ABSTRACT

EFFECT OF INTERNAL AUDIT OF FRAUD PREVENTION AND DETECTION

(Study On The Use Of Grant Madrasah Se-Lampung Program Aepi)

By

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Internal Audit plays an important role in monitoring activities to ensure that the anti-fraud programs and controls are effective. Internal audit activity can prevent and detect fraud. This study aimed to determine the effect of internal audit to the prevention and detection of fraud grants madrassas as Lampung on AEPI program.

The research method the author used in this study is an empirical study of internal audit to the prevention and detection of fraud in the use of grant funds Madrasah as Lampung the number of respondents is 14 respondents. The research method used in this research is the author of an empirical study method, namely the study of empirical facts gained by observation and experience. The hypothesis used is descriptive and associative hypotheses, because there are variables to be explored relationship and aim to then presented in a structured overview, factual, and accurate information on the facts and the relationship between the variables studied. Measurement tool in this study using SmartPLS 2.0.

The authors found that the internal audit has no effect on the prevention of fraud so that the first hypothesis in this study was rejected or not accepted. And if the results of the data showed that the internal audit SmartPLS positive effect on the detection of fraud. This suggests that the second hypothesis is accepted.

Keywords: internal audit, fraud prevention, fraud detection