



FRAUD

Blueacorn founder convicted of PPP fraud conspiracy

By [Catherine Leffert](#)

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3 Min Read



One of the founders of Blueacorn — a fintech developed during the heyday of the pandemic-era Paycheck Protection Program — was found guilty by a federal jury of conspiring to fraudulently obtain tens of millions of dollars from the initiative.

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- What was Kabbage's role in PPP fraud allegations? →
- What are the implications of extended timelines for PPP fraud investigations? →

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Catherine Leffert

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Catherine Leffert covers all things banking, including credit scandals, mergers and acquisitions, compliance blunders and the wonkiest accounting... [Read full bio](#)

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9/11 inspired counterterrorism. Now we have counter-fraud.

Less than half the information banks share under the program relates to money laundering or terrorist financing, by Fincen's own count. Most is fraud.

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BMO payments partner to pay \$12M for serving shell companies

A consulting firm working for BMO Harris flagged the processor's chargeback problem in 2015. The FTC says the shell accounts kept coming through 2023.

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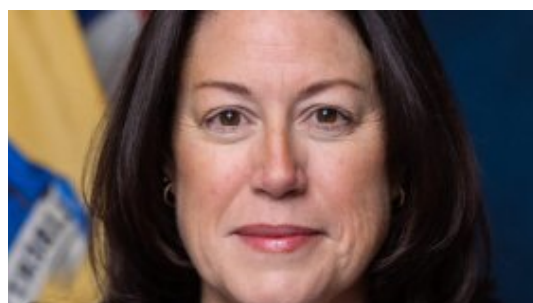
The agency says the subprime auto lender pledged the same car loans to several lenders and bond deals at once, leaving investors owed about \$945 million.

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Subprime auto lender agrees to \$710M settlement with states

Credit Acceptance Corp. has agreed to provide \$710 million in restitution and debt relief to resolve allegations of predatory lending by 41 state attorneys general.



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The checks were drawn on accounts at JPMorganChase, Citibank, BMO, Stellar Bank and Amegy Bank. The largest single check ran just over \$1.5 million.

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