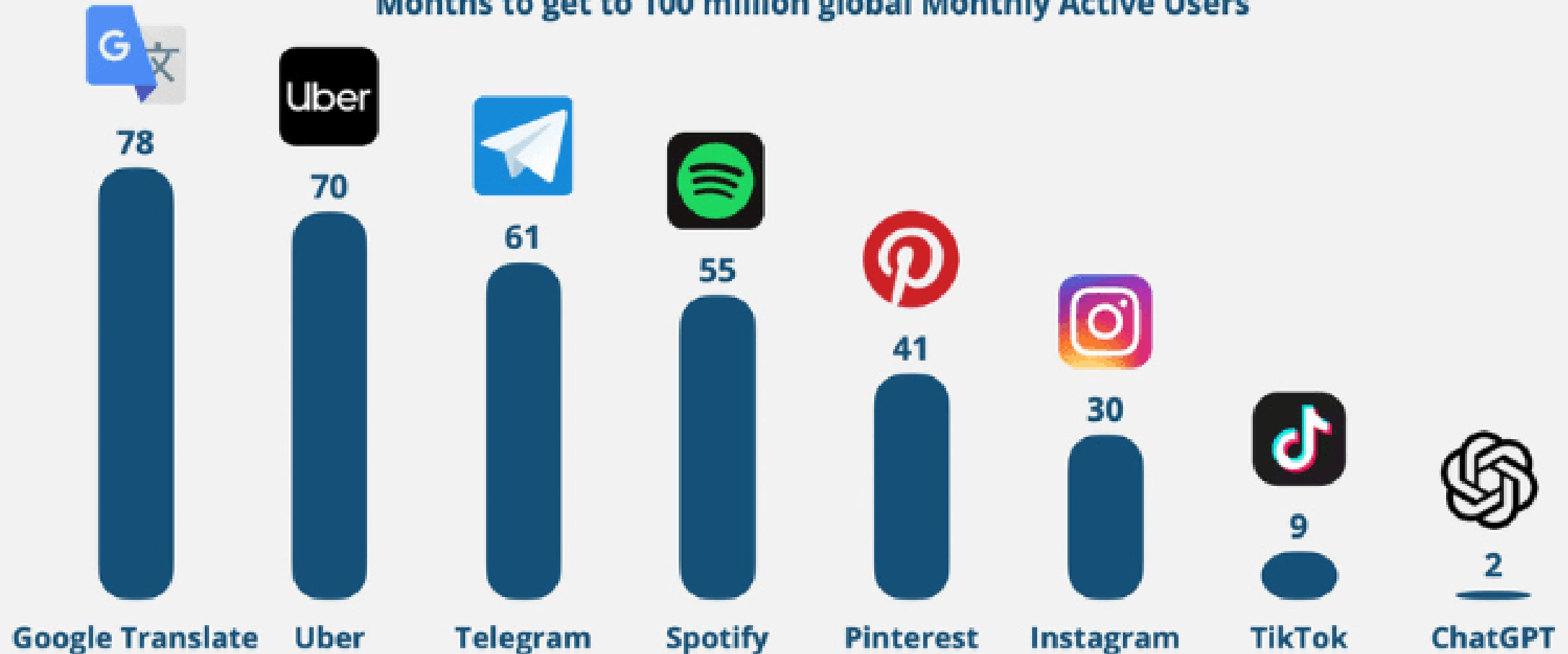
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Time to Reach 100M Users

