### **Mediation**

Only chances! No risks?

Business-Mediation in Germany – an overview

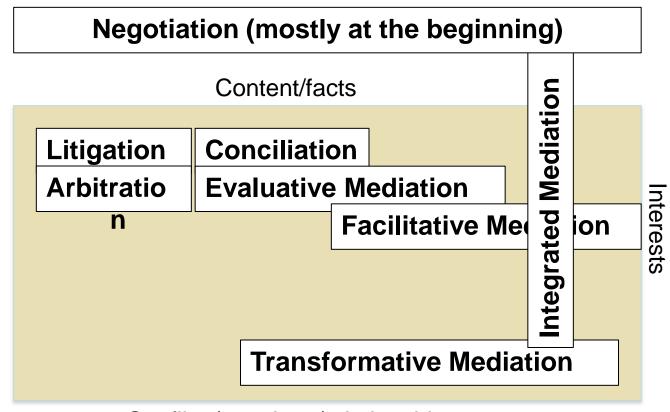
**Arthur Trossen** 



# Mediation is ... mediating understanding

The more you understand the more options you have! Mediation is much more than a procedure or a product it is an attitude and a way of thinking as to deal with the complexity of life

## **Dealing with complexity**



**Positions** 

## Mediation is ... Not the same as mediation

Mediation can be used in different ways.

It always is concerned to conflicts.

As mediation provides the knowledge how to deal with conflicts it can be used to resolve or to avoid conflicts.

Integration of mediation might be a bridge over the procedures possible

### The World of Mediation ...

#### **Mediation Models**

**Evaluative Mediation** 

**Facilitative Mediation** 

Nothing for customers! **Transformative Mediation** 

The professionals scope of options. Integrative (integrated) Mediation

#### **Mediation Styles**

individual skills

#### **Mediation Forms**

court annexed, shuttle-mediation co-mediation and so on

#### Mediation in different fields ...

Family Mediation

**Neigborhood Mediation** 

#### **Business Mediation**

**Elder Mediation** 

**Environment Mediation** 

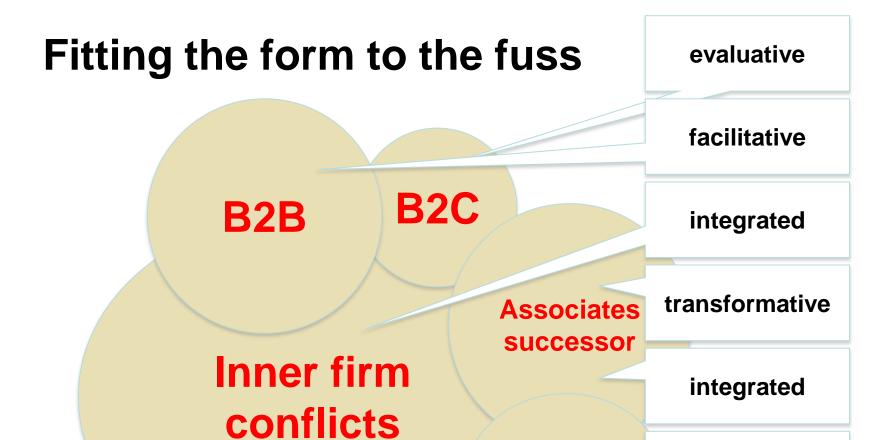
School Mediation
Customer Mediation
Construction Mediation

#### **Business Mediation**

B<sub>2</sub>C B<sub>2</sub>B **Associates** successor **Inner firm** conflicts International cases

Fixing some principles (voluntariness) enforcability, prescription (limitation of claim)

**EU-directive** 



International cases integrated

## Mediation is ... Method or procedure?

This is the outcome of the German law.

We have to differ now mediation according to the law
(means the procedure) and mediation as such (means the method)
This shows how easily the law can be bypassed.

## To Whom Belongs Mediation ...

i.e. lawyers and judges claim mediation to be a new juridical method.

Chambers of commerce offer some kind of institutional mediations.

Law insurences offer a "shuttle-mediation"

Mediation changes the market of consultancy. It ovelaps law-advisory, therapy, coaching, ...
Though it is all and nothing of that.

## Mediation is ... Interdisciplinary

Though mediation is interdisciplinary, professionals try to adopt it. There is a danger that mediation will change it's face. In fact mediation is just a process management where to SEARCH a solution.

## Why should I search for a solution?

No chance to enforce claims
Enforcing claims will take too long
Enforcing claims is not possible or too risky
Enforcing claims is too expensive
Enforcing claims doesn't benefit sufficiently
Where motivation is needed

Suitability of mediation therefore:

- A conflict exists
- Best solution not in sight

### The challenge in business cases ...

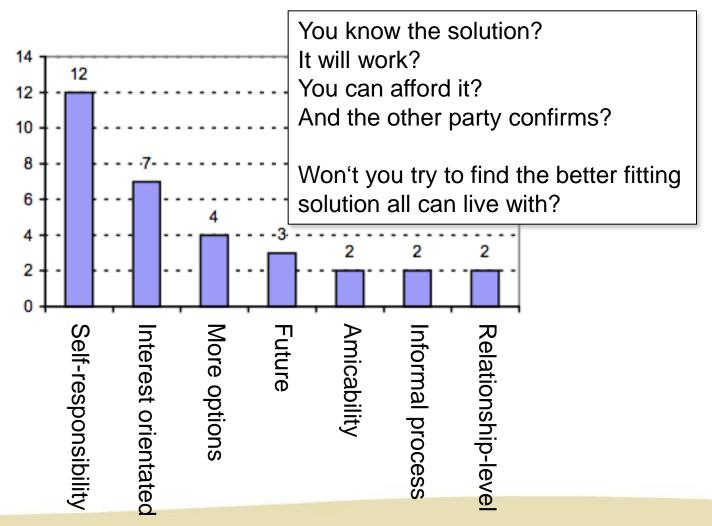
"Conflicts? We do not have conflicts!"

