

# Fraud Prevention for Small Business: Be Your Own Sherlock Holmes

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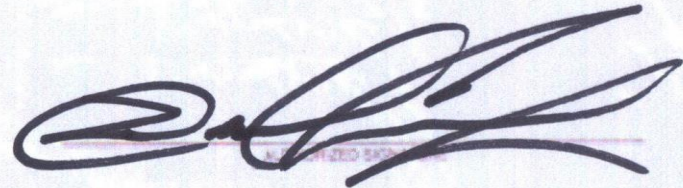
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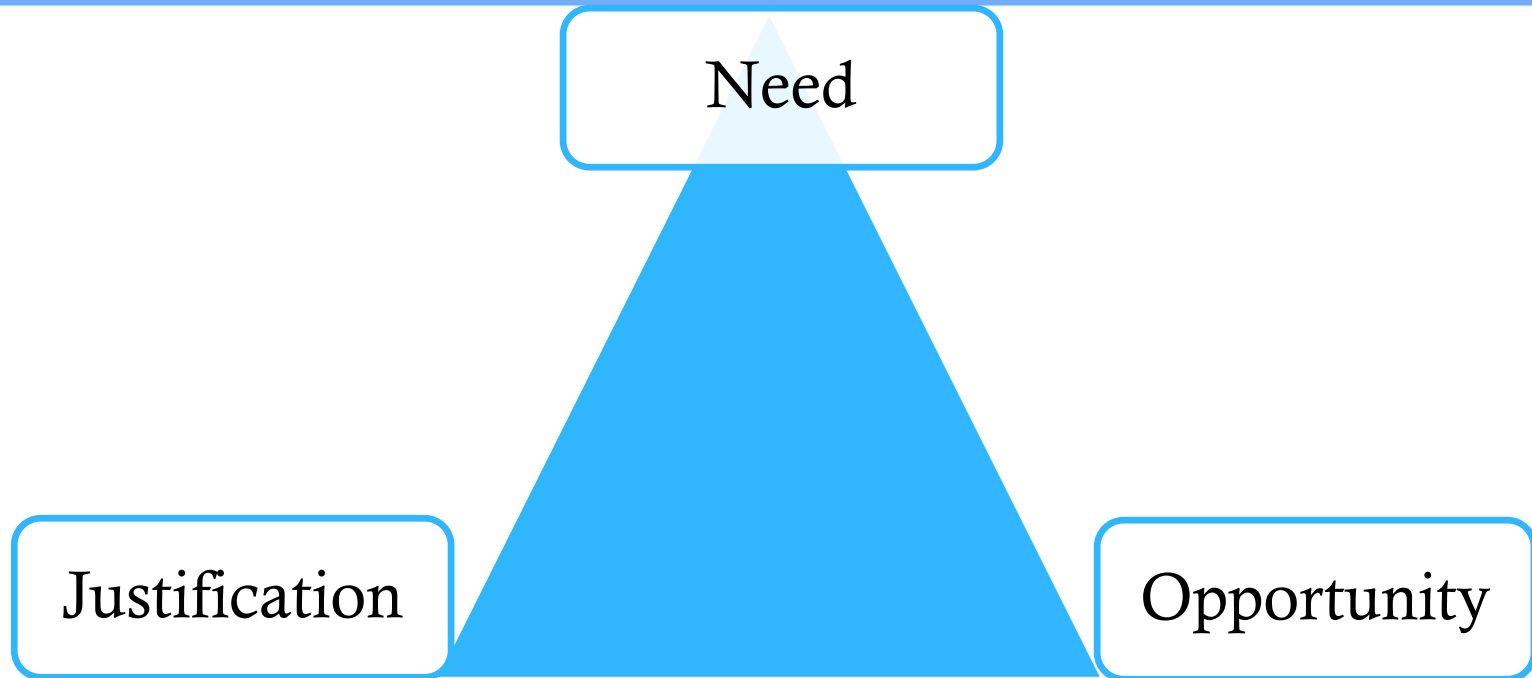
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# Fraud Triangle



## Statistics

1 in 3 small business will be affected by fraud. Most will never know it happened.

# What would Holmes look for?

- Analytics – Prior year and industry standards
- Employee(s) not taking vacation
- Something does not make sense
- Employee(s) drug, gambling, and or living beyond their means

# Types of Fraud

- Theft – Money or Assets
- Financial Statement Fraud – Bonuses and Compensation
- Other - Kickbacks

# Keys to keeping your company safe from fraud

- Signature Stamp
- Check Access
- Check Count
- Bank Statement(s) – Open & Review
- Segregation of Duties
- Bank Signatures not Checked
- Employee Vacation
- Know Your Numbers
- Payroll Verification
- Know Your Industry Standards
- Do Not Use Trust; Use Policies and Procedures
- Prosecute



# ANY FINAL QUESTIONS?

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