Months to get to 100 million global Monthly Active Users



Source: UBS / Yahoo Finance

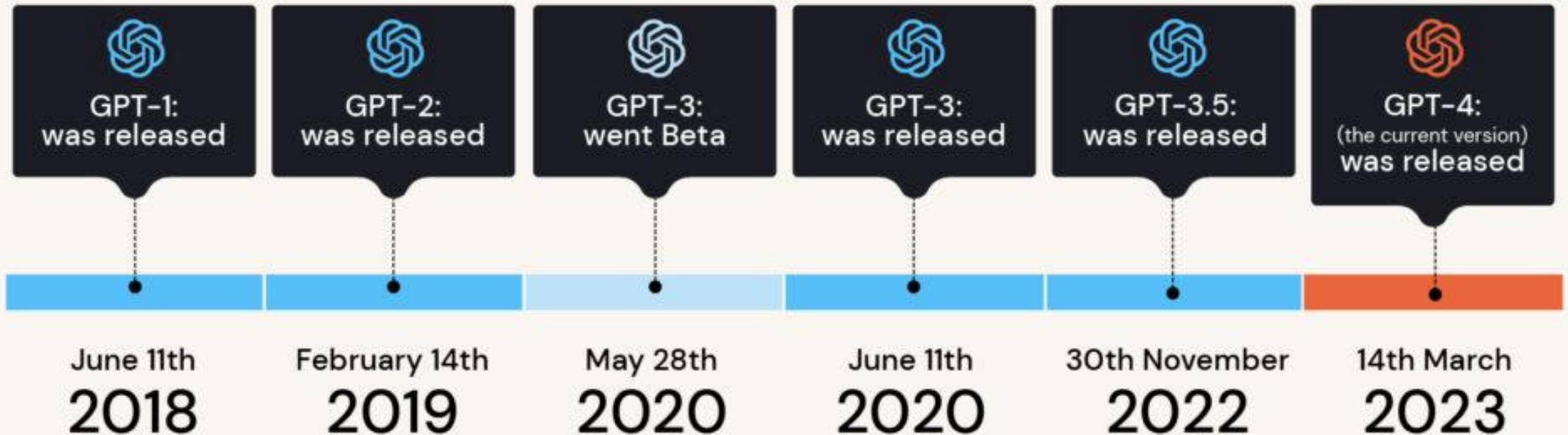
 @EconomyApp

 APP ECONOMY INSIGHTS

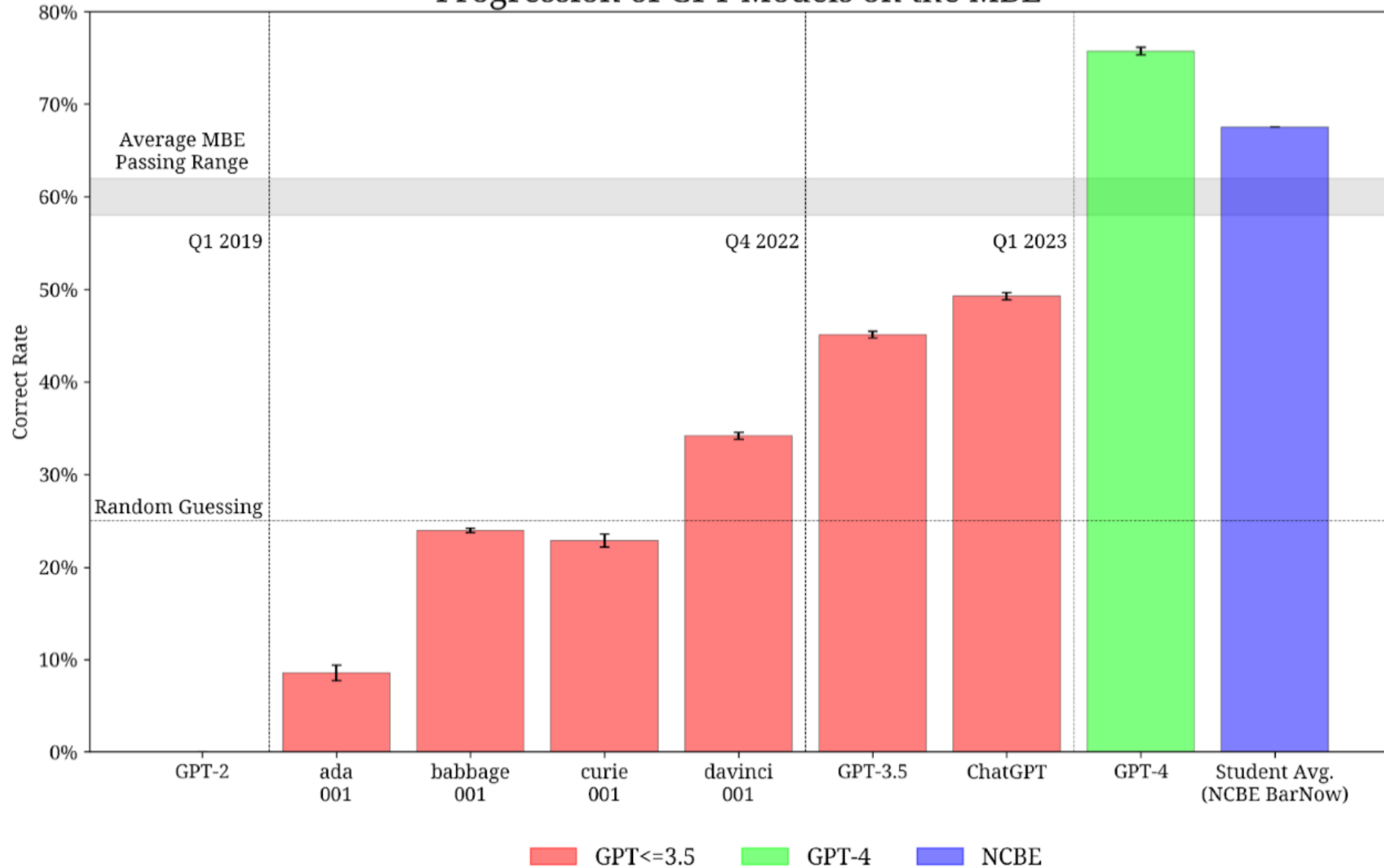
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CHATGPT STATISTICS

When was ChatGPT launched?



