

*Fidelity / Crime Division Your Partner in Crime®*

# Controlling Losses



**43% of frauds** in an organization were detected by tips.\*



Internal controls reduce the opportunity for theft and fraud by creating checks, balances, and accountability within an organization. Strong controls not only help prevent losses but also improve detectability and limit the severity of a loss when one occurs.



## WHAT ARE THE PRIMARY INTERNAL CONTROL WEAKNESSES THAT CONTRIBUTE TO OCCUPATIONAL FRAUD?

LACK OF INTERNAL CONTROLS - 32%

OVERRIDE OF EXISTING INTERNAL CONTROLS - 19%

LACK OF MANAGEMENT REVIEW - 18%

LACK OF COMPETENT PERSONNEL IN OVERSIGHT ROLES - 9%

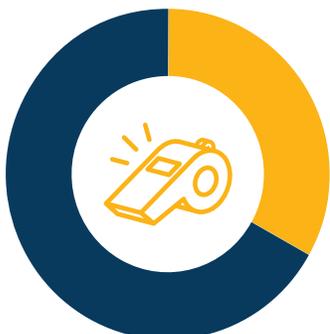
POOR TONE AT THE TOP - 8%

LACK INDEPENDENT CHECKS/AUDITS - 5%

OTHER - 4%

Awareness is the best defense against fraud. Providing anti-fraud training to all employees—including executives and managers—empowers an organization’s fight against fraud.

A growing percentage of organizations are providing fraud awareness training for their staff.



**67%**  
OF EMPLOYEE  
WHISTLEBLOWERS **HAD**  
FRAUD AWARENESS  
TRAINING

**33%**  
OF EMPLOYEE  
WHISTLEBLOWERS **DID**  
**NOT HAVE** FRAUD  
AWARENESS TRAINING

**!**  
ORGANIZATIONS THAT  
SKIPPED AWARENESS  
TRAINING LOST ROUGHLY  
**2X MORE MONEY**

There are various tools that can be implemented. Here are a few that are employed by various companies.

### WHAT ANTI-FRAUD CONTROLS ARE MOST COMMON?

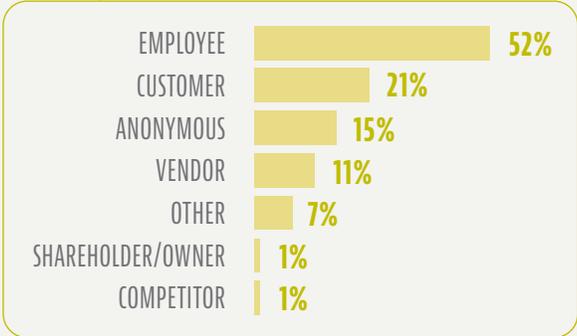


Tips are by far the most effective means of detecting fraud in an organization. Having confidential mechanisms in place allow employees to feel safe in reporting fraud.

### HOW IS OCCUPATIONAL FRAUD INITIALLY DETECTED?



### WHO REPORTS OCCUPATIONAL FRAUD?



### FRAUD TIP BREAKDOWN:



**52%** EMPLOYEE  
**21%** CUSTOMER  
**11%** VENDOR

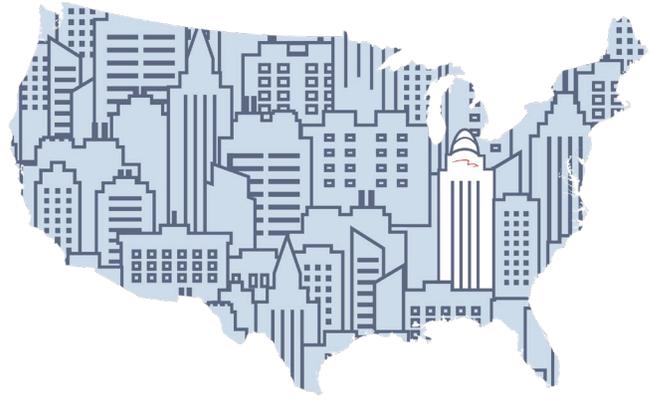
### FRAUD TIP MECHANISMS:



