



BOARD ACTION MEMORANDUM

TO: NCUA Board **DATE:** July 5, 2022
FROM: Office of Examination and Insurance **SUBJ:** Proposed Rule – Cyber Incident
Office of General Counsel Notification Requirements for
Federally Insured Credit Unions

ACTION REQUESTED: NCUA Board approval to issue the attached proposed rule

DATE ACTION REQUESTED: July 21, 2022

OTHER OFFICES CONSULTED: Office of the Executive Director; Office of Credit Union Resources and Expansion; Office of Consumer Financial Protection; Office of Minority and Women Inclusion; Office of National Examinations and Supervision; Office of Business Innovation; Eastern Region; Southern Region; Western Region

VIEWS OF OTHER OFFICES CONSULTED: Input considered and incorporated as appropriate

BUDGET IMPACT, IF ANY: None

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: Yes

RESPONSIBLE STAFF MEMBERS: Christina Saari, Information Systems Officer, Office of Examination and Insurance; Gira Bose, Senior Staff Attorney, Office of General Counsel

SUMMARY: Due to the increased frequency and severity of cyberattacks on the financial services sector, the NCUA Board is proposing to require federally insured credit unions to notify the NCUA as soon as possible but no later than 72 hours after they reasonably believe that a reportable cyber incident has occurred. This notification requirement provides an early alert to the NCUA and does not require credit unions to provide a full incident assessment to the NCUA within the 72-hour timeframe.

RECOMMENDED ACTION: The NCUA Board approve the attached proposed rule for publication in the Federal Register for 60 days of public comment

ATTACHMENT: Proposed rule