



GLOBAL RISK ALLIANCE LTD

Procurement Fraud Compliance

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Taking a risk assessment approach to better identify and mitigate organisation procurement fraud and corruption risk, the initial assessment stage will consider and report on the following elements:

Risk planning

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| Step 1 | Risk mitigation approach questionnaires | Initial assessment of current policies and procedures, systems and controls and expertise and capabilities in place to identify and mitigate risk including: <ul style="list-style-type: none">a. procurementb. financec. securityd. asset managemente. compliance and risk management |
| Step 2 | Policies and procedures assessment | Review of organisation policies and procedure documentation including: <ul style="list-style-type: none">a. procurementb. asset managementc. conflicts of interestd. ethics and/or codes of conducte. anti-corruption and/or counter fraudf. hotline reporting and whistleblowingg. use of contract clausesh. supplier due diligence information requested and/or recorded |
| Step 3 | Risk management culture | Assessment of communication and engagement within an organisation through interview of leadership, management and operational staff to determine whether ethical issues are openly discussed and communicated and if individuals would feel safe or supported in reporting their concerns to line management. |
| Step 4 | Current framework | Documenting steps 1 to 3 will aid the mapping of an organisations current approach to procurement fraud risk identification and mitigation. |

Risk assessment approach

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| Step 5 | Procurement fraud typologies | Through the assessment of control measures and interview of organisation leadership, management and operational staff determine whether there is adequate knowledge of procurement fraud typologies and methods and whether there are sufficient control measures in place to identify and mitigate risk. |
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Step 6	Ability to collect data	Determine the types of data sources that are created by organisation and how they can be used to better identify procurement fraud.
Step 7	Risk assessment and risk profile	Assess whether organisation profiles the risk that it may be impacted by and how this is used to introduce control measures and organisation operational, tactical and strategic change management.
Step 8	Risk assessment model	Map out data sources, risk management approach and identify stakeholders that would be involved in creating an annual procurement fraud risk assessment.

Prevention and detection

Step 9	Risk register and risk matrix	How do organisation document and monitor risks that can be used in a reporting and change management process.
Step 10	Prevention measures	Assessment and verification of control measures that should be in place given the level or risk including finance, procurement and compliance.
Step 11	Detection measures	Review of current methods and techniques used to detect procurement fraud risk including control measures and non-compliance.
Step 12	Designated compliance group	Assess the follow of information within organisation including decision making and change management where procurement fraud is suspected or identified.

Change management

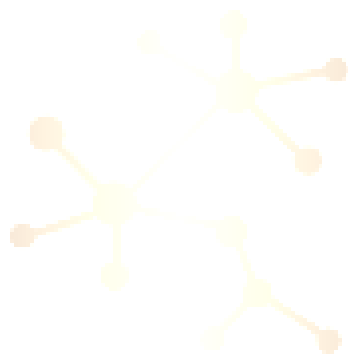
Step 13	Fraud response plan	Documenting ownership and responsibility of leadership, management and staff in the decision making, action and change management process where procurement fraud is identified.
Step 14	Strategy	From the data collected as part of the risk assessment, introduce long term risk identification and mitigation planning to enhance systems and controls, policies and procedures and expertise and capabilities.

Step 15 Measurement and monitoring

Assessing the performance of a new framework that includes increased reporting, data collection, risk identification and non-compliance.

Step 16 Education and awareness

Where appropriate, recommend as part of an organisation's response, increased awareness of policies and procedures, education of expertise and capabilities in the counter fraud approach and an individual's role in identifying and preventing procurement fraud risk.



GRA
HOLISTIC THREAT
MITIGATION



TO KNOW MORE

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