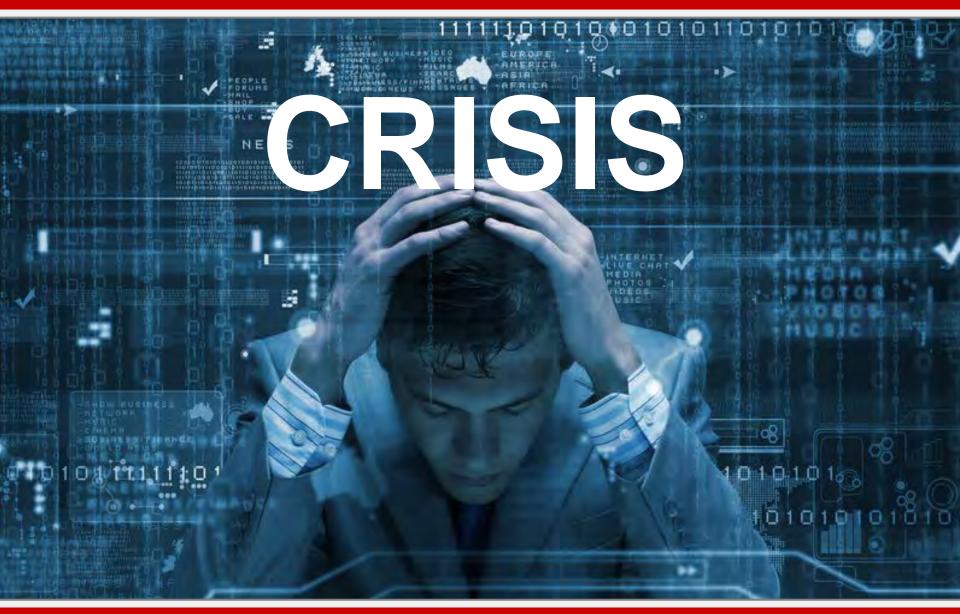


WAKING UP THE C-SUITE TO PRIVACY AND SECURITY RISKS

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EDGE 48



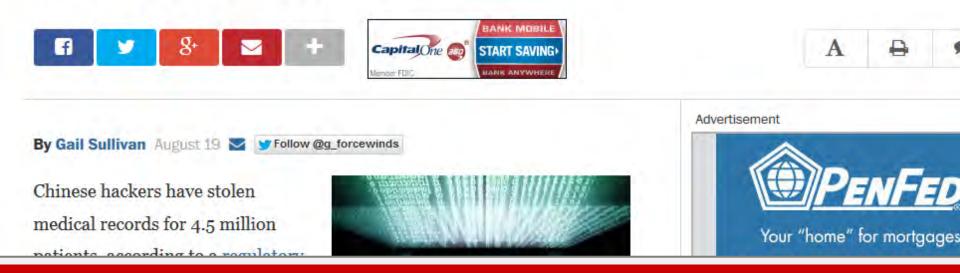
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Morning Mix

Chinese hackers may have stolen your medical records





The number of data breaches keeps rising.

Jan-July 2013 371 Breaches Jan-July 2014 447 Breaches

-Identity Theft Resource Center



Data breaches cost healthcare institutions \$5.6 billion

90% had 1 breach within the past 2 years

38% had more than 5 breaches within the past 2 years



The **C-Suite must understand** the risks, the law, and the importance of compliance.



The workforce must know how to protect PHI.







THE WORKFORCE MUST BE THE C-SUITE MUST CARE **AWARE** MINTH



DATA PROTECTION MUST BE FELT IN THE BONES OF AN ORGANIZATION



WAKING UP THE C-SUITE

The C-Suite doesn't fully appreciate the risks



Needs a better understanding of the law



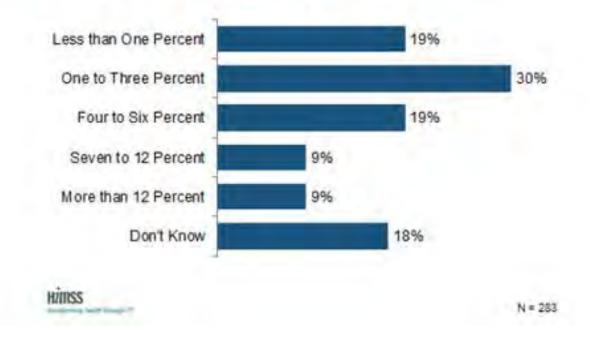
Some troubling facts...