Progression of GPT Models on the MBE



GENERATIVE PRE-TRAINED TRANSFORMER NEWS —

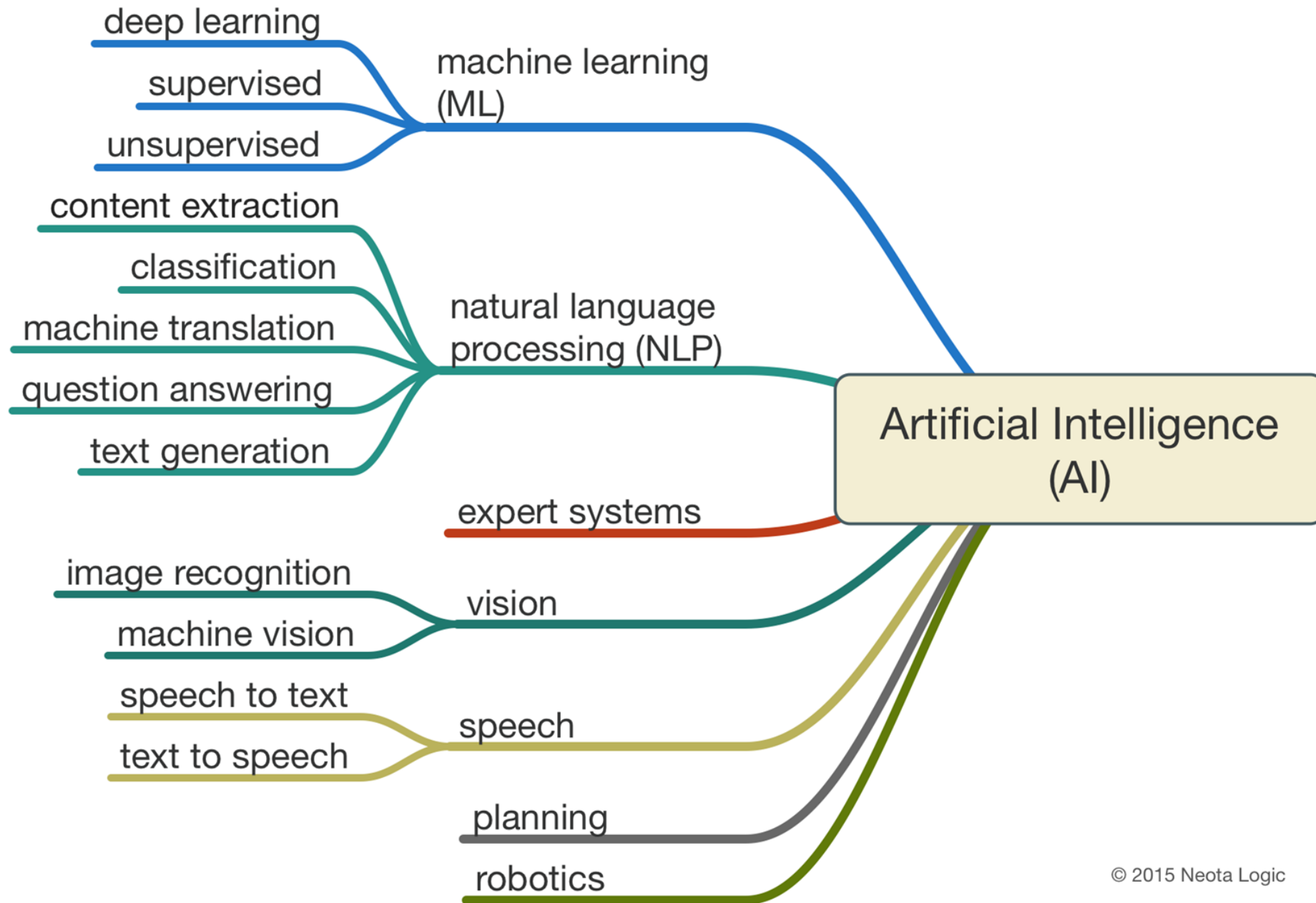
OpenAI's GPT-4 exhibits "human-level performance" on professional benchmarks

Multimodal AI model can process images and text, pass bar exams.

