

Québec – 2016

**LA FORCE DE LA COLLABORATION
THE POWER OF COLLABORATION**

June 12-14 juin

Fraud Survey Results 2015

Fraud Survey Results 2015

- Presented by Chad Schulz (University of Alberta)
- Additional information sourced – 2016 Report to the Nations on Occupational Fraud and Abuse (ACFE) – noted by italics

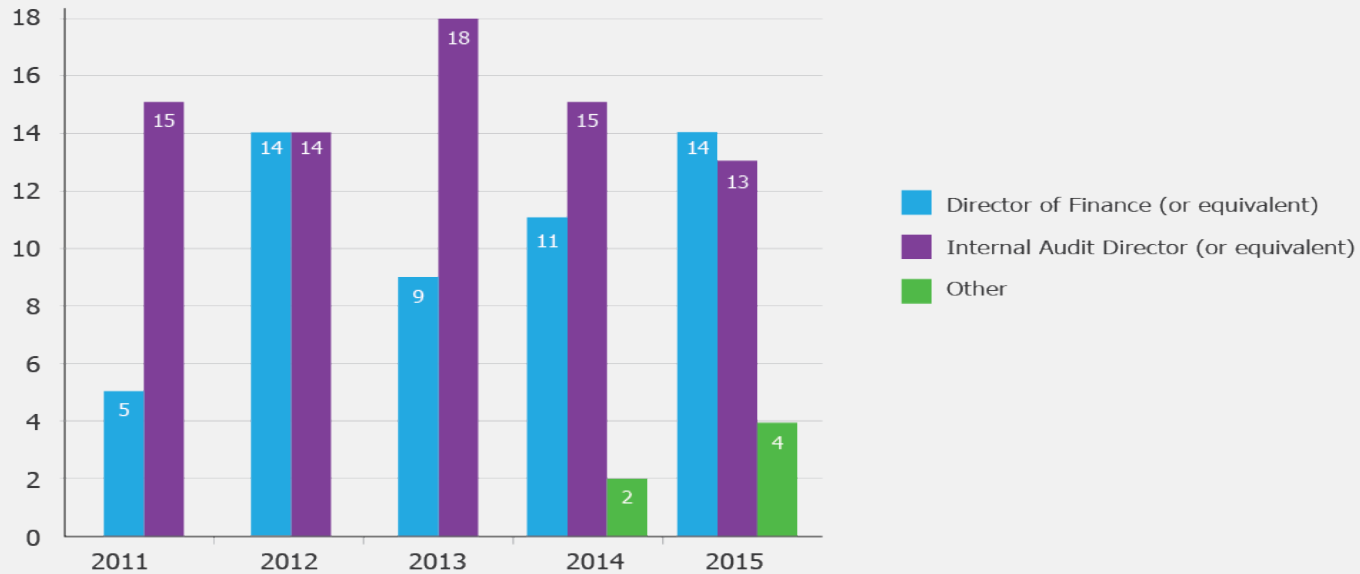


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Total Institutions Responding



Total of 31 institutions responding (highest total in survey history)

