

HIPAA Breach Cost Worksheet

Organization

Notification - Required Costs			Per 1000	Est. Totals
Costs of printing, stuffing letters and other mailing costs.	\$1,000	Postage for 1000 letters at .66 Each		\$660
Identity Theft – Cost Per Letter Mailed @\$3.84	\$3,840	Identity Theft Protection(Ave. 20% @ \$40.52)		\$8,104
Sub Total	\$13,604			Total
Organization Costs for Notification Per Record	\$13.60	x		\$
	Per Patient		# Patients	

IT Costs		Est. Totals
Forensics	Average \$5,000 to \$50,000 based on complexity. \$100,000 for large practices.	\$
Restoration	Costs associated with rebuilding systems including configurations.	\$
Replacement Equipment	Servers and workstations may need to be replaced so the organization can resume operations and keep infected systems available for forensic review.	\$
Increased Security Budget	Your organization will need to spend more money on IT Security Controls.	\$
Sub Total		\$

Legal, Regulatory and Staff Costs			Est. Totals
Legal Fees	Breach Attorneys charge as much as \$950 per hour.		\$
Costs to Defend Lawsuit	Lawyers will go after you for negligence, based on HIPAA regulations and FTC Violations of Unfair Trade Practices.		\$
Meetings/Staff Time	Staff and consultant meetings to review and respond.		\$
Downtime	Loss income, rescheduling patients, employee costs, etc.		\$
Regulatory Fines Recent fines imposed by the OCR and also included Corrective Action Plans.	Unpatched Software:	Fine of \$150,000	OCR noted in all of these recent fines a finding that no comprehensive Risk Assessment had been performed.
	Phishing Email Clicked:	Fine of \$480,000	
	Misconfiguration	Fine of \$ 75,000	
	Ransomware	Fine of \$100,000	
Sub Total			\$

Other Costs		Est. Totals
Impact on Your Reputation	Your reputation may take 3 to 5 years to recover.	\$
Other:		\$
Sub Total		\$

Estimated Cost Summary		Est. Totals
Notification Costs		\$
Estimated IT Costs		\$
Legal Regulatory & Staff Costs		\$
Other Costs		\$
Estimated Total Costs Of A Breach At Your Organization		\$