



May 19, 2022

Courtney Whited
Lincolnwood School District #74
6950 E. Prairie
Lincolnwood, IL 60712

**Re: INSURED: Lincolnwood School District #74
Cyber Liability
BCS Insurance Company, Policy #Redacted
Policy Effective: 7/1/2021 to 7/1/2022**

OFFER TO PURCHASE EXTENDED REPORTING PERIOD ("ERP")

Dear Courtney:

The Cyber Liability insurance policy captioned above placed through Risk Program Administrators will expire effective July 01, 2022. As you heard at the CLIC Renewal meeting, the Cooperative is changing insuring partners on the above captioned Cyber Liability insurance policy. The ensuing letter outlines the claims-made coverage that Cyber Liability entails, and the option to purchase an extended reporting period on your expiring policy. The most important takeaway is any potential Cyber incidents be reported by July 1st 2022, so the proper insurer is notified prior to the coverage expiring. The renewal Cyber coverage CLIC has in place July 1st 2022, with the new Cyber insuring partner, includes coverage for unknown prior acts; therefore, reporting of any potential known breaches to the current insurer is a must.

The expiring policy provides coverage on a claims-made basis. Subject to the Retroactive and/or Pending & Prior dates, it provides coverage for claims made and reported to the carrier during the policy period or within 60 days after the expiration date. Accordingly, you should report any claims or incidents / occurrences that might give rise to a claim in the future in writing to the carrier prior to the expiration date.

Pursuant to the terms and conditions of the current coverage, there is 12 Month, 24 Month or 36 Month Extended Reporting Period option available. The deadline for purchasing the ERP is 30 days from expiration. If you desire to exercise this option, we must have notification in writing, prior to June 20, 2022. The premiums are as follows:

- 12 Months is 100% of the Annual Policy Premium
- 24 Months is 150% of the Annual Policy Premium
- 36 Months is 200% of the Annual Policy Premium

If we have not received notification from you by the date due, we will assume you do not wish to purchase the ERP and we will close our file on this matter.

Please feel free to call our office if you have any questions regarding this letter or your options under your Extended Reporting Period.

Sincerely,

Your Gallagher CLIC Team