



BOARD ACTION MEMORANDUM

TO: NCUA Board

DATE: February 2, 2023

FROM: Office of Examination and Insurance
Office of General Counsel

SUBJ: Final Rule – Cyber Incident
Notification Requirements for
Federally Insured Credit Unions

ACTION REQUESTED: NCUA Board approval to issue the attached final rule.

DATE ACTION REQUESTED: February 16, 2023

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: Offices were consulted and input considered and incorporated as appropriate during the proposed rule stage. The final rule includes minor changes from the proposed rule.

BUDGET IMPACT, IF ANY: Exact amount is to be determined, but is included in the existing budget.

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 issuing a final rule 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: NCUA Board approve the attached Cyber Incident Notification Requirements for Federally Insured Credit Unions Final Rule

ATTACHMENT: Cyber Incident Notification Requirements for Federally Insured Credit Unions Final Rule