Maintaining a hotline or reporting mechanism increases the chances of earlier fraud detection and reduces losses. Fraud awareness training encourages tips through reporting mechanisms.

70% of victim organizations had hotlines.

Fraud losses were 2X HIGHER at organizations without hotlines.

With hotlines: $100,000

Without hotlines: $200,000

EFFECT OF EMPLOYEE AND MANAGER FRAUD AWARENESS TRAINING ON HOTLINES AND REPORTING

Training increases the likelihood of detection by tip.

45% of cases detected by tip with training.

37% of cases detected by tip without training.

Reports of fraud are more likely to be submitted through hotlines with training.

With training: 58%

Without training: 42%

Percent of tips made through hotline.

Organizations with hotlines detect frauds more quickly.

With hotline: 12 months

Without hotline: 18 months

Organizations with hotlines are more likely to detect fraud by tip.

With hotlines: 47%

Without hotlines: 31%

Percent of cases detected by tip.
Organizations without hotlines are 3.5x more likely to discover fraud through an external audit and nearly 2x more likely by accident.

**Large Organizations** are especially likely to detect occupational fraud by tip:
- <100 employees: 33% cases detected by tip
- 100+ employees: 44% cases detected by tip

Since 2012, the percent of tips made through hotlines has increased dramatically:
- 2012: 42%
- 2022: 58%

**HOTLINE IMPLEMENTATION AND TIP DETECTION RATES BY REGION**

- **United States and Canada**: 63% hotline implementation, 32% cases detected by tip
- **Western Europe**: 68% hotline implementation, 41% cases detected by tip
- **Eastern Europe and Western/Central Asia**: 75% hotline implementation, 36% cases detected by tip
- **Southern Asia**: 72% hotline implementation, 51% cases detected by tip
- **Asia-Pacific**: 80% hotline implementation, 58% cases detected by tip
- **Middle East and North Africa**: 68% hotline implementation, 41% cases detected by tip
- **Sub-Saharan Africa**: 76% hotline implementation, 48% cases detected by tip
- **Latin America and the Caribbean**: 67% hotline implementation, 41% cases detected by tip