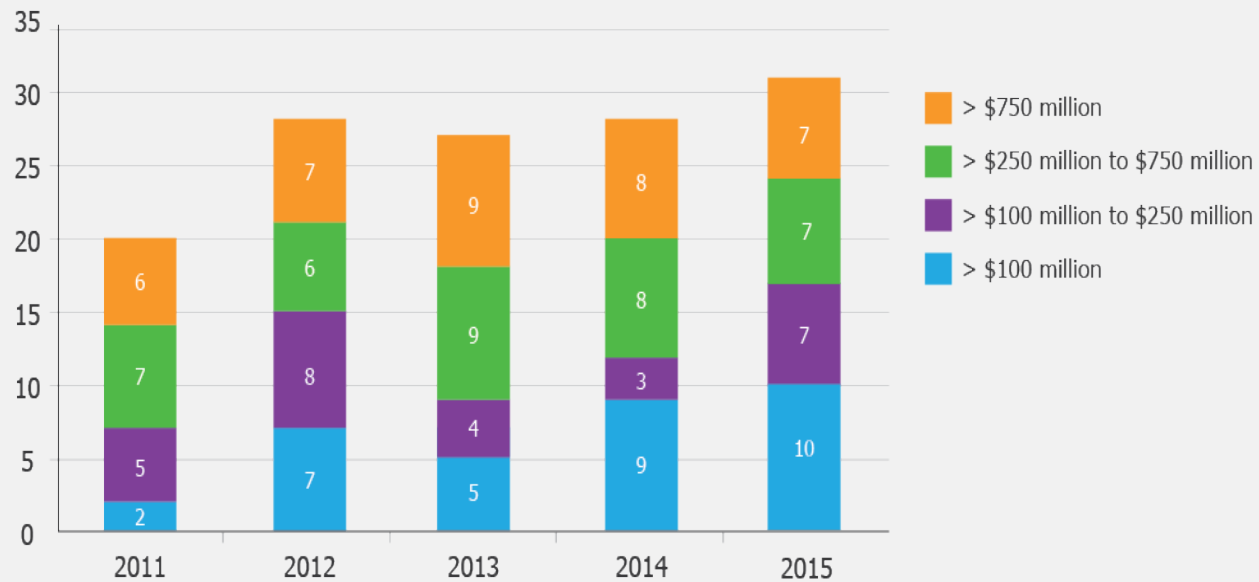


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Size of Institutions Responding

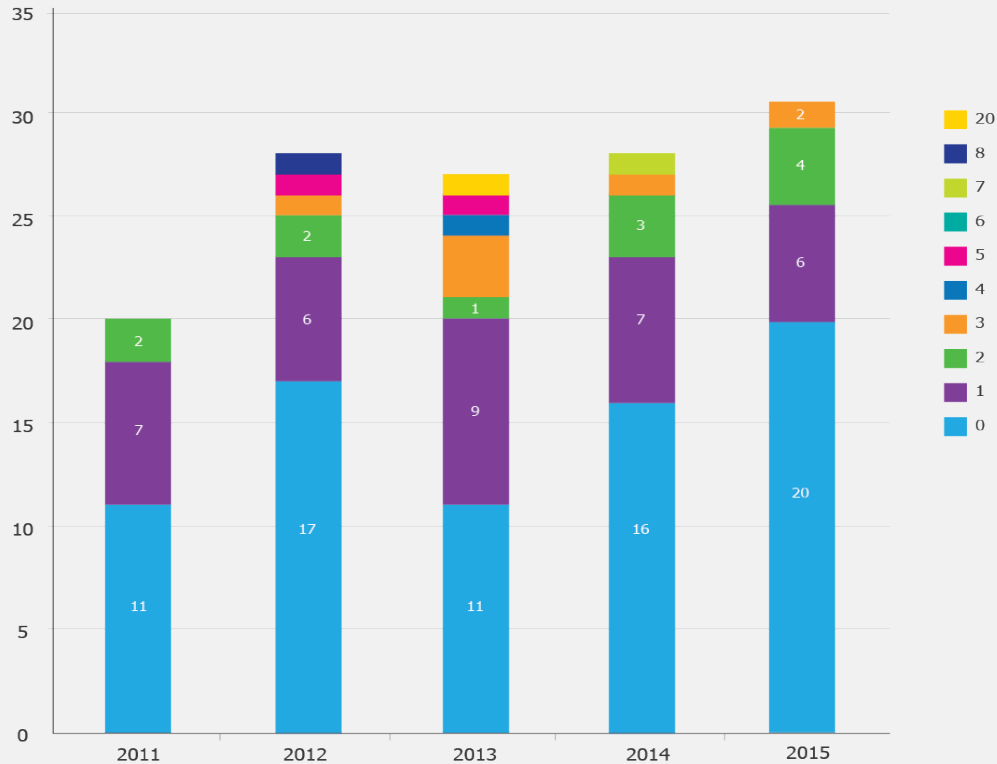


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Number of Frauds Reported



Total frauds reported – 20 (2014 – 17 cases)



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Median Fraud Losses

Year	All Cases	Cases Greater than \$5K
2015	\$6K	\$13K
2014	<\$5K	\$9K
2013	<\$5K	\$100K
2012	<\$5K	\$30K

