Fraud Prevention Plan

Account # ___________
Name: ______________
Date: ______________
Year: ______________

FRAUD PREVENTION PLAN §205.201

Key components of an organic fraud prevention plan:

- **Supply chain identification:** A detailed inventory of all suppliers identifying the organic status of each entity.
- **Organic control points (OCPs):** Identification of the most vulnerable points in the supply chain where fraud is most likely to happen.
- **Vulnerability assessment:** A systematic evaluation to find weaknesses where fraud could occur, considering factors like supplier location (imported vs. domestic), economic pressures, and supply chain complexity.
- **Prevention strategies:** Specific measures to address the identified vulnerabilities. This includes verifying the organic status of products received and suppliers, and implementing practices to prevent fraud.
- **Monitoring and verification:** Practices to regularly monitor the effectiveness of the mitigation strategies, often involving audits and tracking documents.
- **Reporting procedure:** A clear process for reporting any suspected instances of organic fraud to the certifying agent and potentially the USDA

Fraud Prevention Plan: Describe practices which eliminate vulnerabilities and minimize risk. If this information is already in your Organic System Plan, describe where and how the following information is provided:

1. **Supply chain identification:** What types of organic products do you bring into your operation? *(Ex: seeds or planting stock, imported ingredients, livestock, feed, bedding, ingredients for organic products, etc.)*

2. **Supply chain identification:** Who supplies organic products to your operation from #1? If you have a supplier list, you can mark "see OIPA". *(Ex: certified organic or nonorganic seed vendors, feed mills, farmers, importers, distributors, etc.)*

3. **Organic control points (OCPs):** What are the organic critical control points in the supply chain where organic fraud or loss of organic status are most likely to occur? *(Ex: Supplier or product organic status changes, organic product shortages, transportation, etc.)*

4. **Vulnerability assessment:** How do you identify weaknesses or vulnerabilities in your operation and your supply chain where loss of organic status or organic fraud might occur? *(Ex: Describe your supplier vetting process, employee training on organic control points, awareness of economic pressures and supply chain complexity)*

5. **Prevention strategies:** How do you verify the organic status of any organic product you acquire or use?

6. **Prevention strategies:** How do you verify that your suppliers maintain organic integrity of the products you source? *(Ex: Order direct from certified organic suppliers, verify records that show uncertified transporters or exempt operations are maintaining organic integrity in the supply chain)*

7. **Monitoring and verification:** How do you ensure your Fraud Prevention Plan is effective? *(Ex: Internal audits, employee training, review certificate tracking methods, supplier contract review)*

8. **Reporting procedure:** What is your process for reporting suspected organic fraud to MOSA and the NOP?

9. **COMPLETE:** Is your Fraud Prevention Plan complete?
○ **Yes** ○ **No**