BENJ EDWARDS - 3/14/2023, 1:47 PM



Need a functional understanding
of AI technologies

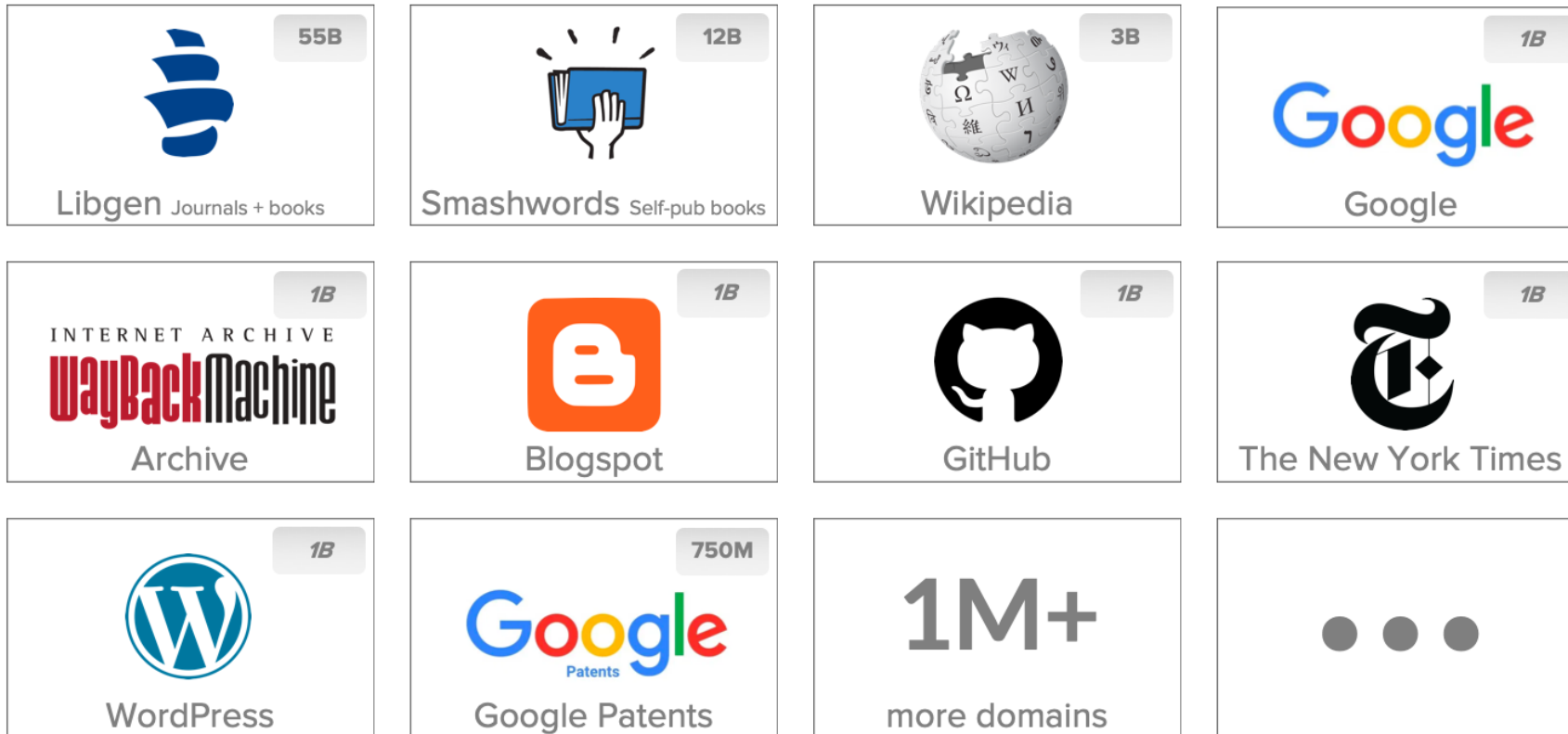


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Large Language Model (LLM)

- LLMs are trained on massive sets of text
- “A language model is a probability distribution over sequences of words.” (Wikipedia.)

GPT-3'S TOP 10 DATASETS (BY DOMAIN/SOURCE)



Informed 'best guess' only.
Sources: <https://lifelifeai.com/papers/>

Alan D. Thompson. Rev 3: February 2022.
<https://lifelifeai.com/>

Tokens/words (known)

xB

Tokens/words (estimate only)

xB

LLMs predict words

The cat chased the _____.

LLMs predict words

The cat chased the mouse.

LLMs predict words

The cat chased the mouse.
boy.
girl.
dog.

Human Involvement in Design and Development


- Humans chose the training data
- Humans designed the system and interface
- Reinforcement Learning from Human Feedback (RLHF)
 - Human trainers played roles of user and chatbot
 - Human trainers ranked model-written responses
- Humans decided what questions it will and will not answer

Limitations Identified by OpenAI

- **Hallucinations** - “ChatGPT sometimes writes **plausible-sounding but incorrect or nonsensical answers.**”

Here's What Happens When Your Lawyer Uses ChatGPT

A lawyer representing a man who sued an airline relied on artificial intelligence to help prepare a court filing. It did not go well.

 Give this article



 1.1K



As an Avianca flight approached Kennedy International Airport in New York, a serving cart collision began a legal saga, prompting the question: Is artificial intelligence so smart? Nicolas Economou/NurPhoto, via Getty Images



By **Benjamin Weiser**

May 27, 2023

 @DanLinna

Mitigation Possibilities

- Provide the knowledge and facts ...
 - Documents for the system to analyze
 - Database of facts
- “Human in the Loop”

DA

Terri Tenant rented an apartment at 233 South Wacker, Chicago, IL 60606 from Larry Landlord. It is a large building with more than 40 units. On June 25, 2021, Terri Tenant moved in. Terri Tenant moved out completely on June 24, 2022. No rent is owed, Terri Tenant paid it all on time. Terri Tenant provided Larry Landlord a new address when moving out.

Terri Tenant had a written lease with Larry Landlord for \$2,250 per month and a security deposit of \$2,000. Terri Tenant has a copy of the lease.

On August 1, 2022, Larry Landlord in writing (by email) said that the kitchen floor had been damaged and needed to be repaired. Larry Landlord says the damage was beyond normal wear and tear, but Terri Tenant does not agree. Larry Landlord gave you a rough estimate of \$3,000 to replace the kitchen floor, and said that he would keep the full amount of your security deposit. Larry Landlord did not send receipts.

It is now September, 2022. Terri Tenant wants to get back as much of the security deposit as possible.

Draft a legal memo in the IRAC (Issue, Rule, Application, Conclusion) format analyzing Terri Tenant's claim for the return of the full security deposit by Larry Landlord. Include citations to the Chicago Residential Landlord and Tenant Ordinance, Illinois statutes, and Illinois case law.



To: Terri Tenant

From: [Your Name]

Date: September 1, 2022

Re: Security Deposit Claim Against Larry Landlord

I. Issue

The issue is whether Terri Tenant is entitled to the return of the full security deposit of \$2,000 from Larry Landlord, given the landlord's claim that the kitchen floor damage is beyond normal wear and tear.

II. Rule

The Chicago Residential Landlord and Tenant Ordinance (RLTO) and Illinois statutes govern the rights and responsibilities of landlords and tenants in Chicago. Specifically, the RLTO (Chicago Municipal Code, Title 5, Chapter 12) regulates the return of security deposits. Section 5-12-080 of the RLTO outlines the conditions under which a landlord may withhold a security deposit:

1. The landlord may withhold a reasonable amount for unpaid rent.
2. The landlord may withhold a reasonable amount for damages beyond normal wear and tear.

Furthermore, the RLTO requires landlords to provide tenants with an itemized statement of damages, including supporting evidence such as receipts, within 30 days of the tenant vacating the premises (Section 5-12-080(d)). If the landlord fails to comply with this requirement, the tenant is entitled to the full return of the security deposit (Section 5-12-080(f)).

