Response to Fraud

Organizations can respond to fraud internally, through civil litigation, and by referring the case to law enforcement. These are the results of such efforts.

**INTERNAL PUNISHMENT**

- **80% of perpetrators** received some punishment.
- **Termination for Fraud**
  - Owners/executives: 45%
  - Managers: 66%
  - Employees: 76%
- **Received No Punishment**
  - Owners/executives: 13%
  - Managers: 3%
  - Employees: 2%

**CIVIL LITIGATION**

- **Median Loss resulting in Civil Litigation**
  - $400,000
- Of these cases:
  - 41% resulted in judgment for the victim
  - 36% settled
  - 21% resulted in judgment for the perpetrator

**CRIMINAL PROSECUTION**

- **Median Loss in cases referred to Law Enforcement**
  - $200,000
- Of these cases:
  - 56% pleaded guilty/no contest
  - 23% were convicted at trial
  - 12% were declined prosecution
  - 2% were acquitted

**NOTE:**

- 28% of cases resulted in civil litigation.
- 59% of cases were referred to law enforcement.