



CYBER LIABILITY

PHLY'S NEW CYBER SECURITY LIABILITY ENDORSEMENT

Cyber Security Liability Endorsement Offering

Given our expertise in underwriting Commercial Package policies, we recently developed a cyber endorsement with beneficial features

- A flexible endorsement offering both first and third party coverages for numerous classes of business
- Can be added to most PHLY package policies with General Liability coverage
- Superior financial strength from A.M. Best (A++ XV) and Standard & Poor's (A+)

Available Coverages:

Security Event Costs

First party expenses, including legal fees, computer forensics, customer notification, regulatory fines/penalties, and public relations

Network Security and Privacy Liability Coverage

Legal Liability for a security breach or privacy breach resulting from alleged violations of HIPAA and other privacy protection laws/regulations (state, federal, or foreign).

Employee Privacy Liability

Legal Liability for a security breach or privacy breach of employees' Personally Identifiable Information (PII) or Protected Health Information (PHI).



Financial Threats to Your Institution:

- Costs to investigate a breach and comply with statutory notification requirements – in 2015, the average cost was \$217 per lost or stolen record*
- Regulatory proceedings (including fines and penalties) as a result of a privacy breach. This includes HIPAA violations
- Lawsuits from employees, volunteers, clients, customers, and/or other groups of affected individuals alleging damages as a result of a privacy breach
- Liability for the transmission of malicious code to an outside party

*According to the 2015 Cost of Data Breach Study: United States, Ponemon Institute, May 2015

RECEIVE A QUOTE TODAY BY COMPLETING A THREE QUESTION APPLICATION CURRENTLY ATTACHED TO ALL NEW AND RENEWAL PHLY SUPPLEMENTAL APPLICATIONS.

Claim Scenarios

Unauthorized Access

An international computer hacking group gained access electronically to the computerized database of a foundation and stole credit card information of 5,000 donors, starting a flood of fraudulent purchases around the world.

Human Error

An employee of a private high school mistakenly distributed via e-mail the names, social security numbers, birthdates, and medical information of students and faculty creating a privacy breach. Overall, 1,250 individuals' personal information was compromised.

Theft of Digital Assets

Client information was on a case manager's laptop that was stolen from her office. Files on the laptop contained patient names, social security numbers, dates of birth, addresses, phone numbers, medical condition information, and case information.

Privacy Breach

A soccer league treasurer improperly disposed of participants' records and compromised personal information and personal health information of all of the league's participants. The parents of those affected joined a class action suit against the league.

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