Office of the Commissioner for Body Corporate and Community Management

Practice Direction 20

Specialist adjudication

This practice direction is issued pursuant to <u>section 233</u> of the *Body Corporate and Community Management Act 1997* (the Act). Its purpose is to provide further information on the procedures and content requirements for dispute resolution applications lodged with the Commissioner's Office. Nothing in this practice direction supersedes or overrides the requirements of the legislation. The Commissioner retains the discretion to make decisions about the case management of individual dispute resolution applications as provided under chapter 6 of the Act.

- 1. This practice direction specifies additional content requirements for applications for specialist adjudication.
- 2. The legislation provides that a 'complex dispute' must be determined either by a specialist adjudicator or by the Queensland Civil and Administrative Tribunal (QCAT). Refer to Practice Direction 25: Complex disputes and the Act, Section 229(2).
- 3. A dispute about an economic reasons motion as part of the termination process must be determined by a specialist adjudicator. Refer to the Act, <u>section 81G</u>.
- 4. A specialist adjudicator is normally a legally qualified person of senior standing, with experience in the area of law in which the dispute relates and who has demonstrated capacity to determine disputes.
- 5. The Commissioner's Office does not maintain a list of specialist adjudicators or make recommendations about potential nominees for appointment as a specialist adjudicator. An applicant seeking a specialist adjudicator to determine their dispute may wish to contact one or more of the following organisations regarding potential nominees:
 - Australian College of Strata Lawyers (<u>www.acsl.net.au</u>)
 - Institute of Arbitrators & Mediators Australia (<u>www.resolution.institute</u>)
 - Queensland Bar Association (<u>www.qldbar.asn.au</u>)
 - Queensland Law Society (www.qls.com.au).
- 6. An application for specialist adjudication is commenced by lodging an <u>adjudication application form</u> (BCCM form 15), accompanied by the prescribed fee.
- 7. For a complex dispute, the following information is required in the application:
 - a) the name and contact details of the nominee for appointment as the specialist adjudicator for the dispute;
 - b) a statement from the nominee consenting to the appointment;
 - a statement from the nominee confirming they have no prior knowledge or involvement with any party to the dispute that could give rise to a possible or perceived conflict of interest in determining the dispute;
 - d) details of the nominee's qualifications, experience and standing to determine the dispute;
 - e) written agreement from the respondent to the nomination and to the remuneration of the nominee;
 - f) written confirmation from the nominee of their agreement to the amount of remuneration.

- 8. For an application disputing the outcome of an economic reasons resolution in a termination process, the following information is required in the application:
 - a) the name and contact details of the nominee for appointment as the specialist adjudicator for the dispute;
 - b) a statement from the nominee consenting to the appointment;
 - a statement from the nominee confirming they have no prior knowledge or involvement with any party to the dispute that could give rise to a possible or perceived conflict of interest in determining the dispute;
 - d) details of the nominee's qualifications, experience and standing to determine the dispute;
 - e) evidence from the body corporate that it is understood it is liable to pay for the specialist adjudicator unless the application is deemed frivolous or vexatious.
- 9. The commissioner may only refer an application to a specialist adjudicator for determination if the commissioner is satisfied that:
 - a) the applicant and the respondent (the parties) agree on the person to be nominated as the specialist adjudicator for the dispute;
 - b) the parties and the nominee agree on the amount the nominee is to be paid as the specialist adjudicator;
 - c) the parties agree how and by whom the amount is to be paid, or agree that the amount is to be paid in the way decided by the specialist adjudicator;
 - d) the nominee has the qualifications, experience or standing appropriate to be appointed as the specialist adjudicator for the dispute.
- 10. If the named respondent to the adjudication application does not agree to the appointment of a specialist adjudicator for the dispute, the application will not proceed.
- 11. Where a body corporate is a party to an application for specialist adjudication, a committee resolution is sufficient to demonstrate the body corporate's agreement with the nominee's appointment and renumeration as specialist adjudicator. However, a general meeting approval will be required if the nominee's remuneration amount exceeds the committee's spending limit.
- 12. Parties wishing to pursue a complex dispute in QCAT should contact the QCAT registry regarding the relevant application requirements at www.qcat.qld.gov.au, by telephone on 1300 753 228 or by email to enquiries@qcat.qld.gov.au.

COMMISSIONER FOR BODY CORPORATE AND COMMUNITY MANAGEMENT

Version 6 Effective 3 March 2025

The material presented in this publication is distributed by the State of Queensland for general information only, it is not legal advice. The State of Queensland reserves the right to change and update the material without notice. The State of Queensland makes all reasonable efforts to ensure the material presented in this publication is current, accurate and complete. The State of Queensland makes no warranties that the material in this publication is free from infection by computer viruses or other forms of contamination.

To the extent permitted by law, the State of Queensland makes no statement, representation or warranty whether expressed or implied regarding the quality, accuracy, context regarding the material presented in this publication. The State of Queensland disclaims all responsibility and liability (including liability in negligence) for all expenses, losses, damages and costs incurred as a result of the information being inaccurate or incomplete in any way and for any reason.

This publication may contain links to third-party websites and materials. The Department of Justice is not responsible for the privacy or security practices or the content of such websites. The department does not warrant, guarantee or make any representations regarding the correctness, accuracy, reliability, currency, or any other aspect regarding characteristics or use of the information presented on these sites. The fact that we have referred you to these sites does not serve as an endorsement by our department of any of these sites.

