

ABSTRACT

Fraud deterrence is an effort to identify and eliminate the causes of fraudulent actions through internal controls, building an integrity-based work ethic, and reducing the motivation and opportunity for potential fraud perpetrators to emerge.

Sentra Wyata Guna Bandung is one of the Technical Implementation Units (UPT) of the Indonesian Ministry of Social Affairs located in Bandung City, West Java Province, responsible for implementing social rehabilitation assistance. The efforts made by Sentra Wyata Guna Bandung are carried out through a risk register for the social protection program, the establishment of an Integrity Zone, and the application of information technology to document and monitor employee performance. However, based on the Report on the Results of the Examination of the Internal Control System and Compliance with Central Government Regulations in 2023, there are still several findings at the Ministry of Social Affairs.

This research aims to identify the components of the fraud hexagon that contribute to fraud deterrence implemented at Sentra Wyata Guna Bandung, thereby strengthening the governance and policies in place to minimize the occurrence of fraud.

Data were collected through the distribution of questionnaires to 82 employees of Sentra Wyata Guna Bandung. The statements in the questionnaire were measured using a Likert scale. Respondent data were processed using descriptive statistical analysis to explain the characteristics of the respondents, principal component analysis to reduce data dimensions, and multiple linear regression to determine the influence of each component of the fraud hexagon. The research results show that simultaneously, all components of the fraud hexagon have an influence on fraud prevention at Sentra Wyata Guna Bandung. Partially, the rationalization and opportunity variables have a positive and significant influence, the ego variable has a positive but insignificant influence, and the pressure, capability, and collusion variables have a negative but insignificant influence.

Keyword: *Fraud Deterrence, Fraud Hexagon, Pressure, Rationalization, Opportunity, Arogance, Capability, Collusio*