



# Cyber Coverage 360<sup>®</sup> Helps Local Governments Respond to Cyber Exposures

TRIDENT PUBLIC RISK SOLUTIONS REMAINS COMMITTED TO PROVIDING SECURITY COVERAGE FOR TODAY'S PUBLIC ENTITIES.

Cyber Coverage 360<sup>®</sup> is an insurance solution provided by Trident that is designed to help local governments respond to cyber exposure incidents such as computer attacks and cyber extortion.

## The Threat of Cyberattacks Continues to Grow

There are a rising number of cyberattacks targeting cities, towns, counties and other local agencies. These attacks involve receiving and storing sensitive information – emergency management details, tax payments, employee payroll and service schedules. And when that information is compromised, it can bring services to a halt.

## Claims Examples



**Who: county law enforcement agency**

**What:** A cybercriminal who hacked into a sheriff's department data system held sensitive information for ransom until certain demands were met. The hacker extorted funds from the county by locking up sensitive data with ransomware nationally known as CryptoWall, which encrypts files on a compromised computer.

**Cost:** \$1,000 ransom plus \$3,000 for system restoration



**Who: city's financial and public safety operations**

**What:** A phishing scheme – a weaponized document spread via email – resulted in the finance department being unable to execute external banking transactions. Additionally, 185 surveillance cameras were impacted, and the police department could not access its databases.

**Cost:** \$185,000 for the initial emergency response plus between \$800,000 and \$900,000 to fully remediate the damage

## Coverage for Computer Attacks

**Cyber Coverage 360<sup>®</sup> is a first-party coverage that's triggered when an insured discovers an attack on an owned or leased computer.**

A computer attack may be:

- A hacking event or other instance of someone illegally gaining access.
- An attack by a virus or other malware.
- A denial-of-service attack.

Discovery of the attack must occur during the policy period. Coverage does not apply to breaches that occur prior to the first inception of the coverage.

Coverage for computer attacks includes:

- Data restoration costs – coverage for the cost of a professional firm hired by the insured to replace lost or corrupted data from electronic sources.
- System restoration costs – coverage for the cost of a professional firm hired by the insured to restore its computer system by replacing or reinstalling software, removing malicious code, and correcting the configuration of the insured's computer system.

## Coverage for Cyber Extortion

Coverage for cyber extortion incidents includes the cost of hiring a professional firm – i.e., coverage for a firm hired by the insured to investigate and negotiate a cyber extortion threat, which is deemed a credible threat, or series of threats to launch a potential denial-of-service attack.



## Other Coverage Highlights



### Network Security Liability

- Coverage includes the costs of defense provided within coverage limits, settlement and judgment.
- This third-party coverage is triggered by the insured's receipt of notice of a network security liability suit. The network security liability suit can be a civil action, an alternative dispute resolution proceeding or a written demand for money involving:
  - A breach of third-party business data.
  - An unintended propagation of malware.
  - A denial-of-service attack in which the insured unintentionally participated.
- There need not be a covered loss under the first-party computer attack and cyber extortion coverage in order for there to be a loss under the third-party network security liability coverage.



### Electronic Media Liability

- Coverage includes defense and settlement costs in the event that a third-party claimant sues the insured alleging the insured's electronic communications resulted in defamation, violation of a person's right of privacy, interference with a person's right of publicity, or infringement of copyright or trademark.
- Receipt of notice of the suit must occur during the policy period, and the suit must arise from an event that occurs after the first inception of the coverage.
- The third-party coverage can be offered separately from the first-party coverage.

## Coverage Terms

### Limit and deductible options

- **Computer attack coverage limit options:**
  - \$100,000
  - \$250,000
  - \$500,000
  - \$1 million
- **Cyber extortion coverage limit options:**
  - \$25,000 at \$100,000 limit
  - \$50,000 at \$250,000 limit
  - \$100,000 at \$500,000 limit
  - \$100,000 at \$1 million limit
- **Network security liability limit options, including electronic media liability:**
  - \$100,000 (Electronic media liability is not included in New York.)
  - \$250,000 (Electronic media liability is not included in New York.)
  - \$500,000
  - \$1 million
- **Deductibles**
  - Computer attack, including cyber extortion:
    - \$1,000 at \$100,000 limit
    - \$2,500 at \$250,000 limit
    - \$10,000 at \$500,000 limit
    - \$10,000 at \$1 million limit
  - Network security liability, including electronic media liability:
    - \$1,000 at \$100,000 limit
    - \$2,500 at \$250,000 limit
    - \$10,000 at \$500,000 limit
    - \$10,000 at \$1 million limit

## Gain Access to Valuable Online Resources

Cyber Coverage 360<sup>®</sup> includes access to eRiskHub<sup>®</sup>, an online resource for training, best practices and other risk management tools for cyber exposures.

Contact your Trident representative today for more information about Cyber Coverage 360<sup>®</sup>.

Visit [www.paragoninsgroup.com](http://www.paragoninsgroup.com) to see a staff directory.

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