

AVOID, DE-ESCALATE AND RESOLVE DISPUTES

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Resolving disputes since 2003

The Victorian Small Business Commission delivers impartial low-cost dispute resolution services for small business.

During FY2023-24:

- 1,795 applications for assistance
- 34% were resolved prior to mediation408 mediations held

75% were successful





Most common dispute causes

During Financial Year 2023-24 the most common causes of business disputes included:

- Unpaid money 41%
- Contractual rights 12%
- Commercial (non-retail) leases 9%
- Quality of goods or services 8%
- Undelivered goods or services 6%





Tips to avoid disputes

- Know who you are doing business with
- Adopt e-invoicing systems
- Written agreements/quotes
- Seek legal advice on contracts
- Document any concerns about goods and services and communicate them promptly





HOW YOU CAN DE-ESCALATE OR RESOLVE A DISPUTE YOURSELF

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Focus upon the facts of the matter

- Collect all relevant documents and details of the dispute – dates, photos, written agreements, the lease etc.
- Highlight what's most relevant
- Think about the **outcome you want** and the **compromises you're prepared to make**



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Set yourself up to communicate clearly

- Pick the right time and place for you and the other party
- Contact the other party, explain the problem, suggest ways to solve it.
- Listen and try to see things from their perspective, even if it's difficult to do so
- Keep all communication in writing
- Issue a formal letter if discussion doesn't work
- If you can't reach an agreement, consider seeking assistance from the VSBC.



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WHERE TO SEEK ASSISTANCE

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Assistance is available

Small business owners can apply for the VSBC's assistance at vsbc.vic.gov.au

- Our Dispute Resolution Officers initially contact both parties and attempt to resolve the matter. This is a free service.
- 2. If mediation is necessary, the VSBC appoints an impartial mediator who brings the parties together online to seek an agreement. This costs each party \$300 for a half day.





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