 Only 32% of IT practitioners believe companies are "vigilant in protecting regulated data on mobile devices."

- **1/3** of IT security teams never speak to company executives about data security.
- Just 52% of healthcare organizations have a full-time resource for security.



Percent of IT Budget Dedicated to Information Security



















Privacy and security risks are costly!

Target's profit dropped from **\$961 million to \$520 million** in the same quarter after the breach. Target could faces fines of between **\$400 million** to **\$1.1 billion**.







Lawsuits keep coming – Settlements can be substantial.

Settlement rates hover around 50%.

Average settlement is \$2,500 per plaintiff.







HIPAA



For a long time, HIPAA enforcement seemed to lack teeth.

HIPAA enforcement post-HITECH



problems contracting with covered entities and other business associates







Fines can be up to \$1.5 million per provision of HIPAA violated.

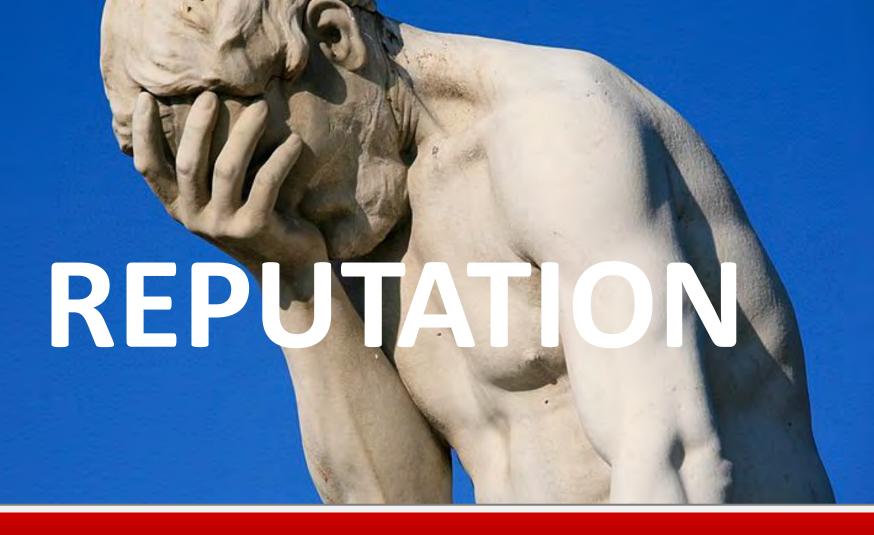






Incidents take time and attention.





