

Cyber Liability Insurance

Standard business insurance policies may provide coverage for certain types of cyber incidents. For instance, if you lose electronic data as a result of a computer virus or hardware failure, your insurance may pay recovery or replacement costs. To extend coverage for a fuller range of cyber liability risks, you will need to purchase a stand-alone cyber liability policy customized for your business. This type of policy can cover several types of risks, including:

- Loss or corruption of data
- Identity theft
- Reputation recovery
- Business interruption
- Cyber extortion

Types of Cyber Insurance Coverage



Social Engineering & Wire Fraud

An employee is tricked into sending money to an imposter or a hacker breaks into your computer system and gains access to your online banking account and requests a funds transfer.
Reimburses money not already recovered.



Network Interruption & Network Security

A computer virus takes down your customer order system. It takes three days before technicians can get it up and running again. The virus was transmitted to several key customer websites, bringing their systems down as well.
Reimburses lost profits and extra expenses incurred while systems are down. Covers lawsuits brought by those customers impacted by the virus transmissions and covers the cost to repair any damage to your data files.



Phishing & Data Breaches

A hacker gains access to an employee's email or breaches the company network.
Cyber Insurance will cover the cost to fix the problem and pay for breach related expenses such as credit monitoring and regulatory penalties.



Media Liability

A customer posted a complaint on your Facebook page. An employee posted a reply accusing the customer of lying.
Covers lawsuits for defamatory and slanderous comments made by your company on its social media accounts.



Ransomware

A hacker encrypted all of your files and won't unlock them until you pay a ransom.
Covers the ransom in excess of the deductible, and any other costs to restore your data and get you up and running again.

Steps to Reduce Cyber Liability Risks

- Installing, maintaining and updating security software and hardware
- Developing, following and publicly posting a data privacy policy
- Regularly backing up data at a secure offsite location
- Contracting an IT security vendor
- Using cloud computing services
- Confirm ACH details in person or by phone

Accounting Advisory

Our goal is to make running the back end of your business look easy, so that you can focus on what matters most. Our experts in business strategy, markets, audit and tax will partner with you to set and exceed your organization's goals.

To view other Quick References, [click here](#).