MCIT

# *Cyber Coverage Enhancements*

Effective June 1, 2026

*MINNESOTA COUNTIES INTERGOVERNMENTAL TRUST*

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## *PRESENTED BY:*

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Enhanced Cyber Coverage

## Today's Topics

- Reasons for enhancement
- Key changes
- Options members have
- Risk management recommendations
- Q and A

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Enhanced Cyber Coverage

## Why Change Coverage?

- Previous reinsurance carrier exited
- MCIT leadership and board engaged with brokers

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# Coverage Enhancements

**What Has Changed, What Has Stayed the Same**

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## 2026 CYBER COVERAGE COMPARISON

*Ended May 31 and Started June 1*

### *Key Changes*

- Annual limit increased
- Some sublimits increased
- Increased additional limit option

| | COUNTY MEMBERS | | NONCOUNTY MEMBERS | | |
|---|---|---|---|---|---|
| | Ended May 31, 2026 | Started June 1, 2026 | Ended May 31, 2026 | Started June 1, 2026 | |
| **MCIT PROGRAM LIMIT** | **$10 Million** | **$10 Million** | **$10 Million** | **$10 Million** | Shared by all members |
| **MEMBER LIMIT** | **$500,000** | **$1 Million** | **$250,000** | **$500,000** | Annual aggregate |
| Member Cost | Included in membership | Included in membership | Included in membership | Included in membership | |
| Increased Limit Option | NA | Additional $1 Million* | NA | NA | |
| **TYPES OF CLAIMS & EXPENSES COVERED** | | | | | |
| 1ST PARTY CLAIMS | | | | | |
| Cyber extortion (ransomware) | $50,000 | **$200,000** | $50,000 | **$100,000** | Annual aggregate |
| Forensics | $100,000 | **$200,000** | $50,000 | **$100,000** | Per claim |
| Legal Services (breach coach) | $100,000 | **$200,000** | $50,000 | **$100,000** | Per claim |
| Public Relations | $10,000 | $10,000 | $10,000 | $10,000 | Per claim |
| Misdirected Payment & Computer Fraud | $25,000 | $25,000 | $10,000 | $10,000 | Annual aggregate |
| Regulatory Fines & Penalties | $100,000 | $100,000 | $50,000 | $50,000 | Per claim |
| Payment Card Fines & Penalties | $100,000 | $100,000 | $50,000 | $50,000 | Per claim |
| Electronic Equipment Damage | SHARED $250,000 | $250,000 | SHARED $125,000 | $125,000 | Annual aggregate |
| Electronic Data Restoration | $250,000 | $250,000 | $125,000 | $125,000 | Annual aggregate |
| 3RD PARTY CLAIMS | $500,000 (Shared between 1st and 3rd party claims) | $1 Million (Shared between 1st and 3rd party claims) | $250,000 (Shared between 1st and 3rd party claims) | $500,000 (Shared between 1st and 3rd party claims) | |
| **DEDUCTIBLE** | **$10,000** | **$10,000** | **$5,000** | **$5,000** | Per claim |

*Subject to underwriting requirements and application process

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This chart is a summary of the 2026 MCIT cyber coverage and is meant for general information purposes only. It is not intended to provide legal or coverage advice on a specific situation. All claims are subject to the provisions of the MCIT Coverage Document.

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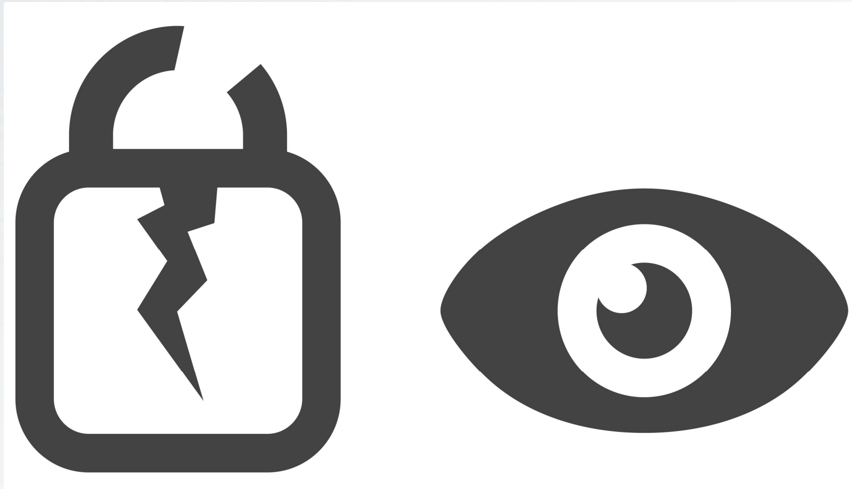
Coverage Enhancements

