Negotiating through Uncertainty



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What is Negotiation?

- Any conversation in which you are steering a relationship
- Includes the relationship with yourself
- Not just the "money conversations"





Understanding Uncertainty

- Factual
- Emotional
- Goal
- Procedural

Factual Uncertainty



something to occur?

How **reliable**, **credible** or **adequate** is the information we have? How well can we **understand** what is happening?

Tolerance of uncertainty: Conceptual analysis, integrative model, and implications for healthcare: https://www.sciencedirect.com/science/article/pii/S0277953617301703#fig3

Factual Uncertainty

- We don't know all the information about **COVID-19**
- We don't know everything about how our economy or industries may be affected
- We don't know **how long** things will be affected
- We don't know what **business or life** will look like on the **other side**

Coping with Factual Uncertainty

<u>Ask Open Questions</u>

- What do we know? What do we need to know?
- How have we successfully dealt with uncertainty before?
- What is our first step?
- Summarize: As each piece of information comes in, summarize and make sure everyone has understood what is being communicated.
 Slowing things down helps greatly when negotiating in uncertain or emotionally challenging times.

Coping with Factual Uncertainty

- **Probability:** Write down all possible outcomes. Work (yourself or with a team) to assess probability of each.
- Ambiguity: Write down relevant information and its source. Evaluate (yourself or with a team) what you know about its reliability, credibility and adequacy. For gaps, consider who you can consult to get more or better information.
- **Complexity:** Break things down into parts. Consider consulting experts or people outside the deal to weigh in on complex information.

Emotional Uncertainty

- COVID-19 poses a time of stress and/or trauma to many people.
- Alterations in stress response systems manifest in perception, processing, reactivity, cognition, and self-regulation -- all of which impact negotiation.
- We may perceive threats where no threat is intended, from cues that would seem neutral to others.
- Responses: Fight, Flight, or Freeze

Emotional Uncertainty and the "Big Two"

• Especially in uncertain times, we will see a rise in anger/irritability/frustration (in others and in ourselves).

- Anger/irritation/frustration in negotiation are often "cover emotions." What do they cover for?
- The "Big Two" unexpressed emotions: <u>fear</u> and <u>guilt</u>.

The "Big Two"

- Fear: "What will happen to our business? What will happen to me? My family? Our finances? Our health?"
- Guilt: "Why didn't I prepare more for this?" "How did I not put myself/us in a better position?" "What should I be doing now that I am not doing?"
- Appear in family as well as business negotiations, but often are not expressed.

Coping with Emotional Uncertainty: Mirror

- First, take time to prepare. Ask yourself, "What do I feel about this situation?" Take 5-10 minutes to write down the answer.
- Watch for anger and anxiety. Know that expressing anxiety in negotiation often leads to negative results. Anger in negotiation can lead to mixed results.
- Before each negotiation, ask yourself how you have successfully handled stressful situations before. Write down a detailed answer.

Coping with Emotional Uncertainty: Window

- Timing is important. Choose the timing of your negotiation carefully, and give the person time to prepare. Once you start, assess whether you need to take a time out or reconvene later.
- Assess (if possible) whether the person is likely to fight, flee or freeze.
- Avoid asking "why" questions. Instead ask "What" or "How" questions.
- Summarize and acknowledge.

Goal Uncertainty

- In times of uncertainty and change, we often need to change our goals and innovate in order to survive or thrive.
- What is the hardest part of innovation?
- Most people think it's figuring out the solution...but most innovation efforts fail because people try to **solve the wrong problem**.
- In challenging times we often focus on the unsolvable problem (how can I get that business back?) or the narrow immediate problem (I need that new deal today).

Goal Uncertainty

- Ask: "What's the problem I/we need to solve?" Consider the problems you can solve and the ones you cannot. Write all down.
- For the ones you can solve: get the "bigger picture perspective" by asking, "What would happen if we achieved that?"
- Example: "three new deals this quarter" becomes "we can raise our next round of financing later this year."

Process Uncertainty

- People are no longer allowed to gather
- People are scattered across the country and world
- Some may have additional barriers (child care, illness)
- Decision-making mechanisms may be less clear

Dealing with Process Uncertainty

- For groups, consider a tiered process: start with individual meetings/subcommittees.
- <u>Set format</u>: Establish time, day, participants, platform, number, if certain speakers will call in from the same location, quiet room, reserve bandwidth for optimal sound/video quality.
- <u>Set speaking roles and decision-making</u>: One speaker at a time; non-speakers on mute. Establish procedures for raising hands, giving non-verbal feedback, or voting.
- Use video where possible: Helps maintain trust and gives maximum information
- Make accommodations to allow participation from all: Short meetings for people with kids at home, closed captions, participating by text, interpreters, support people, etc.

Feedback

• What was useful from this presentation?

• What other topics would you like covered?

• What would be helpful to your organization?

Contact Me

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