Illinois case law provides guidance on what constitutes normal wear and tear. In *Pratl v. Hawthorn-Melody Farms Dairy, Inc.*, 53 Ill.App.3d 344 (1st Dist. 1977), the court held that normal wear and tear is the natural deterioration resulting from reasonable use and the passage of time.

III. Application

In this case, Terri Tenant has paid all rent on time and has provided Larry Landlord with a new address when moving out. Therefore, the landlord cannot withhold the security deposit for unpaid rent.

Regarding the alleged damage to the kitchen floor, Larry Landlord claims it was beyond normal wear and tear. However, Terri Tenant disagrees. Larry Landlord provided only a rough estimate of \$3,000 to replace the kitchen floor and has not sent any receipts or itemized statements within 30 days of Terri Tenant vacating the premises, as required by Section 5-12-080(d) of the RLTO.

Terri Tenant's claim is strengthened by the landlord's failure to provide the required itemized statement and supporting evidence within the specified time frame. According to Section 5-12-080(f) of the RLTO, this failure entitles Terri Tenant to the full return of the security deposit.

IV. Conclusion

Based on the RLTO, Illinois statutes, and relevant case law, Terri Tenant is likely entitled to the full return of the security deposit of \$2,000. Larry Landlord has failed to comply with the RLTO's requirements for withholding security deposits by not providing an itemized statement of damages and supporting evidence within 30 days of Terri Tenant vacating the premises. Terri Tenant should consider pursuing legal action to recover the full security deposit.

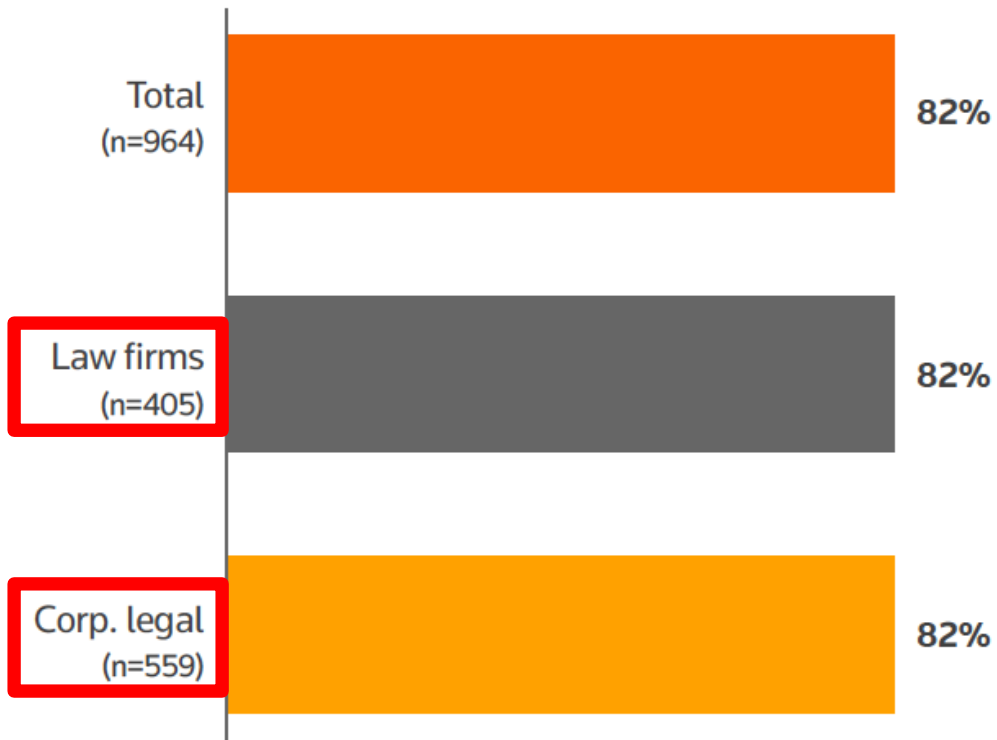
Limitations Identified by OpenAI

- **Hallucinations** - “ChatGPT sometimes writes **plausible-sounding but incorrect or nonsensical answers.**”
- **Prompt Engineering** - “ChatGPT is **sensitive to tweaks to the input phrasing** or attempting the same prompt multiple times.”
- **Accommodating** - “Ideally, [ChatGPT] would ask clarifying questions when the user provided an ambiguous query. Instead, [ChatGPT] usually **guesses what the user intended.**”
- **Rash, Biased** - OpenAI has added guardrails “to make [ChatGPT] refuse inappropriate requests,” but “it will **sometimes respond to harmful instructions** or exhibit **biased** behavior.”