Median for education organization internationally (132 respondents) - \$62,000

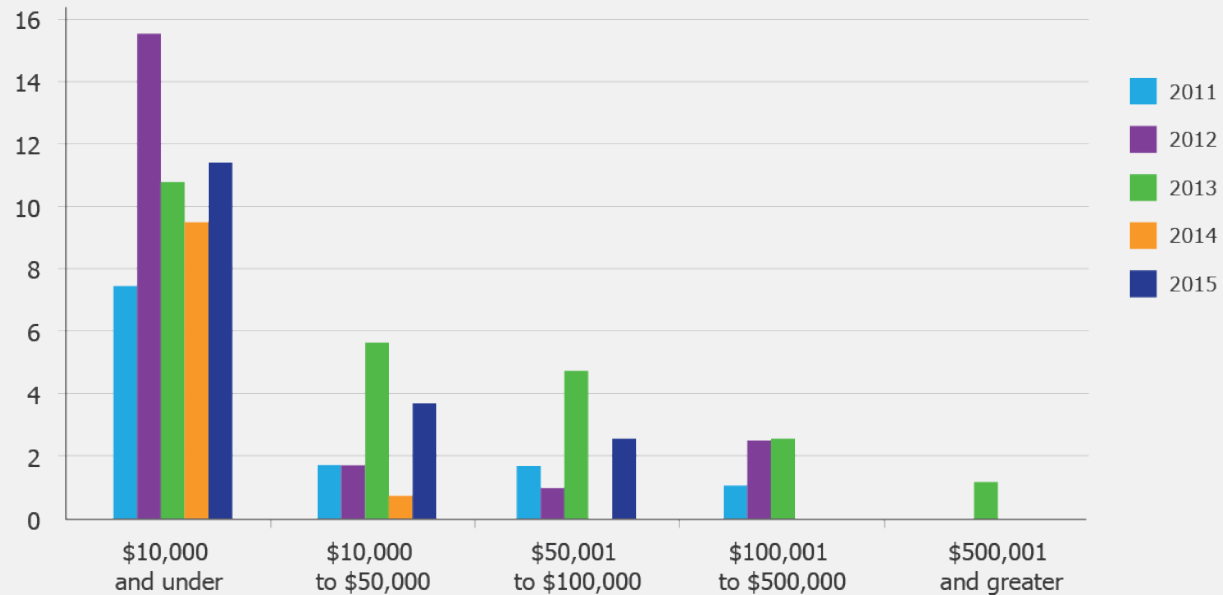


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Fraud Loss Values

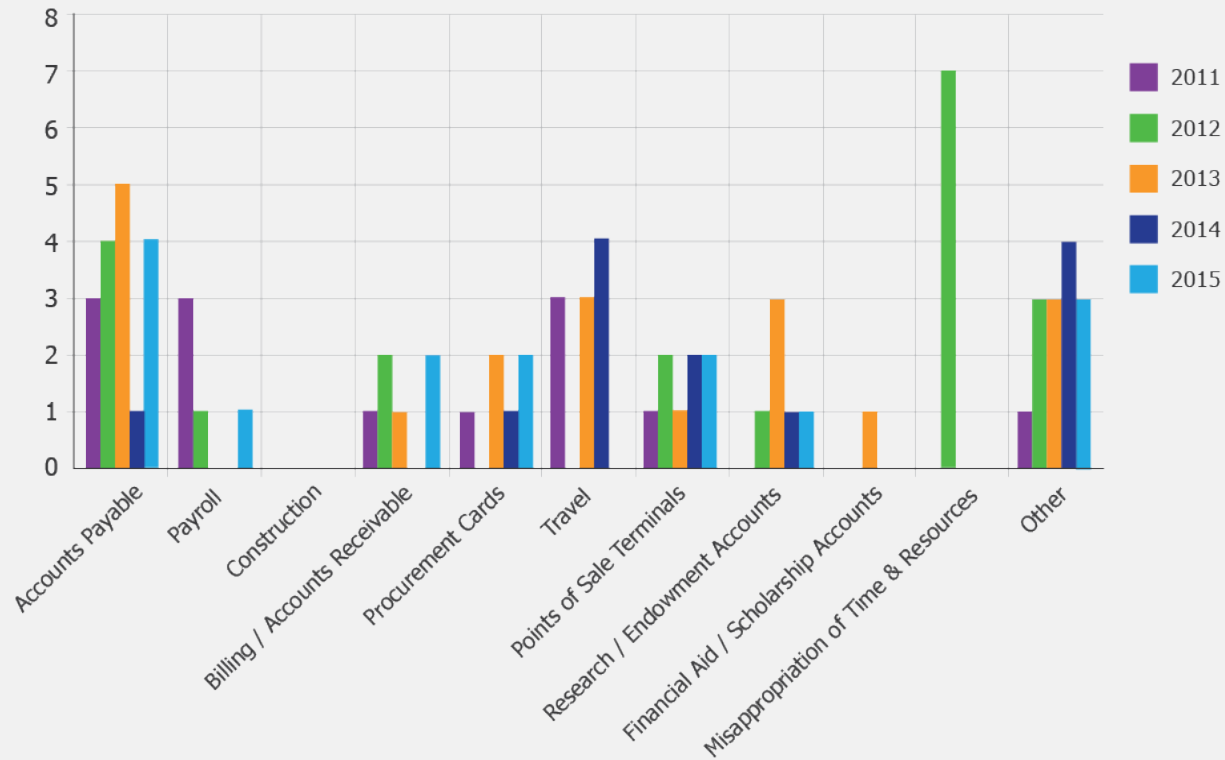


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Frauds by Operational Area



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Fraud Schemes in Education

- *Billing 27.9%*
 - *A fraudulent disbursement scheme in which a person causes his or her employer to issue a payment by submitting invoices for fictitious goods or services, inflated invoices, or invoices for personal purchases.*
- *Corruption 31.8%*
 - *A scheme in which an employee misuses his or her influence in a business transaction in a way that violates his or her duty to the employer in order to gain direct or indirect benefit.*



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Fraud Schemes in Education (cont.)

- *Skimming 25%*
 - *A scheme in which an incoming payment is stolen from an organization before it is recorded on the organization's books and records*

