

# COWBELL CYBER RISK INSURANCE APPLICATION

## PRIME 250

**NOTICE:** This application is for claims-made and reported coverage. With respect to Insuring Agreement C. This policy provides coverage on a claims made and reported basis and apply only to claims first made against the Insured during the policy period or the optimal extension period (if applicable) and reported to the Insurer in accordance with the terms of this policy. Amounts incurred as First Party Expense and First Party Loss under this policy with reduce and may exhaust the limit of liability and are subject to deductibles.

If a policy is issued, this application will attach to and become part of the policy. therefore, it is important that all questions are answered truthfully and accurately.

### 🛡️ General Information

Name of Insured	Village of Long Grove
Web Domain(s):	longgroveil.org
Address:	3110 Old Mc Henry Rd, LG, IL 60047
Industry:	municipality
Revenue (expected over the 12 months):	\$ 3.4M

### 1. Security Assessment - (check appropriate box)

1. Does the organization assign a person responsible for information security?	<input checked="" type="checkbox"/> [Yes]	<input type="checkbox"/> [No]	
2. Does the organization hold mandatory cybersecurity training with all employees at least annually?	<input checked="" type="checkbox"/> [Yes]	<input type="checkbox"/> [No]	
3. Does the organization encrypt all external communications containing sensitive information?	<input type="checkbox"/> [Yes]	<input type="checkbox"/> [No]	NA
4. Does the organization encrypt sensitive information stored on the cloud?	<input type="checkbox"/> [Yes]	<input type="checkbox"/> [No]	NA
5.a. How often does the organization perform backups of business-critical data?	<input type="checkbox"/> [Weekly] <input type="checkbox"/> [Monthly] <input type="checkbox"/> [Quarterly] <input type="checkbox"/> [Every 6 Months] <input type="checkbox"/> [Never]		
<i>If your organization performs backups, please select all that apply</i> Backups are:			
<input type="checkbox"/> [Encrypted]	<input type="checkbox"/> [Tested]	<input checked="" type="checkbox"/> [Separate either offline or in a designated cloud service]	<input type="checkbox"/> [Other]
(Other: Please specify)			

5.b. How often does the organization apply updates to critical IT-systems and applications ("security patching")?  [Weekly]  [Monthly]  [Quarterly]  [Every 6 Months]  [Never]

6. Do you enforce Multi-Factor Authentication (MFA) for all employees, contractors, and partners on the following?  [Yes]  [No]  
*If yes, please select all that apply*  
 [Email]  [Cloud Deployments]  [Mission-Critical Systems]  Remote Access  [Other]  
*(Other: Please specify)*

7. Does the organization have an incident response plan - tested and in-effect - setting forth specific action items and responsibilities for relevant parties in the event of a cyber incident or data breach matter?  [Yes]  [No]

**2. Past Activities - (check appropriate box)**

1. Has the organization filed any claims due to a cyber event in last five years? If yes, attach loss detail herewith.  [Yes]  [No]

2. Has the organization ever been a party to any of the following:  
 a. Civil or criminal action or administrative proceeding alleging violation of any federal, state, local or common law?  [Yes]  [No]  
 b. Is there currently any pending litigation, administrative proceeding or claim against the named applicant, organization and/or any of the prospective insureds?  [Yes]  [No]

3. During the last three years, has the organization suffered loss of business income as a result of unscheduled system downtime?  [Yes]  [No]

4. During the last three years, has the organization suffered a security breach requiring customer or third-party notification according to state or federal regulations?  [Yes]  [No]

**3. Optional: Cyber Crime (applicable only for I.B.5.) - (check appropriate box)**

1. Does the organization verify vendor/supplier bank accounts before adding to their accounts payable systems?  [Yes]  [No]

2. Does the organization authenticate funds transfer requests (e.g. by calling a customer to verify the request at a predetermined phone number)?  [Yes]  [No] NA

3. Does the organization prevent unauthorized employees from initiating wire transfers?  [Yes]  [No]

**4. Optional: System Failure Contingent Business Interruption Loss (applicable only for I.B.4.)**  
 - (check appropriate box)

1. Are all internet-accessible systems (e.g. web-, email-servers) segregated from the organization's trusted network (e.g. within a demilitarized zone (DMZ) or at a third-party service provider)?
2. Do agreements with third-party service providers require levels of security commensurate with the organization's information security standard?

[Yes]  [No]  
 [Yes]  [No]

*See note on final page*

**5. Optional Endorsement: Full System Failure - (check appropriate box)**

1. How often does the organization perform backups of business-critical data?

*Daily*

[Weekly]  
 [Monthly]  
 [Quarterly]  
 [Every 6 Months]  
 [Never]

*If your organization performs backups, please select all that apply*

Backups are:

[Encrypted]  [Tested]  [Separate either offline or in a designated cloud service]  [Other]


*(Other: Please specify)*

2. Are all internet-accessible systems (e.g. web-, email-servers) segregated from the organization's trusted network (e.g. within a demilitarized zone (DMZ) or at a third-party service provider)?
3. Has the organization tested a full failover of the most critical servers?