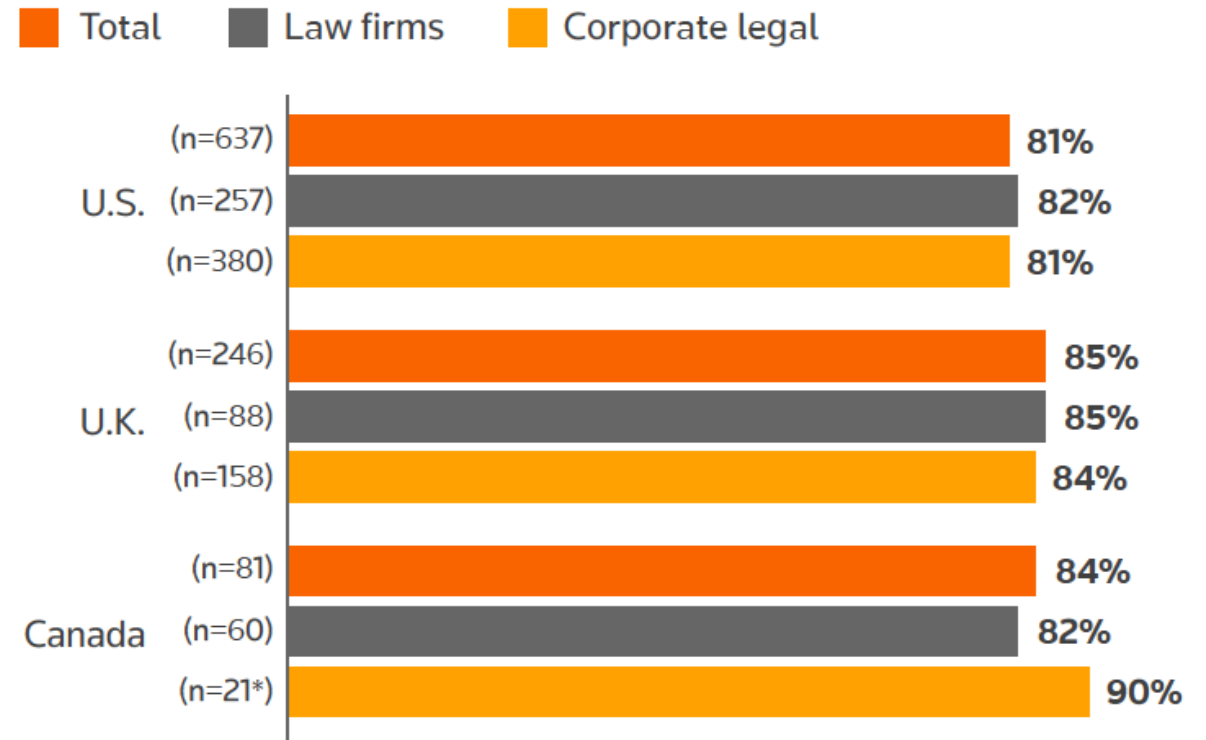
Figure 2: **The majority of legal professionals agree that ChatGPT and generative AI can be used for legal work.**

Can ChatGPT/generative AI be applied to legal work?

Industry overall "Yes"



"Yes" by country



Base: Aware of ChatGPT/generative AI OR use other forms of AI Total (n=964); Law firms (n=405); Corp. legal (n=559).

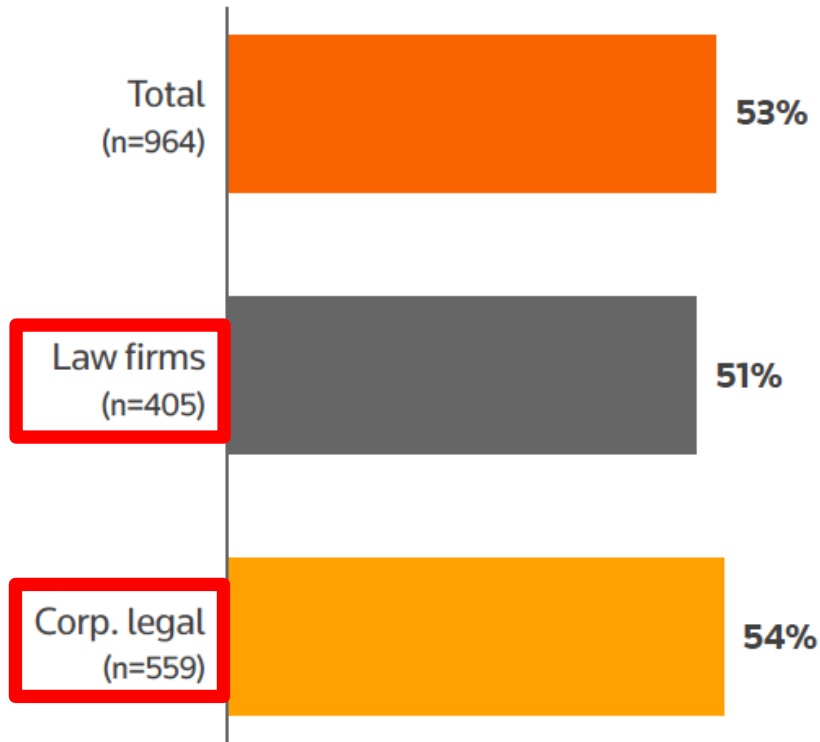
* Caution – small base size.

