

June 27, 2023

Attorney General Anthony G. Brown
Office of the Attorney General
200 St. Paul Place
Baltimore, MD 21202

RE: Pension Benefit Information, LLC / MOVEit Cybersecurity Event

Via email: ldtheft@oag.state.md.us

Dear Attorney General Brown and to whom it may concern:

The Union Labor Life Insurance Company ("Union Labor Life") is a subsidiary of Ullico Inc. and a licensed Life and Health insurance company domiciled in the state of Maryland. Union Labor Life has a contracted vendor, Pension Benefit Information, LLC ("PBI"), that conducts Social Security Death Master Index searches on behalf of Union Labor Life for its group life and individual whole life insurance products. On June 6, 2023, PBI provided preliminary notification to Union Labor Life that it had discovered a security event connected to the MOVEit Transfer software, a product of Progress Software. The MOVEit Transfer software is used to securely transfer files from clients to PBI. Through its investigation, PBI learned that an unknown actor accessed one of PBI's MOVEit Transfer servers on May 29, 2023 and May 30, 2023 and downloaded certain data from that system. It is our understanding that this compromise was the result of the same MOVEit security vulnerability that has impacted numerous organization and governmental entities across several different industries. PBI engaged a 3rd party cyber security partner to conduct a forensic analysis to determine the scope of the data incident and impact on client data.

On June 21st, PBI notified Union Labor Life that its forensic investigation had been completed. PBI provided a description of the nature of the data compromise and the scope of affected data for Union Labor Life. Based on the information provided, Union Labor Life believes that a Cybersecurity Event occurred requiring notice to the Maryland Attorney General's Office under the Maryland Code of Commercial Law, section 14-3504. We have also notified the Maryland Insurance Administration under Maryland Insurance Code section 33-105.

With the June 21st notification, PBI provided two files to Union Labor Life that it identified as having been stored within the impacted MOVEit Transfer server at the time of the compromise. These files include the name, Social Security Number, and date of birth of certain individuals insured under Union Labor Life policies and a small number of former employees covered under the Ullico Inc. pension plan. The files do not include the individuals' addresses or any other personally identifiable data. Union Labor Life is currently analyzing the data and has not yet identified the specific number of affected individuals or their states of

residence. However, at this time, we believe the total number of affected individuals to be under 20,000. Once the company has completed its analysis and matched affected individuals to valid resident addresses, we intend to engage a third party vendor to notify those individuals of the data incident and offer free credit monitoring. We will also be notifying other regulatory bodies in accordance with relevant state and federal laws.

Ullico Inc. and its subsidiaries, including Union Labor Life, utilize the MOVEit Transfer software for several applications outside of the relationship with PBI. Upon learning of the MOVEit Transfer vulnerability, Ullico Inc. immediately took action to block internal access to the MOVEit software until the patch addressing the security vulnerability was available and installed. That installation has been completed. Ullico Inc. has been monitoring its own systems and has not detected any indicators of compromise.

We take the protection of personal information extremely seriously and will make every effort to minimize the impact of this incident on affected individuals. Union Labor Life will notify the Attorney General's Office of any updates in its handling of this incident, including the number of affected individuals, as soon as that information is available.

Sincerely,

Christopher Noland
Assistant Vice President, Compliance