THEFT

POSSESSION WITHOUT CONSENT

EMBEZZLEMENT

COMMITED THROUGH A PERSONS POSITION

WAS Granted access

STEALING ASSETS

FRAUD

FRAUDSTERS are SMART

VENDOR

= SERIOUS THREAT TO OUR ORGANIZATIONS

1. financial DOWNTURNS ALLOW FOR FRAUDSTERS TO EXPLOIT WEAKNESSES AS THE

2. THE internet PROVIDES FRAUDSTERS ACCESS TO THE SAME info

3. IN ECONOMIC BOOMS

IGNORANCE IS BLISS

4. TECH FACILITATES FRAUDSTERS

5. TAKE Advantage of the OPEN DOOR Policy

NYCFE.org

FRAUD FIGHTERS

HOW TO GET RICH QUICK

embezzle FROM A GOVERMENT AGENCY

RICK ROYBAL, CFE, CISA

- VENDOR RISK "ACTIVIST"

Common SCHEMES

- Company ASSETS FOR PERSONAL GAIN
- forging
- ACCEPTING FAVORS

WHY DO THEY DO IT?

OPPORTUNITY

PRESSURE

FRAUD DIAMOND

RATIONALIZATION

CAPABLE

MITIGATE embezzlement

1. segregate DUTIES
2. AUDIT DOCS.
3. BACKGROUND G.H.E.C.H.S
4. COUNSELING

33% OF embezzlement PERPETRATORS ARE IN FINANCE OR ACCOUNTING

8 YEAR EMPLOYEE ON AVERAGE

embezzlement

I. IS A SERIOUS THREAT

OFTEN A TRUSTED

II. USE VARIOUS Methods

III. ROLE employee OPENS THE DOOR

IV. small AMOUNTS AT 1ST