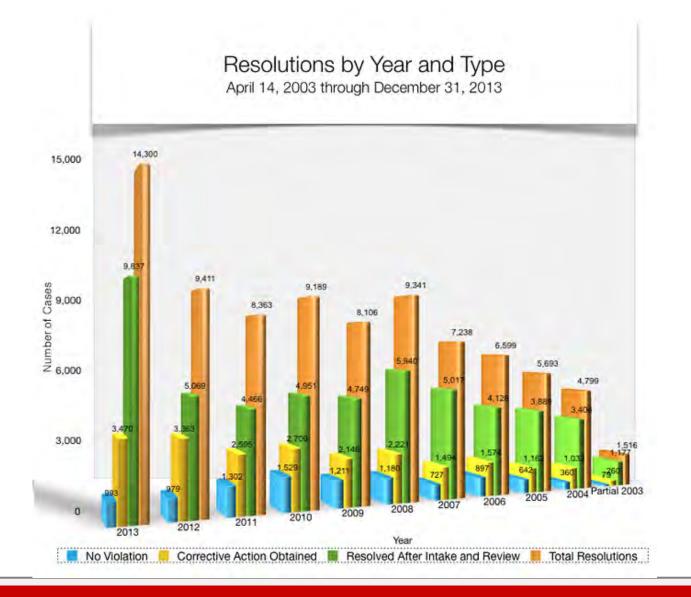




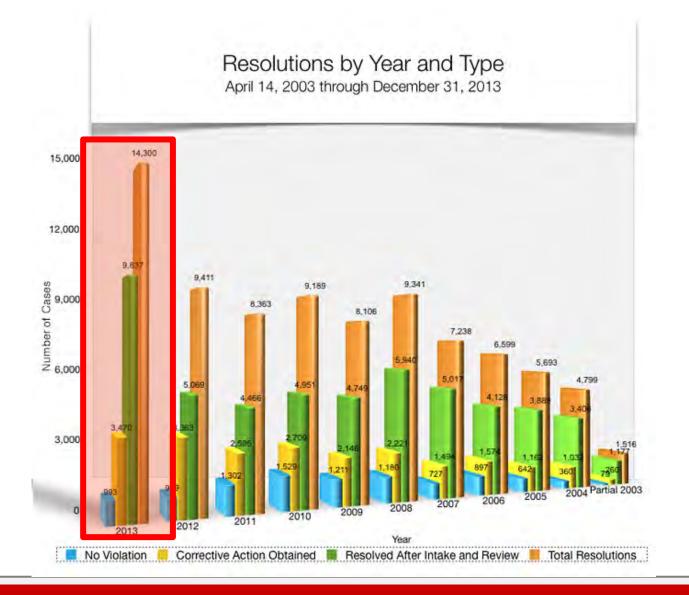


The cost of incidents is INCREASING **Enforcement** is INCREASING











Data Breach Notification Laws

- 47 States plus DC.
- Law differ significantly and change frequently.
- States are raising fines, shortening notification times, and making notifications more likely.



The law is ratcheting up the pain.





THE WORKFORCE MUST BE THE C-SUITE MUST CARE **AWARE** MINTH



The Workforce is the biggest security threat.

90% of malware requires a human interaction to infect.



Employees who don't receive training engage in risky data security practices.

- 33% of workers use the same password for work and personal devices.
- 35% have clicked on email links from unknown senders.
- 59% have stored work information in the cloud.



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How do you control human behavior?

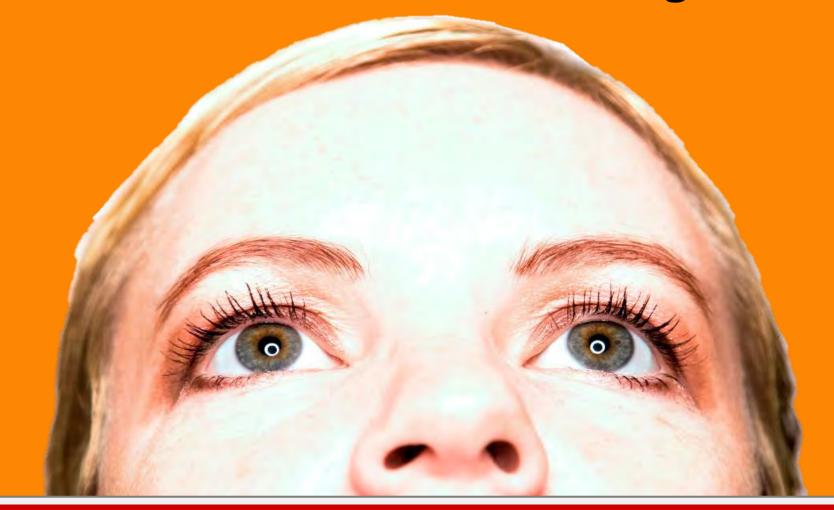




Impose more control?



Awareness and Training





If you can't *force* them to do the right thing, then you must *teach* them to do the right thing.



56% of employees don't receive any data security awareness training.

And a lot of existing training isn't very effective.



Use stories.









Training should not just educate, but *motivate.*









Preventative medicine works for health and also for data.



