

*Data security breaches are the fastest growing crime in the world.**

Help protect your community association client with IHG's new coverage enhancement.



A data security breach compromising confidential information occurs every 12 hours.¹ It happens to mega corporations, small businesses and nonprofits. A breach may be due to an unauthorized individual breaking into a computer; employee negligence; a lost or stolen laptop, or an unsecured IT network.

Most states have adopted privacy breach notification laws which require organizations to disclose cyber-attacks to affected parties. Notification costs have been estimated at \$201 per record, in addition to the expense associated with monitoring the credit of those affected.²

Community associations are *not* immune

If your association client:

- Has a website
- Records or tracks confidential unit owner information
- Utilizes social networking media such as Facebook or Twitter
- Conducts credit card or EFT/banking transactions on its website

- Stores sensitive information on laptops or other portable devices like smart phones
- They may be at risk of a potential data security breach.

While the standard insurance available to community associations covers general liability and commercial property exposures, it typically does not provide coverage for cyber-related claims and the expenses related to a security breach.

Introducing the Directors' & Officers' Liability Insurance Cyber Enhancement

The newly expanded Ian H. Graham D&O Policy offers \$50,000 for expenses incurred due to a covered security breach including:

- Notification
- Monitoring
- Computer forensics
- As well as other costs to comply with Security Breach Notification Laws

Cyber Attacks Making Headline News

University of Maryland: Hacked Twice in 4 Weeks, CBS, March 20, 2014

U.S. Tops List of Data Breach Victims, CNBC, May 21, 2014

State of Montana Sends out 1.3 Million Data Breach Notifications, CSO, June 24, 2014

Data Breach Costs Indiana University More than \$80,000, The Washington Times, March, 17, 2014

For rates and availability, please contact Ian H. Graham at

800.621.2324 | info@ihginsurance.com

Administered by:

Underwritten by:



*USMA, "Tips for Buying Cyber Security Insurance," April 4, 2014

¹Gonzales, Silka, 9.5 Information Risk Management Questions to Ask Your Employees, Enterprise Risk Management, February 27, 2014.

²Cost of Data Breach Study: Global Analysis, Ponemon Institute LLC, May 2014.

All descriptions, summaries or highlights of coverage are for general informational purposes only and do not amend, alter or modify the actual terms or conditions of any insurance policy. Coverage is governed only by the terms and conditions of the relevant policy. Coverage may not be available in all states.

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