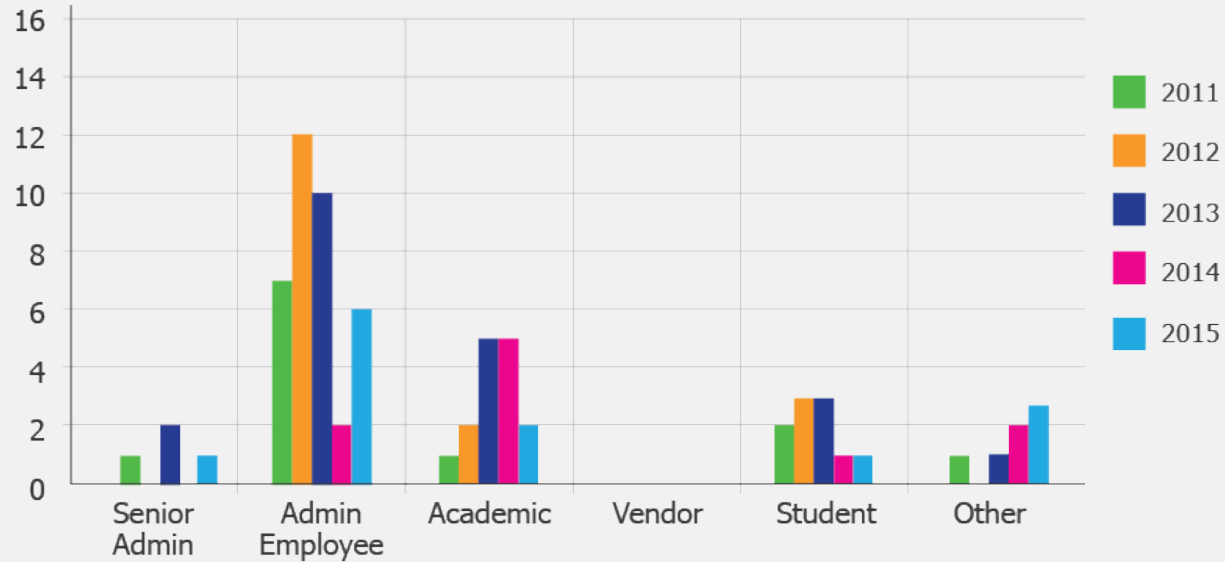


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Fraud Perpetrators

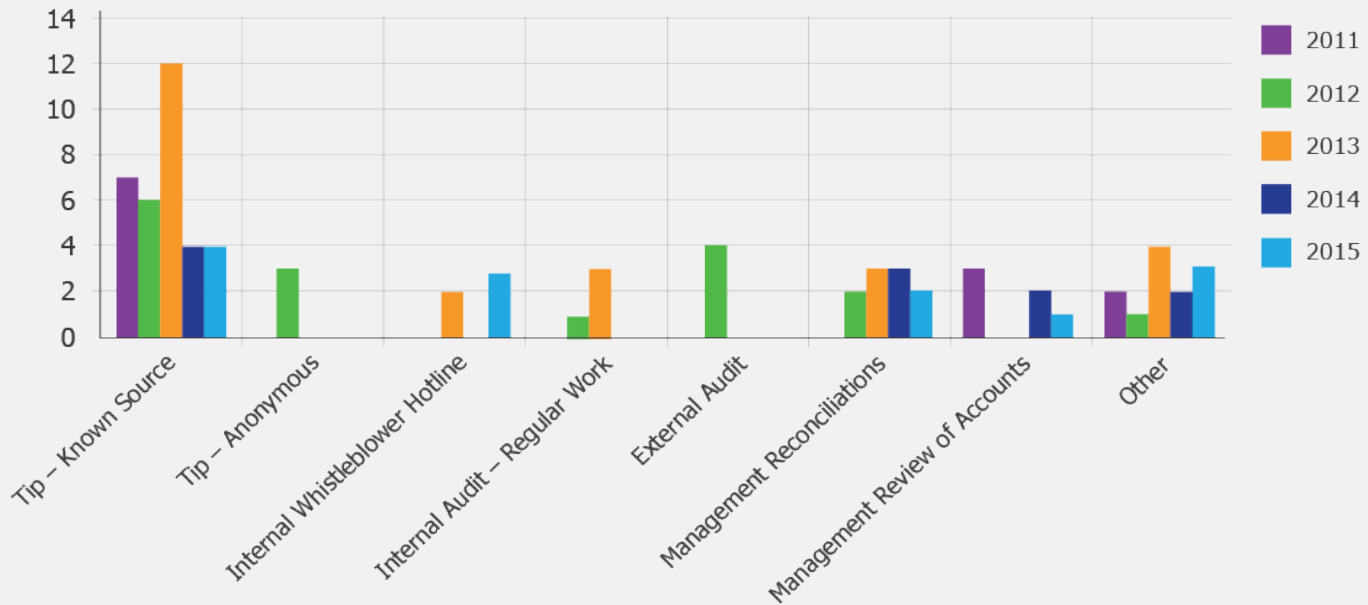


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Detection Method



Canadian organization provided “tips” as detection method in 32.6% of all cases