Source: Thomson Reuters 2023

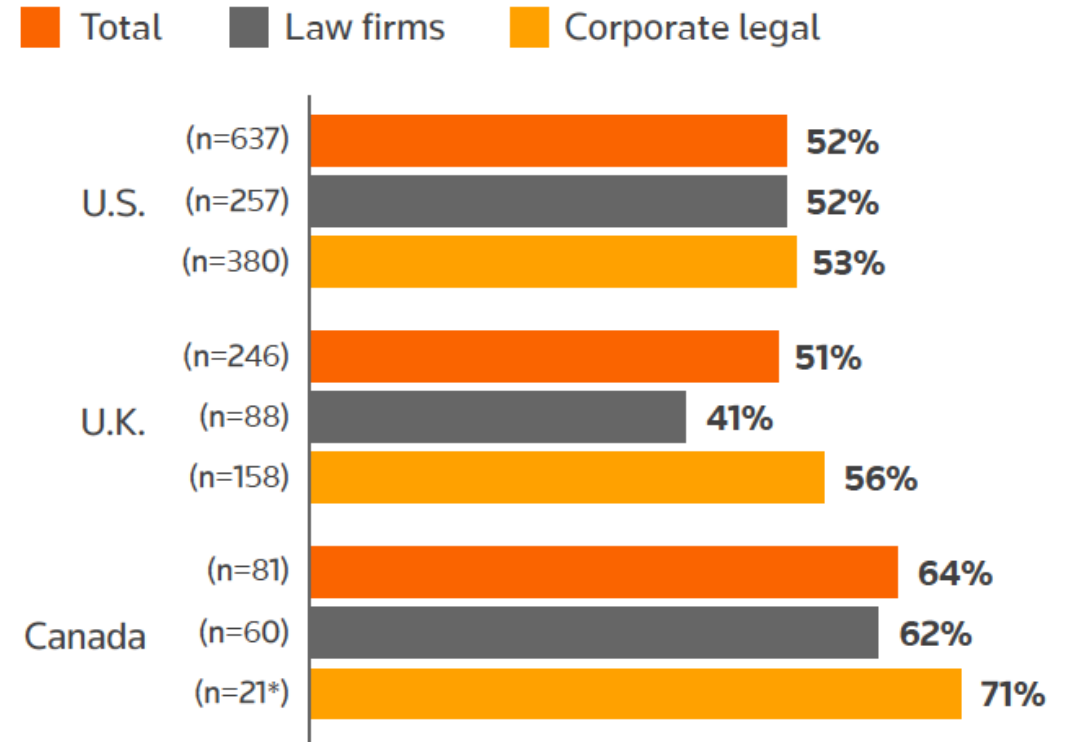
Figure 3: **Similarly to law firms, just about half of corporate legal professionals think that ChatGPT/generative AI should be applied to legal work.**

Should ChatGPT/generative AI be applied to legal work?

Industry overall "Yes"



"Yes" by country

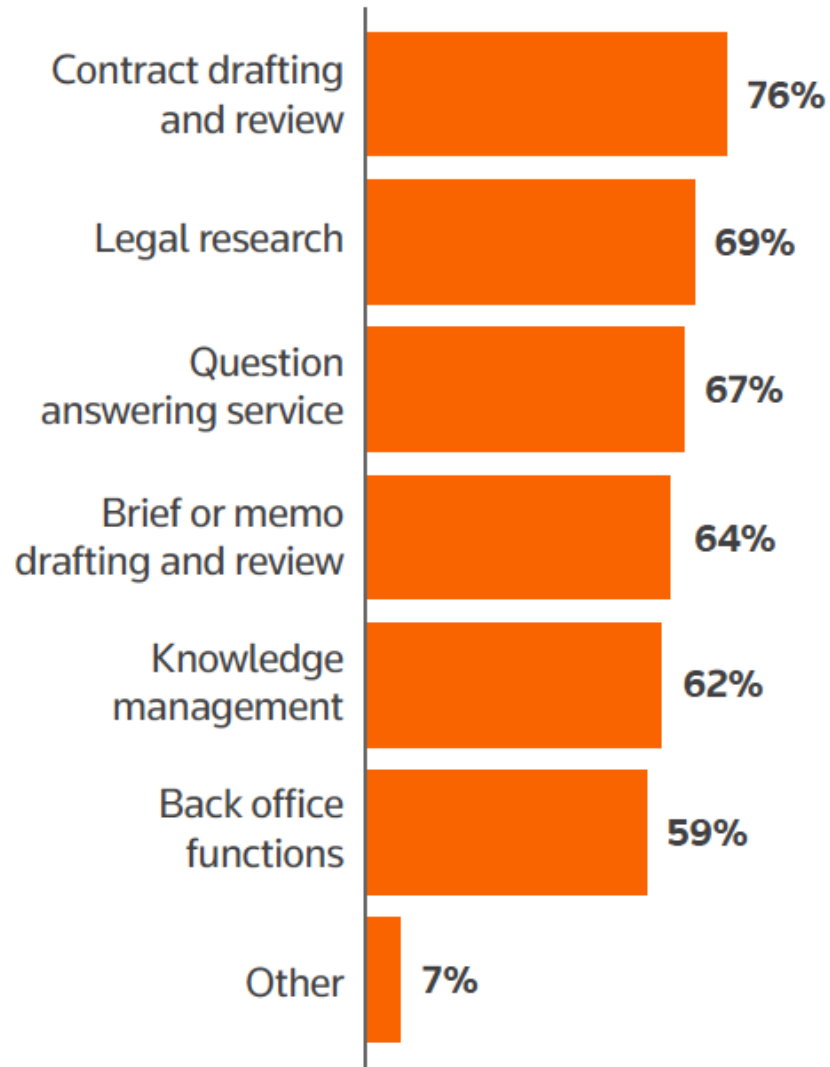


Base: Aware of ChatGPT/generative AI OR use other forms of AI Total (n=964); Law Firms (n=405); Corp. Legal (n=559).

* Caution – small base size.