**40%** TELEPHONE  
**37%** EMAIL  
**30%** WEB-BASED



Fidelity / Crime Division  
 5 Waterside Crossing  
 Windsor, CT 06095  
 860-298-7300  
 CrimeInsurance.com



**Even when organizations have controls in place, you NEED Great American Insurance Company**

Great American’s Fidelity / Crime Division has been providing mono-line crime coverage in the United States and internationally since 1995. We offer \$50 million in capacity for Mercantile, Financial Institution, Governmental, Armored Car/Valuables, Fine Arts and Specialized Products. We also offer \$65 million in capacity for our Kidnap, Ransom & Extortion coverage. Our new Small Business Program offers up to \$3 million in coverage.

We can tailor coverages to meet the specific needs of our clients. Our most experienced Claims and Underwriting staff average over 30 years in their respective fields. This experience, combined with our specialized products, has contributed to our consistent growth within the marketplace.

**Targeted Classes of Business**

**General Commercial Business**

Retail, TecÚology, Hospitality, Healthcare, etc.

**Small Business**

Janitorial Companies, Architectural Companies, and General Contractors, etc.

**Specialized Classes of Business**

Gaming, Check Cashiers, Security Guards and Kidnap, Ransom & Extortion

**Fidelity Crime Specie International**

Armored Car, Mining, Valuable Metals and High Value Cargo, and Fine Arts

**Financial Institutions**

Broker/Dealers, Finance Companies, Mortgage Bankers, Banks, Insurance Companies and Investment Company Bonds

**Governmental Entities**

Municipalities, School Boards, Public Utilities, etc.

**The Numbers Tell Our Story**

**Great American Insurance Company Ratings**

<b>"A+" (Superior)</b>	<b>A+ (Strong)</b>	<b>A1</b>
AM Best	Standard & Poor’s	Moody’s

 **3,000**

Property and casualty insurance companies in the United States

 **50**

Companies on the Ward’s 50 List for safety, consistency and performance

 **4**

Rated “A” or better by AM Best for more than 115 years

 **3**

On both lists

 **1**

and only one is **great!**

\* 2024 Statistics. ACFE Occupational Fraud 2024: A Report to the Nations. 2,110 companies participated in the study. Coverage is subject to underwriting. Examples are for illustrative purposes only. The facts of any situation which may actually arise, and the terms, conditions, exclusions and limitations in any policy in effect at that time, are unique. Thus, no representation is made that any specific insurance coverage applies to the above scenarios. Coverage description is summarized. Refer to the actual policy for a full description of applicable terms, conditions, limits and exclusions. The information presented in this publication is intended to provide guidance and is not intended as a legal interpretation of any federal, state or local laws, rules or regulations applicable to your business. The loss prevention information provided is intended only to assist policyholders in the management of potential loss producing conditions involving their premises and/or operations based on generally accepted safe practices. In providing such information, Great American does not warrant that all potential hazards or conditions have been evaluated or can be controlled. It is not intended as an offer to write insurance for such conditions or exposures. The liability of Great American Insurance Company and its affiliated insurers is limited to the terms, limits and conditions of the insurance policies underwritten by any of them. In the U.S.: Policies are underwritten by Great American Insurance Company and Great American Security Insurance Company, authorized insurers in all 50 states and the DC, 301 E. Fourth St., Cincinnati, OH 45202. In Canada: Policies are underwritten by Great American Insurance Company – Canadian Branch, a foreign insurer authorized to insure risks in all Canadian Provinces and Territories. The Chief Agency of the Canadian Branch of Great American Insurance Company is located at Suite 3200, Bay Adelaide Centre – North Tower, 40 Temperance St., Toronto, Ontario, M5H 0B4 Canada. All insurance products are subject to the limitations and conditions in the applicable policy or certificate of insurance in force at the time of purchase or enrolment and applicable legislation. Great American Insurance Company is not responsible for any non-compliance with the applicable Insurance Act in your province or territory and any applicable marketing guidelines issued by a regulatory authority with jurisdiction. © 2026 Great American Insurance Company. All rights reserved. 5948-FIC (02/26)