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# Data Breach Resolution for Insurance Carriers

SESSION ID: LAW-R04A

**Paul E. Paray**

Partner  
Zimmerman Weiser & Paray LLP  
@paulparay



# Agenda

- ◆ Privacy Risk Management
- ◆ Network Security and Privacy Policies
- ◆ Recent Insured Claims

## Negligence Drives Need for Insurance

According to a survey conducted by the Ponemon Institute, IT and compliance professionals believe that 79% of data breach incidents are caused by negligence.\*

\* Survey was based on responses from 768 professionals who actually worked on a breach incident. It revealed that 50% of incidents are caused by employee negligence while 29% are caused by third-party negligence.

# NSAP Insurance Policies – Liability Coverage

- ◆ Network Security and Privacy Liability
- ◆ Statutory Notice Requirements
- ◆ Regulatory Fines and Investigative Expenses
- ◆ PCI-Related Penalties

# NSAP Insurance Policies – First Party Coverage

- ◆ Data Breach Expenses
- ◆ Business Interruption Losses
- ◆ Information Asset Expenses
- ◆ Extortion Threat

## Key Coverage Triggers

- ◆ Coverage for claims based on the failure to protect confidential information obtained by social engineering means
- ◆ Acts of rogue employees and independent contractors
- ◆ Violation of privacy statute, including notice laws
- ◆ Violation of an insured's privacy policy

## Recent Insured Claims

- ◆ Online University
- ◆ Non-Profit Organization
- ◆ Restaurant Chain
- ◆ Insurance Broker
- ◆ Physician Practice Groups
- ◆ Car Dealership

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**Paul E. Paray**

**201-281-5134**

**pep@zwpllp.com**

**www.zwplaw.com**

**@paulparay**