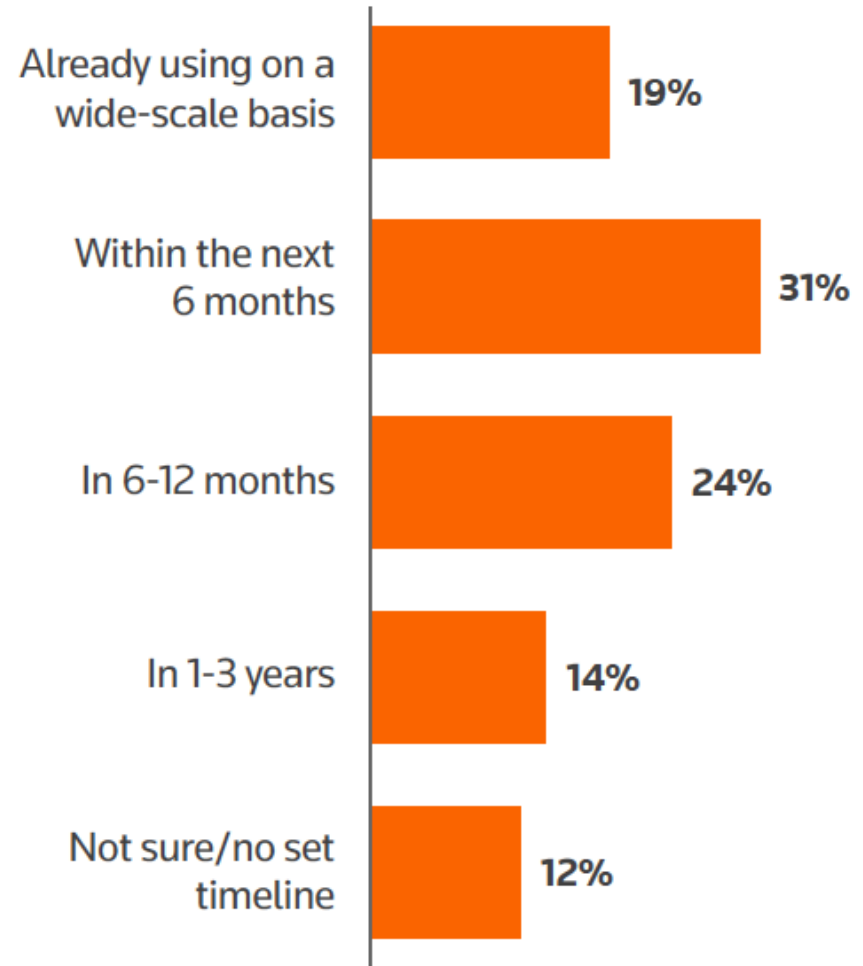
Source: Thomson Reuters 2023

Use cases of interest (corp. legal)



Corporate legal (n=58)

Time frame to roll out AI usage (corp. legal)



Source: Thomson Reuters 2023

Introducing CoCounsel, the world's first reliable AI legal assistant, powered by GPT-4

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AI @ THOMSON REUTERS

Thomson Reuters and Microsoft 365 Copilot

Unlocking the value of generative AI for legal professionals

Working with Microsoft, Thomson Reuters has developed an intelligent drafting solution, powered by its legal products and content, and Copilot for Word. Delivering users with a draft working document and access to trusted content right where work happens – in Microsoft Word, professionals can use their expertise to edit, validate, and build the final document with integrated access to Thomson Reuters knowledge, content, and AI technology.

Privacy and Security

- Do not put confidential information into ChatGPT
 - OpenAI can use the data
- Safer approaches
 - Vendors with private and secure environments (need to vet vendors)
 - OpenAI API to GPT-4
 - Microsoft Azure OpenAI Service

Algorithmic Bias

“Algorithmic bias describes systematic and repeatable errors in a computer system that create unfair outcomes, such as privileging one arbitrary group of users over others.”

Wikipedia, *Algorithmic Bias*, https://en.wikipedia.org/wiki/Algorithmic_bias



WORLD >

Colombian judge uses ChatGPT in ruling on child's medical rights case

FEBRUARY 2, 2023 / 4:37 PM / AFP

UNITED STATES DISTRICT COURT
Northern District of Texas

*David C. Godbey, Chief Judge
Karen Mitchell, Clerk of Court*

Judge Brantley Starr Standing Order

“All attorneys and *pro se* litigants appearing before the Court must, together with their notice of appearance, file on the docket a certificate attesting either that no portion of any filing will be drafted by generative artificial intelligence (such as ChatGPT, Harvey.AI, or Google Bard) or that any language drafted by generative artificial intelligence will be checked for accuracy, using print reporters or traditional legal databases, by a human being.”

Judge Michael M. Baylson Standing Order

“If any attorney for a party, or a *pro se* party, has used Artificial Intelligence (“AI”) in the preparation of any complaint, answer, motion, brief, or other paper, filed with the Court, and assigned to Judge Michael M. Baylson, **MUST**, in a clear and plain factual statement, **disclose that AI has been used in any way** in the preparation of the filing, and **CERTIFY**, that each and every **citation to the law or the record** in the paper, **has been verified as accurate.**”

Judge Donald W. Molloy Order Granting *Pro Hac Vice* Motion

“... on the condition that *pro hac* counsel shall do his or her own work. This means that *pro hac* counsel must do his or her own writing; sign his or her own pleadings, motions, and briefs; and appear and participate personally. Use of artificial intelligence drafting programs, such as Chat GPT [sic], is prohibited.”

AI in Courts

- Online Dispute Resolution
- Legal Research
- Checking Opinions
- Drafting Opinions
- Predicting Outcomes

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