

## 24 Common Procurement Fraud Schemes

	Scheme	Procurement Official/Insider and Contractor	Contractor and Contractor	None	Corrupt Aspect
1	Bribe	X			Selection
2	Gratuity	X			Selection
3	Kickback	X			Selection
4	Split Purchases	X			Selection
5	Leaking of Acquisition Data	X			Selection
6	Change Order Abuse	X			Selection
7	Bid Manipulation	X			Selection
8	Rigged Specification	X			Requirements
9	Unjustified Sole Source	X			Selection
10	Unnecessary Purchases	X			Requirements
11	Purchases for Personal/Resale			X	Selection
12	Conflict of Interest			X	Selection
13	Phantom Vendor			X	Selection
14	Market Sharing		X		Selection
15	Complementary Bidding		X		Selection
16	Bid Suppression		X		Selection
17	Defective Pricing			X	Cost
18	Cost Accounting			X	Cost
19	False Claims			X	Cost
20	Inflated Claims			X	Cost
21	Multiple Claims			X	Cost
22	Defective Quality			X	Service/Delivery
23	Manipulation of Delivery Times			X	Service/Delivery
24	False Statement /Certification			x	Service/Delivery

*Source: A Proper Procurement Framework as A Tool for National Development- Procurement Forum put on by APEX (Anointed Professionals Exhibiting Excellence) from presentation on Conducting Effective Procurement Investigations by Stephen Grey -Specialist in Forensic and Fraud Auditing*