[Yes]  [No]  
 [Yes]  [No]

**Notice to Applicant - Please Read Carefully**

For the purpose of this Application, the undersigned authorized officer of the organization named in Section I. of this Application declares that, to the best of the organization's knowledge, the statements herein are true, accurate and complete. The insurer is authorized to make any inquiry in connection with this Application. Signing this Application does not bind the insurer to issue, or the applicant to purchase, any insurance policy issued in connection with this Application. The information contained in and submitted with this Application is on file with the insurer. The insurer will have relied upon this Application and its attachments in issuing the Policy. If the information in this Application materially changes prior to the effective date of the Policy, the applicant will promptly notify the insurer, who may modify or withdraw the quotation. The undersigned declares that the individuals and entities proposed for this insurance have been notified that the limit of liability is reduced by amounts incurred as "Defense Expenses" (as defined in the Policy), and such expenses will be subject to the deductible amount. Misrepresentation of any material fact in this Application may be grounds for the rescission of this Policy.

 **Fraud Warnings****General Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison. (Not applicable in AL, AK, AZ, AR, CA, CO, DE, DC, FL, ID, IN, HI, KS, KY, LA, ME, MD, MN, NH, NJ, NM, NY, OH, OK, OR, PA, PR, RI, TN, TX, UT, TN, TX, UT, VA, VT, WA and, WV)

**Alabama Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or who knowingly presents false information in an application for insurance is guilty of a crime and may be subject to restitution, fines, or confinement in prison, or any combination thereof.

**Alaska Fraud Warning**

A person who knowingly and with intent to injure, defraud, or deceive an insurance company files a claim containing false, incomplete, or misleading information may be prosecuted under state law.

**Arizona Fraud Warning**

For your protection Arizona law requires the following statement to appear on this form: Any person who knowingly presents a false or fraudulent claim for payment of a loss is subject to criminal and civil penalties.

**Arkansas Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

**California Fraud Warning**

For your protection, California law requires the following to appear on this form: Any person who knowingly presents a false or fraudulent claim for the payment of a loss is guilty of a crime and may be subject to fines and confinement in state prison.

**Colorado Fraud Warning**

It is unlawful to knowingly provide false, incomplete, or misleading facts or information to an insurance company for the purpose of defrauding or attempting to defraud the company. Penalties may include imprisonment, fines, denial of insurance, and civil damages. Any insurance company or agent of an insurance company who knowingly provides false, incomplete, or misleading facts or information to a policyholder or claimant for the purpose of defrauding or attempting to defraud the policyholder or claimant with regard to a settlement or award payable from insurance proceeds shall be reported to the Colorado Division of Insurance within the Department of Regulatory Agencies.

**Delaware Fraud Warning**

Any person who knowingly, and with intent to injure, defraud or deceive any insurer, files a statement of claim containing any false, incomplete or misleading information is guilty of a felony.

**District Of Columbia Fraud Warning**

WARNING: It is a crime to provide false, or misleading information to an insurer for the purpose of defrauding the insurer or any other person. Penalties include imprisonment and/or fines. In addition, an insurer may deny insurance benefits if false information materially related to a claim was provided by the applicant.

**Florida Fraud Warning**

Any person who, knowingly and with intent to injure, defraud, or deceive an insurer files a statement of claim or an application containing any false, incomplete or misleading information is guilty of a felony of the third degree.

**Idaho Fraud Warning**

Any person who knowingly, and with intent to defraud or deceive any insurance company, files a statement containing any false, incomplete, or misleading information is guilty of a felony.

**Indiana Fraud Warning**

A person who knowingly and with intent to defraud an insurer files a statement of claim containing any false, incomplete, or misleading information commits a felony.

**Hawaii Fraud Warning**

For your protection, Hawaii law requires you to be informed that any person who presents a fraudulent claim for payment of a loss or benefit is guilty of a crime punishable by fines or imprisonment, or both.

**Kansas Fraud Warning**

We will not pay for any loss or damage if you or any other insured in relation to an insurance application, rating, claim or coverage under this policy knowingly and with intent to defraud: 1. Presents, causes to be presented or prepares with the knowledge or belief that it will be presented to or by an insurer, purported insurer, broker or any agent thereof, any written, electronic, electronic impulse, facsimile, magnetic, oral, or telephonic communication or statement as part of, or in support of, an application for the issuance of, or the rating of an insurance policy for personal or commercial insurance, or a claim for payment or other benefit pursuant to an insurance policy for commercial or personal insurance which such person knows to contain materially false information concerning any material fact; or 2. Conceals information concerning any material fact for the purpose of misleading.

