



State of Idaho

Department of Administration

C.L. "BUTCH" OTTER
Governor

ROBERT L. GEDDES
Director

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January 12, 2017

Dear Director,

Effective December 1, 2016, the Office of Risk Management has established liability insurance to provide financial protection in the event of a cybersecurity incident, including a data breach. The policy provides for \$25 million in coverage, with a \$10,000 agency deductible. Attached is a reference guide to common questions about the policy.

A key component of the insurance coverage is timely reporting of cyber events. To ensure compliance with the contract, the Office of Risk Management and the Office of the Chief Information Officer (OCIO) are aligning the cyber claims reporting process with the cyber incident reporting process described in Idaho Technology Authority policy P4510 and guideline G510. The link that outlines the policy and guidelines can be found here: <https://ita.idaho.gov/resources.html>


Timely and thorough reporting of cyber incidents has many advantages for agencies. It establishes important cybersecurity metrics for assessment and investment and reveals a proactive program to underwriters which can lower premium costs.

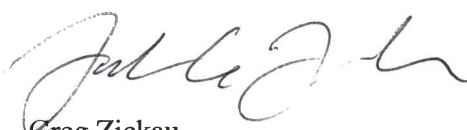
Additionally, cyber incident reporting is now more important than it ever has been. Failure to timely report an incident through the OCIO reporting process could compromise the coverage available to the state. In this circumstance, the agency would be responsible for the entire cost of the loss.

To mitigate any chance of a denied loss we want to provide your agency with the tools and resources needed to timely report all incidents. If your staff would like to receive training or meet to discuss proper reporting protocols please contact Faith Cox to schedule an appointment.

For questions about the cyber liability policy, please contact Faith Cox at 208-332-1871. For questions about the incident reporting process, please contact Lance Wyatt at 208-332-1880.

Sincerely,


Faith Cox
State Risk Manager


Greg Zickau
State Chief Information Officer

Cc: Agency IT Managers
Agency Insurance Coordinators