

Duh! Every Company That Uses the Cloud Needs Cyberinsurance

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CIO.com reported that “Any organization that stores and maintains customer information or collects online payment information, or uses the cloud, should consider adding cyber insurance to its budget.” The May 4, 2019 article entitled “[What is cyber insurance and why you need it](#)” which included these categories of reimbursable expenses that cyberinsurance may cover:

- **Investigation:** *A forensics investigation is necessary to determine what occurred, how to repair damage and how to prevent the same type of breach from occurring in the future. Investigations may involve the services of a third-party security firm, as well as coordination with law enforcement and the FBI.*
- **Business losses:** *A cyber insurance policy may include similar items that are covered by an errors & omissions policy (errors due to negligence and other reasons), as well as monetary losses experienced by network downtime, business interruption, data loss recovery and costs involved in managing a crisis, which may involve repairing reputation damage.*
- **Privacy and notification:** *This includes required data breach notifications to customers and other affected parties, which are mandated by law in many jurisdictions, and credit monitoring for customers whose information was or may have been breached.*
- **Lawsuits and extortion:** *This includes legal expenses associated with the release of confidential information and intellectual property, legal settlements and regulatory fines. This may also include the costs of cyber extortion, such as from ransomware.*



Article By [Foley & Lardner LLP](#)
[Peter Vogel](#)

[Communications, Media & Internet](#)
[All Federal](#)

Do you think it's time for your company to get cyberinsurance?

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