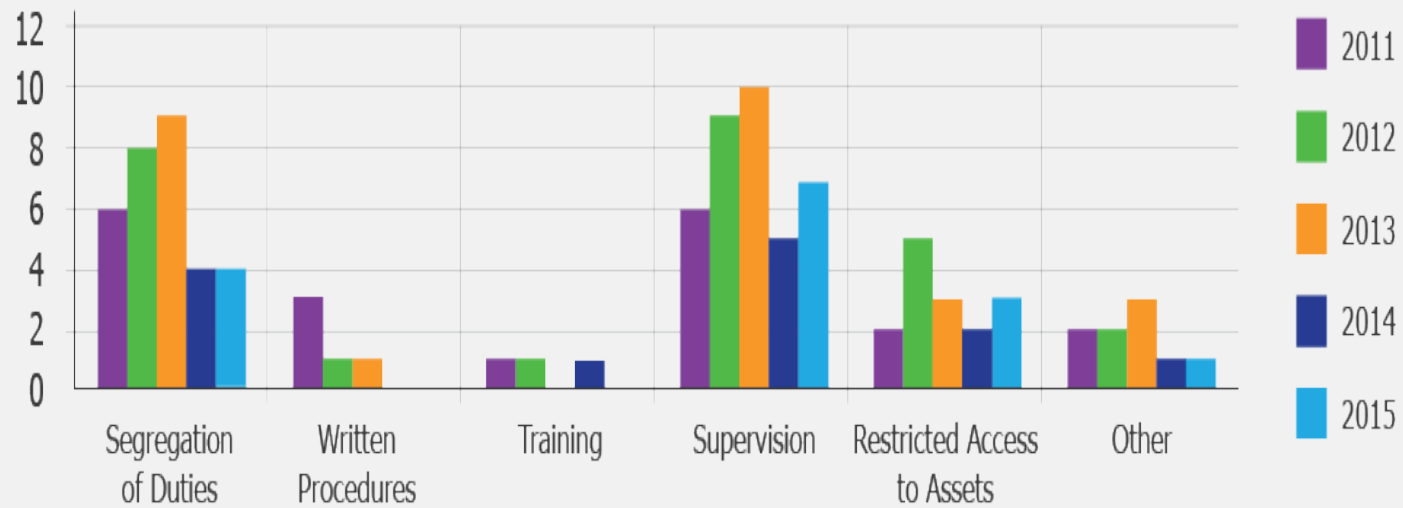


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Control Weakness Exploited

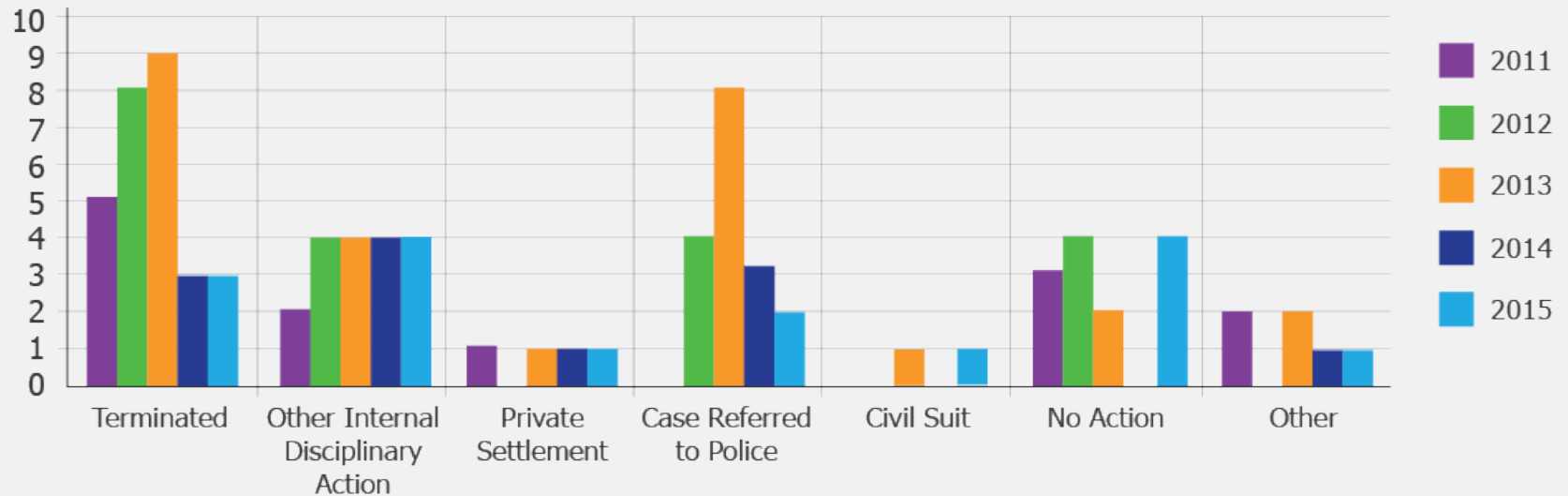


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Action Taken Against Perpetrator

