

Appendix 2

Risk Based Verification Business High Level details

	High Risk	Medium Risk	Low Risk
Indicative Risk Distribution	20%	25%	55%
New Claims			
Current annual estimate	6500		
Estimated cost per claim of verification	£25		
Total cost of Verification	£162,500		
Cost of Verification with RBV	£94,900		
Annual Saving	£67,600		
Cost of RBV = £12,000 Annual saving = £55,600			