



Stories from the War Room

Lessons in Breach Communications



Today's Operating Realities

- The speed of risk has become 140 characters or less.
- The traditional concepts of containment are no longer possible.
- Facts are negotiable.
- There are no safe havens from digitally empowered agendas and social exposure.
- Data security and privacy has moved from the backroom to the board room.



Communications Lesson #1:

Playing for Keeps

EDELMAN'S SECURITY STUDY SHOWS:

- A gap between consumer expectations and what businesses actually deliver
- A relationship between effective data protection and business success
- Data security and privacy considerations impact purchasing decisions



Americans proved most loyal to the companies they do business with, yet **one in two** say they are likely to change brands after a data breach



Of global consumers would **switch providers** after a company they rarely used suffered a data breach

ACTIONS TAKEN FOLLOWING DATA BREACH EVENTS



Of global consumers **told a friend** about their experience



Of global consumers **posted online** about their experience



Communications Lesson #2: *Have a Strong Bench*

- Keep the team lean and empower a decision-maker
- Legal, regulatory and communications must work in lockstep
- Integrate legal, IT, PR and business group into communications planning



REUTERS

Yahoo must face litigation by data breach victims: U.S. judge

FORTUNE

Uber To Settle With N.Y. Attorney General Over 'God View' Privacy Breach



Communications Lesson #3: *Be Ready for Audibles*

- Forensics is critical to messaging and communications strategy
- Prepare for a fluid situation
- “Facts” are very fluid - so rushing public statements can result in a number of bad outcomes for a company

The New York Times
**For Target, The Breach
Numbers Grow**

Forbes
**Target Profit Falls 46% On
Credit Card Breach And
The Hits Could Keep On
Coming**



Communications Lesson #4:

Timing is Everything

- Move quickly ...
- ...but remember that in a data breach going out with information too early can hurt an organization
- Balance regulatory disclosure requirements with remediating systems and getting the facts right

**PUGET SOUND
BUSINESS JOURNAL**

**Secure your computers,
then disclose
cyberattack**

PREMERA | 

BLUE CROSS

An Independent Licensee of the Blue Cross Blue Shield Association

**CEO Jeff Roe explains
cyberattack
announcement timing**



Communications Lesson #5: *Sometimes Defense is the Best Offense*

- Brand recognition and broader context can sustain the lifecycle of news coverage
- Avoid amplifying the story or inadvertently creating additional news cycles
- Set up the appropriate media/social monitoring and listening posts
- Think through planned content on social media



**Risk & Repeat: Second
Yahoo data breach
uncovered**



**Data on 1B Yahoo users
stolen in second breach**



Communications Lesson #6: *See the Whole Field*

- Customers must be your north star
- Don't neglect other critical external stakeholders, including policymakers, regulators (state and federal) and industry stakeholders (e.g., payment brands)
- Employees are your most credible spokespersons – keep them informed

A screenshot of a website page for Premera Blue Cross. The page has a grey header with the Premera logo and the Blue Cross logo. Below the header is a blue bar with the text 'BLUE CROSS' and 'An Independent Licensee of the Blue Cross Blue Shield Association'. The main content area has a white background with a blue header that reads 'Premera has been the target of a sophisticated cyberattack'. Below this is a video player showing a man in a suit speaking. To the right of the video is a text block titled 'A Message from Premera President and CEO, Jeff Roe' with a play button icon over the video.



Communications Lesson #7: *Avoid Unsportsmanlike Conduct Penalties*

- Show humility
- Communicate support for impacted individuals
- Focus on steps taken to prevent similar incidents to regain trust
- Demonstrate a bias toward action

FORTUNE

How Home Depot CEO Frank Blake kept his legacy from being hacked

THE WALL STREET JOURNAL.

“If we rewind the tape, our security systems could have been better. Data security just wasn’t high enough in our mission statement.”
– *former CEO Frank Blake*



Communications Lesson #8: *Practice and Train Before the Big Game*



ANALYZE & ASSESS RISK

Assess any current crisis plans and protocols as well as the company's current privacy and security protocols; identify gaps and areas of opportunity



BUILD INCIDENT RESPONSE PLAN

Create a purpose-built crisis preparedness plan that identifies team roles and responsibilities, explores key response scenarios and includes sample messaging along with forms and checklists to ensure rapid response capability



TEST THE PROCESS

Pressure test the plan and team through simulating a priority risk scenario, such as a data breach; identify gaps and areas for improvement



OPERATE AND MANAGE

Activate 24/7 crisis response as needed

"An ounce of preparation is worth a pound of cure"

The average data breach in the United States costs an organization more than \$6.5 million in investigations, customer notification, lost business and reputation management.

Organizations with an "incident response plan" at the time of their breaches saw an average cost that was \$42 per record less than the national average per compromised record.





Communications Lesson #9:

Play the Long Game

- Create a consistent, credible story about company's strengths, areas for improvement and commitment to excellence in data security
- Set a sustained course to build awareness, comprehension and thought leadership for the company and its executives
- Maximize efforts through an engagement model that crosses multiple channels, drives message penetration across audiences and leverages third parties for credibility, where applicable

Communications Lesson #10: *Game Plan in Advance*



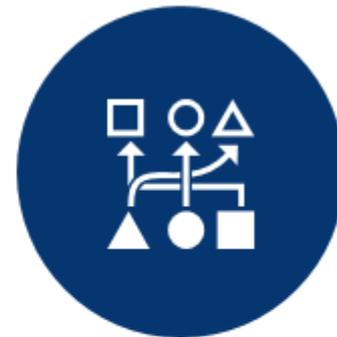
NO organization is immune to a cyber attack or data breach



NO amount of technology can account for human error or deception



DON'T WAIT for a breach to occur



BE PROACTIVE... create a plan, practice and develop muscle memory