## Benefit of Increased Annual Limit



*Protection for and from third-party claims*

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Coverage Enhancements

## What Is the Same?

- Deductible
  - $10,000 for counties
  - $5,000 for Noncounties
- Claims handling
- Legal counsel
- Forensics experts

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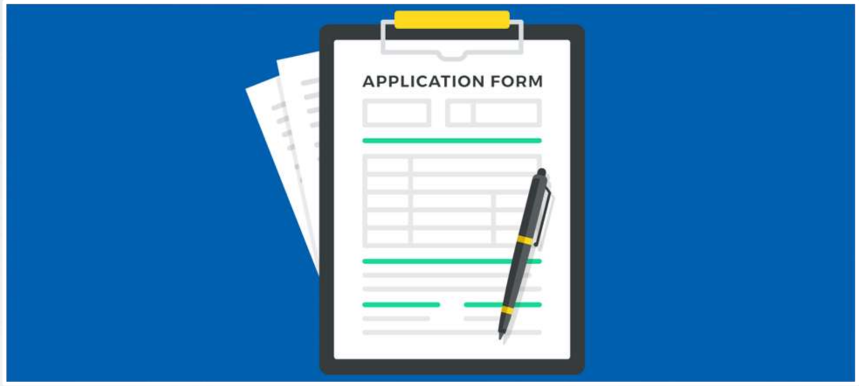
Coverage Enhancements

## Additional $1 Million in Coverage Limit




- Applications are reviewed, evaluated by MCIT's coverage partner
- Contact MCIT Underwriting to initiate the process
- Underwriting@mcit.org

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Coverage Enhancements

## Purchased Coverage Outside of MCIT


- Purchased coverage is primary
- MCIT coverage is secondary

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# Risk Management

Fundamentals for Cybersecurity

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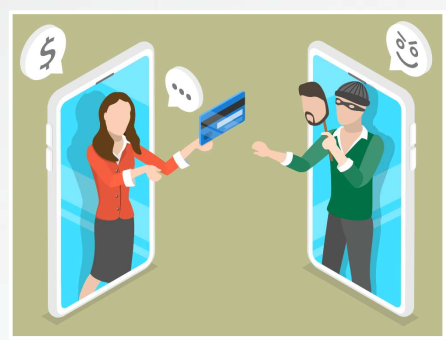
Risk Management Recommendations

## Employee Education



- Phishing
- Misdirected payment

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*Risk Management Recommendations*

## *Endpoint Detection and Response (EDR)*

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*Risk Management Recommendations*