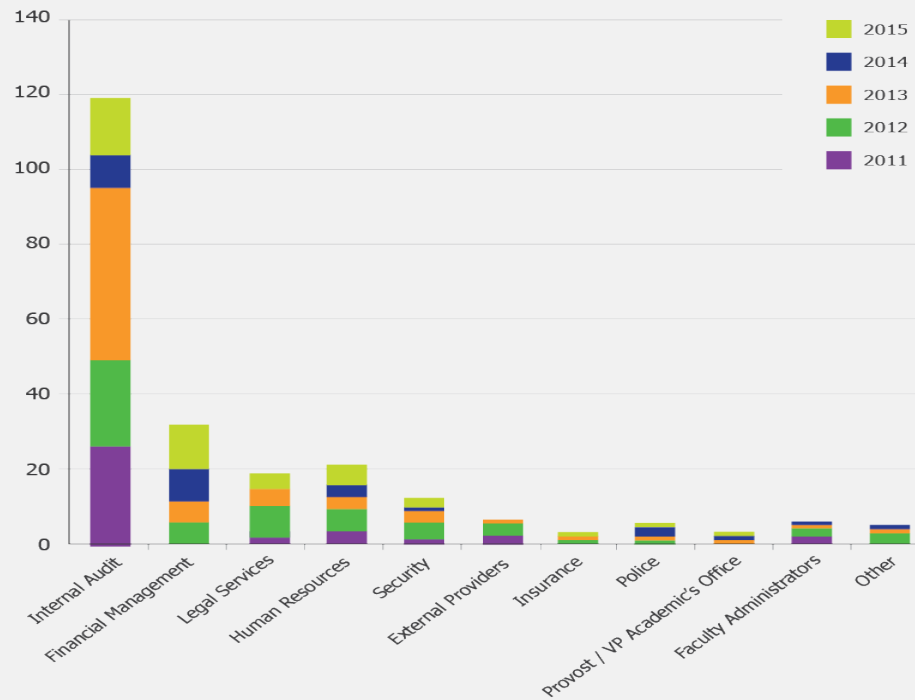


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Investigations by Area

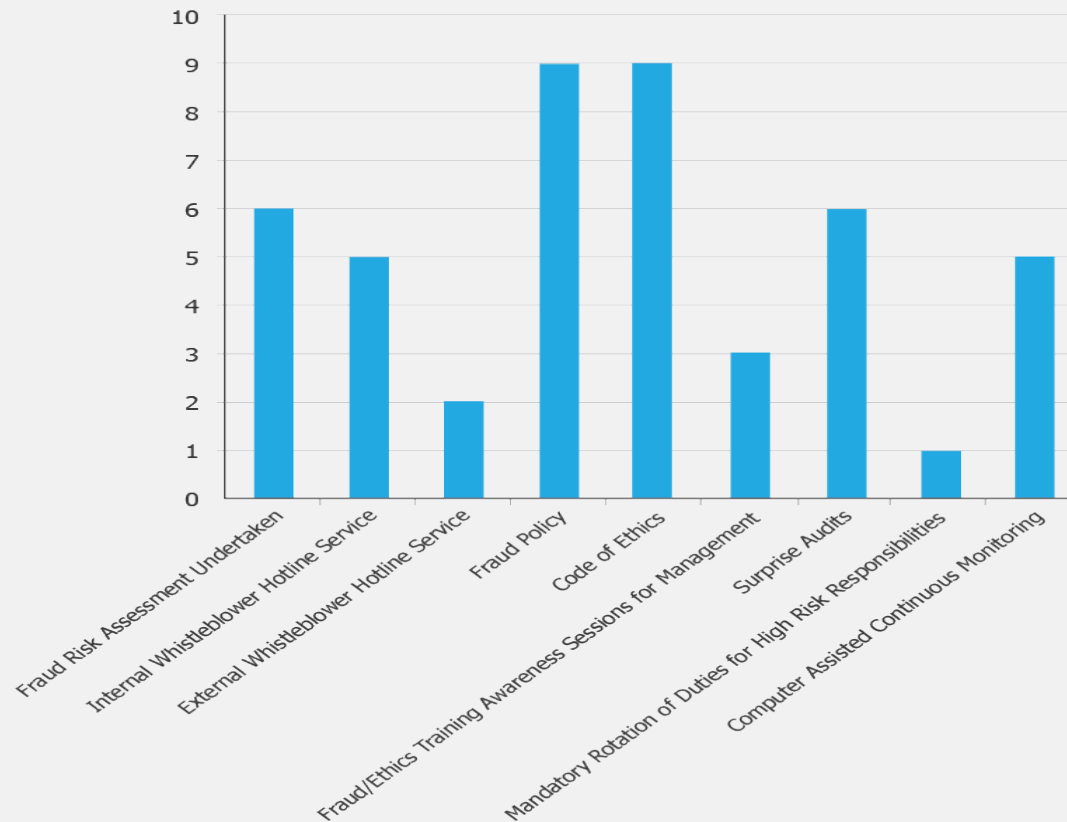


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Anti-Fraud Measures Taken 2015



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Anti-Fraud Measure

- *Fraud measures for Canadian Organizations*
 - *Internal Audit Department 64.7%*
 - *Hotline 52.5%*
 - *Anti-fraud policy 39%*
 - *Formal fraud risk assessment 35.5%*
 - *Surprise audits 31.1%*



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Questions?



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