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KLCIS

Cyber Liability Coverage

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History of KLCIS Cyber Liability Coverage

- In 2012 KLCIS partnered with Markel Insurance Company to provide \$250,000 cyber liability coverage for all members of KLCIS that purchased general liability or public officials liability coverage.
- In 2014 the cyber liability limits were increased to \$1,000,000
- In 2017 additional layers of cyber coverage were added to the program and higher limits are available for purchase



Cyber Liability – Coverages and Examples

- Data Breach & Privacy Liability - KLCIS will pay defense costs and settlement costs for the liability arising out of failure to properly care for private data –Hacker gets into computer system and gets credit/debit card information; laptop is stolen or lost and contains private data
- Remediation – Breach Mitigation Expense - KLCIS will pay the costs following a data breach, including any investigations, public relations, customer notification and credit monitoring



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Cyber Liability – Coverages and Examples

- Regulatory Fines and/or Penalties - KLCIS will pay the costs to investigate, defend and settle fines and penalties that may be assessed by an authority
- PCI (credit card) fines – KLCIS will pay the PCI fines and penalties including forensic services and card reissuance costs



Cyber Liability – Coverages and Examples

- Data Breach Loss to the Named Insured – KLCIS will pay the KLCIS policyholder forensic expenses, extra expenses, and in some cases extortion demands as a result of a data breach loss
 - This also includes the loss of money, securities, bonds or similar financial instruments that are the result of access to the system which results in fraudulent or deceptive transfers of money or introduction of destructive codes



Cyber Liability – Coverages and Examples

- Electronic Media Liability – KLCIS will pay on your behalf claims for damage caused by libel, slander, or defamation, invasion or infringement of the right of privacy, plagiarism, piracy, or infliction of emotional distress which may arise from the contents of your website or intranet



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Cyber Liability – Coverages and Examples

- Business Interruption Reimbursement Coverage – KLCIS will reimburse the policyholder for actual loss of business income that you may experience as a result of a data breach



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KLCIS – Cyber Liability

Thank you!

Questions?

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