## *Email Filtering*

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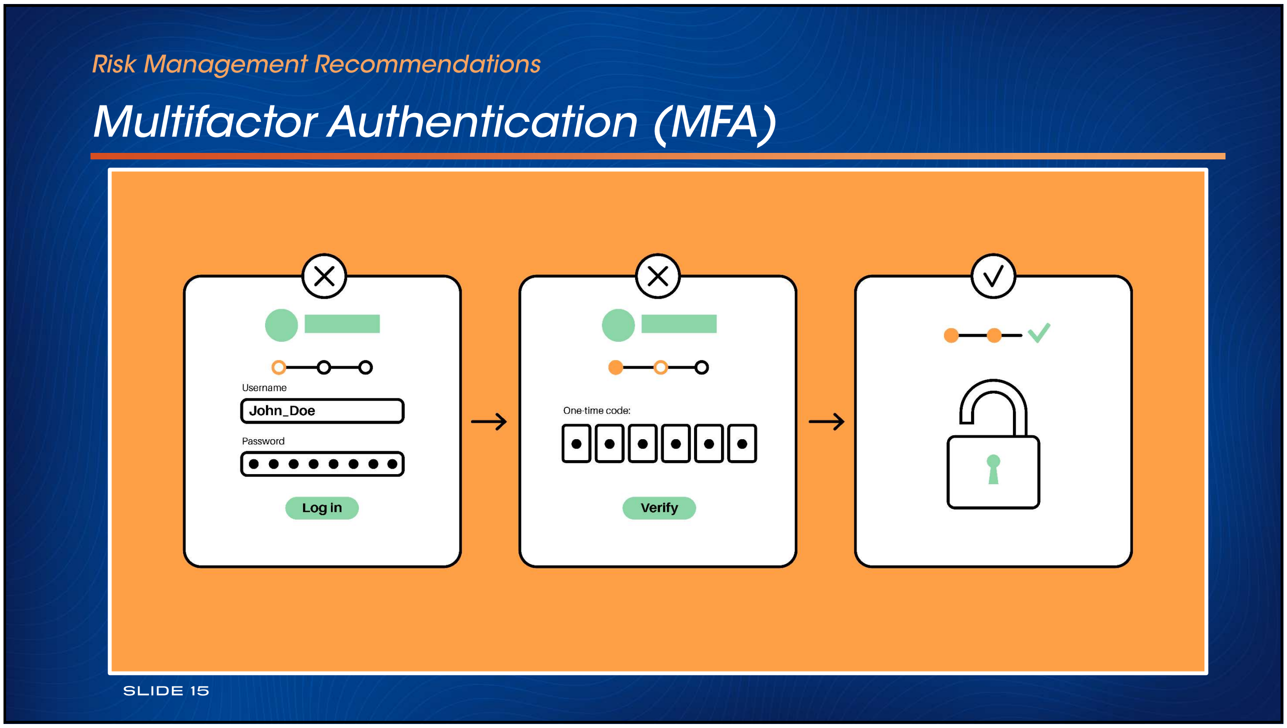
Risk Management Recommendations
Multifactor Authentication (MFA)
Username
John_Doe
Password
Log in
One-time code:
Verify
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Risk Management Recommendations
Segregated Backups
RECOVERY
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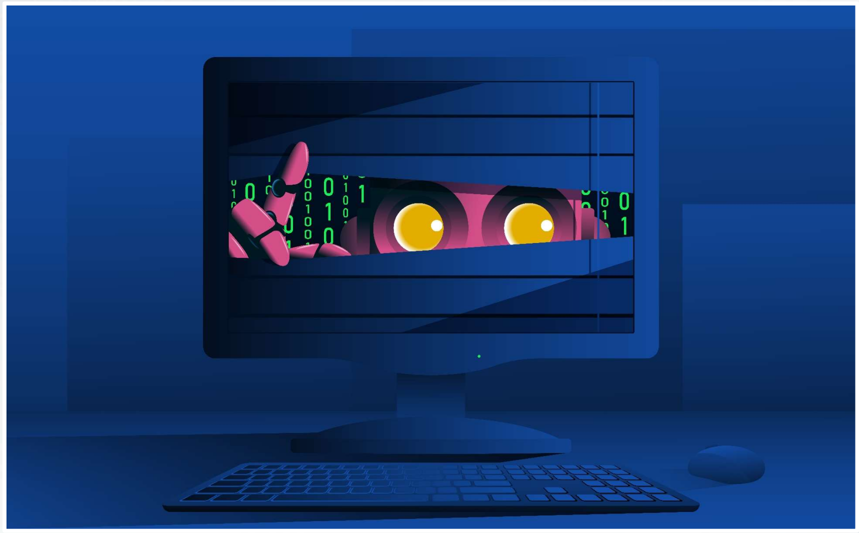
*Risk Management Recommendations*

## *AI Concerns*



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# *Discussion*

ASK QUESTIONS, SHARE EXPERIENCES

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# Thank you!

*CONTACT MCIT*

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