

“Do We Have Fraud In Our Community?”

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Residents Voice

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What is Fraud?

- Deception for unlawful gain.
- Characteristics:
 - Motivation
 - Opportunity
 - Rationalization

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Motivation

- Examples

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Opportunity

- Absence of controls
- Ineffective controls
- Management can override controls

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Is That Happening in Our Community?

NO!

MAYBE!

YES!

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Rationalization

- Do you hear excuses by Board and Management to justify expenses?

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What Can We Do?

Audit

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The End

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