"Emotions? He earns so much he should leave his emotions at home."

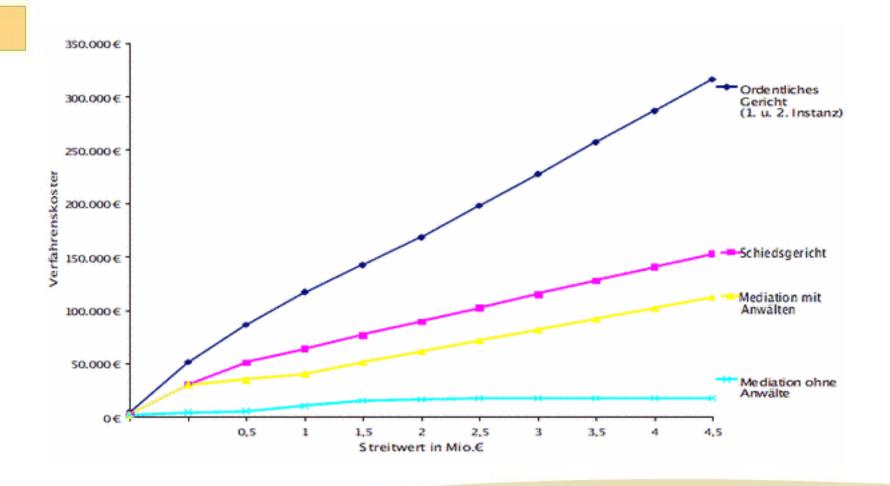
"Mr. X is disturbing the climate, he needs to get thrown out."

"Mr. Boss is not able to lead his department properly. The results are too bad. We need to exchange him."

## Selling arguments ...



### Benefit costs of processing ...



#### Benefit social costs ...

- 10-15% of working time in any organization are wasted for conflict resolution.
- 30-50% of the weekly working time of superiors (managers) will be spent directly or indirectly with friction, conflict, or conflict consequences.
- Absenteeism due to mobbing, occupational anxieties and harassment at work costs about 30 billion € a year.
- The cost per case of bullying be 60,000 € on average.
- Turnover costs, severance payments, health care costs due to intra-industrial conflicts costs multi-billion € annually.
- One percent of the employee costs p.a. get lost for unresolved conflicts.
- Approx. 25% of sales depend on the quality of communication.

## Mediation is ... smart

Dealing with conflicts is better than irgnoring or fighting against them. Mediating improves the atmosphere of constructive debate (better peace culture). Not that easy to implement it.

#### Practice ...

Huge firms (e.on for example  $\frac{W_{e}}{m_{ore}}$  ent mediation departments. Oth  $\frac{W_{e}}{m_{ore}}$  as  $\frac{W_{e}}{m_{ose}}$  places the society get lost conflict pilots to steer emples (like  $\frac{G_{e}}{m_{ore}}$  providing  $\frac{G_{e}}{m_{ore}}$  providing  $\frac{G_{e}}{m_{ore}}$  conflicts can be solved. Small  $\frac{G_{e}}{m_{ore}}$  mediators outside.

Law firms offer mediation in buz-cases to help negotiating. Some rare freelancers offer mediation to help in all kinds of conflicts. There is an unhealthy trend to specialization.

### **Knowing the interests ...**

Interests and needs never can be in contradiction. Contradiction comes from solutions.

Typical cases where interests provide other solutions:

- IT case
- Promotion and trade ltd. case
- District administration case

#### **About demand ...**

- Actually demand is increasing.
- Mediation became better known and accepted around 70% of citizens have heard about.
- Nevertheless the demand is not that high to let all the mediators earn their living
- 50.000 mediators in Germany. 4-5000 offer services. 10% can live from that.
- Reasons are:
   mediation for increasing social competence
   lack of information
   insecurity in regard of process
   and mediator's qualification

## Mediation is ... that unknown animal

The parliament thinks how to force people to luck. Mandatory mediation is the mean. It would work, but unfortunately it means acting against the idea and philosophy of mediation. The system as such must be prepared to want it.

## Mediation act in Germany ...

- Not needed in fact
- Short and irritating (inconsequent use of terms)
- Too early (launching a product by try and error)
- Influencing market (professions try to occupy)
- Overflowing a not existing profession
- Focussing products rather than actions (coop.)
- Not really a consumer protection
- Not really a milestone
- A sacrifice of competences to the lobby

#### Recommendation ...

- Ruling in civil law instead of procedure law (German law rules compromise not consensus)
- Systemic integration (ease ways to coop.)
- More precise information about mediation (distinguishing different ways, models, forms)
- Reacting on demand instead of creating it (knowing about the services of a mediator)
- Defining profiles instead of education marks
- Avoiding diversification
- Examples (idols)

### **Quality marks ...**

Standards of associations define quality marks, which are higher than the law. Integrated mediation (available in Latvia also) defines profiles where the mediator is expected to know all the ways and procedures of mediation in all the fields. Education is running in Latvia with more than 200 hours

integrētā **Mediācija** 

# Thanks for paying attention

arthur.trossen@gmail.com www.in-mediation.eu

