

\$30M Fraud Hidden in 25,000 Checks. Found in Days.

THE MISSION

J.S. Held is a global consulting firm providing investigative, technical, scientific, and financial advisory services. Their forensic team was engaged to recalculate accounts receivables for a healthcare staffing agency after suspicious irregularities were identified following an acquisition.

THE CHALLENGE

Uncovering a \$30M Lapping Scheme in 25,000 Checks

To recalculate the accounts receivables balance for a healthcare staffing agency after invoices and payments failed to match up — quickly enough to support an insurance claim decision.



Massive Check Volume

Over 25,000 check images representing five years of accounts receivables needed to be reviewed — including those with poor image quality.



Lapping Complexity

Lapping made check analysis critical and practically impossible to perform manually at this volume.



Tight Deadline

The team needed to meet a firm deadline to help the client make an informed insurance claim decision.



Improperly Maintained Ledger

The general ledger had not been properly maintained, adding further complexity to the reconciliation effort.

SOLUTION

Valid8 Exposes the Hidden Scheme

Valid8 extracted and reconciled all 25,000+ checks in days — exposing the full \$30M lapping scheme.

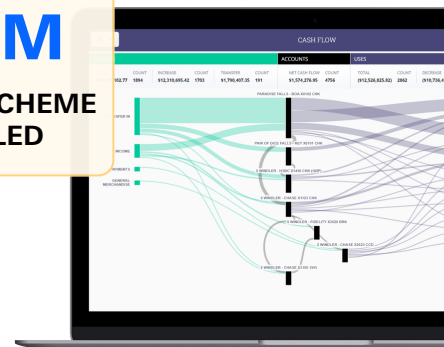
- ✓ **Full Check Analysis at Scale:** Full payor details for over 25,000 checks — including those with poor image quality — were ready for analysis in just a few days.
- ✓ **Automated Check-to-Bank Matching:** Checks were automatically matched to bank transactions, with missing or incomplete data flagged — directly accelerating the analysis.
- ✓ **Rapid Lapping Identification:** The lapping scheme was revealed to be material, with over \$30 million in potential misapplied payments identified.

RESULTS

\$30M Scheme Quantified. Insurance Deadline Met.

J.S. Held met its deadline and delivered the analysis in "a couple of days versus weeks or even a month" — enabling its client to make an informed insurance claim decision with full confidence in the data.

25,000+ CHECKS

\$30M**LAPPING SCHEME
REVEALED**

Performance Wins

Checks Processed

25K+

Full payor details
revealed
for all check images

Scheme Quantified

\$30M

Misapplied payments
identified

Records Reviewed

5 Years

Covering the full
accounts
receivables history

Turnaround

Days

vs. weeks or months
of manual analysis

"There was a lot of pressure to get accurate calculations out the door quickly. Valid8 was critical in our ability to get to those numbers."

Ken Feinstein, CFE, Managing Director, J.S. Held

WRAP UP

Lapping at Scale Has Nowhere to Hide

When lapping schemes span years and tens of thousands of transactions, manual review is practically impossible. Valid8 compressed weeks of work into days — delivering defensible findings under a tight deadline.