**Kentucky Fraud Warning**

Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance containing any materially false information or conceals, for the purpose of misleading, information concerning any fact material thereto, commits a fraudulent insurance act, which is a crime.

**Louisiana Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

**Maine Fraud Warning**

It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties may include imprisonment, fines, or a denial of insurance benefits.

**Maryland Fraud Warning**

Any person who knowingly and willfully presents a false or fraudulent claim for payment of a loss or benefit or who knowingly and willfully presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

**Minnesota Fraud Warning**

A person who files a claim with intent to defraud, or helps commit a fraud against an insurer, is guilty of a crime.

**New Hampshire Fraud Warning**

Any person who, with a purpose to injure, defraud or deceive any insurance company, files a statement of claim containing any false, incomplete or misleading information is subject to prosecution and punishment for insurance fraud, as provided in RSA 638:20.

**New Jersey Fraud Warning**

Any person who includes false or misleading information on an application for an insurance policy is subject to criminal and civil penalties.

**New Mexico Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to civil fines and criminal penalties.

**New York Fraud Warning**

Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information, or conceals for the purpose of misleading, information concerning any fact material thereto, commits a fraudulent insurance act, which is a crime, and shall also be subject to a civil penalty not to exceed five thousand dollars and the stated value of the claim for each such violation.

**Ohio Fraud Warning**

Any person who, with intent to defraud or knowing that he is facilitating a fraud against an insurer, submits an application or files a claim containing a false or deceptive statement is guilty of insurance fraud.

**Oklahoma Fraud Warning**

**WARNING:** Any person who knowingly, and with intent to injure, defraud or deceive any insurer, makes any claim for the proceeds of an insurance policy containing any false, incomplete or misleading information is guilty of a felony.

**Oregon Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents materially false information in an application for insurance may be guilty of a crime and may be subject to fines and confinement in prison. In order for us to deny a claim on the basis of misstatements, misrepresentations, omissions or concealments on your part, we must show that: A. The misinformation is material to the content of the policy; B. We relied upon the misinformation; and C. The information was either: 1. Material to the risk assumed by us; or 2. Provided fraudulently.

For remedies other than the denial of a claim, misstatements, misrepresentations, omissions or concealments on your part must either be fraudulent or material to our interests. Misstatements, misrepresentations, omissions or concealments on your part are not fraudulent unless they are made with the intent to knowingly defraud.

**Pennsylvania Fraud Warning**

Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information, or conceals for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act, which is a crime and subjects such person to criminal and civil penalties.

**Puerto Rico Fraud Warning**

Any person who knowingly and with the intention of defrauding presents false information in an insurance application, or presents, helps, or causes the presentation of fraudulent claim for the payment of a loss or any other benefit, or presents more than one claim for the same damage or loss, shall incur a felony and, upon conviction, shall be sanctioned for each violation with the penalty of a fine not less than five thousand dollars (\$5,000) and not more than ten thousand dollars (\$10,000), or a fixed term of imprisonment for three (3) years, or both penalties. Should aggravating circumstances be present, the penalty thus established may be increased to a maximum of five (5) years, if extenuating circumstances are present, it may be reduced to a minimum of two (2) years.

**Rhode Island Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.



**Tennessee Fraud Warning**

It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties include imprisonment, fines and denial of insurance benefits.

**Texas Fraud Warning**

Workers Compensation: Any person who knowingly presents a false or fraudulent claim for the payment of a loss is guilty of a crime and may be subject to fines and confinement in state prison.

**Utah Fraud Warning**

Workers Compensation: Any person who knowingly presents false or fraudulent underwriting information, files or causes to be filed a false or fraudulent claim for disability compensation or medical benefits, or submits a false or fraudulent report or billing for health care fees or other professional services is guilty of a crime and may be subject to fines and confinement in state prison.

**Vermont Fraud Warning**

Any person who knowingly presents a false statement in an application for insurance may be guilty of a criminal offense and subject to penalties under state law.

**Virginia Fraud Warning**


It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties include imprisonment, fines and denial of insurance benefits.

**Washington Fraud Warning**

It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties include imprisonment, fines and denial of insurance benefits.

**West Virginia Fraud Warning**

Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

 **Warning**

**ANY PERSON WHO, WITH INTENT TO DEFRAUD OR KNOWING THAT HE/SHE IS FACILITATING A FRAUD AGAINST THE INSURERS, SUBMITS AN APPLICATION OR FILES A CLAIM CONTAINING A FALSE OR DECEPTIVE STATEMENT MAY BE GUILTY OF INSURANCE FRAUD.**

**Signature****Date (MM/DD/YYYY)****Name of Authorized Representative****Title****Insured Name****Email**

4.1. Employee access is segregated on a logon level. i.e., not all employees have access to all systems. Employees only have remote access to the same systems they have access to on-site.