

INDEPENDENT SCHOOL DISTRICT 271
Bloomington, MN

REQUEST FOR SCHOOL BOARD ACTION

DATE OF BOARD MEETING: June 26, 2017
SUBJECT: Cyber Risk Insurance Policy
ORIGINATING DEPARTMENT: Business Office
APPROVAL OF ADMINISTRATIVE CABINET MEMBER: Rod Zivkovich, Executive Director of Finance and Support Services

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RESOLUTION FOR BOARD TO ADOPT:

RESOLVED, that the School Board of Independent School District 271 approves the purchase of Cyber Risk Insurance with Beazley Breach Response Insurance Company for the period of August 1, 2017, through October 1, 2018. The annual premium is \$23,281.85 and will be prorated the first year to allow for a fourteen month term to fall in line with our annual October 1 general liability insurance package renewal.

RECOMMENDATION OF SUPERINTENDENT:

Approve



DETAILED BACKGROUND:

The Beazley Breach Response (BBR) is an insurance, loss control and risk mitigation service that provides a comprehensive service to notify and protect the customers of policyholders that have suffered a data breach. The BBR Services team focuses on the coordination of the expert forensic, legal, notification and credit monitoring services that clients need to satisfy all legal requirements and maintain customer confidence.

The recommended program provides for \$3,000,000 of liability coverage. This policy will provide coverage for Regulatory Defense, Penalties, Fines, Extortion, Data Protection, Business Interruption and Credit Monitoring for data breach events that are unknown to ISD 271 at the time of policy inception.

Coverage and retention levels are based on consulting advice from District's Insurance agent, Kraus-Anderson Insurance.