

Presented by Aldrich & Bonnefin, PLC*, counsel to Bankers' Compliance Group®



Monthly Telephone BRIEFING

Friday, May 17, 2024 – 12:00 – 1:30 p.m.

Treasury Department's AI Risk Report: Identifying and Managing AI-specific Cybersecurity Risks

On March 27, 2024, the U.S. Department of Treasury (Treasury) released a report entitled "Managing Artificial Intelligence-Specific Cybersecurity Risks in the Financial Services Sector" (the "AI Risk Report"). The AI Risk Report was written pursuant to Presidential Executive Order 14110.

The AI Risk Report provides an overview of the state of artificial intelligence (AI) in the financial services sector (including banks and credit unions) and the various security and resiliency challenges that AI presents. The AI Risk Report also highlights AI-specific cybersecurity threats and describes some best practices that could be deployed to mitigate these AI related risks. While the regulatory landscape around AI is still evolving, the AI Risk Report includes some helpful information institutions might want to consider when developing their approach to AI.

Please join us at the May Monthly Telephone Briefing when we will discuss the AI Risk Report.

CISA Proposed Rule Addressing New Breach Notification Requirements

On March 15, 2022, the Cyber Incident Reporting for Critical Infrastructure Act of 2022 (CIRCIA) was signed into law. Under CIRCIA, "covered entities" (which includes banks and credit unions) are required to report to the Cybersecurity and Infrastructure Security Agency (CISA) "covered cyber incidents" and "ransom payments" within certain prescribed timeframes. Although CIRCIA was signed into law in 2022, the law required the director of CISA (Director) to implement the CIRCIA reporting requirements through rulemaking.

On April 4, 2024, CISA issued a proposed rule to implement CIRCIA's cyber incident and ransom payment reporting requirements (Proposed Rule). The Proposed Rule addresses the type of entities, the type of incidents and the content of reports that will need to be submitted to CISA once a final rule is implemented. Notably, under the Proposed Rule all banking or other organizations regulated by the Federal Reserve Board (FRB), the Office of the Comptroller (OCC), the Federal Deposit Insurance Corporation (FDIC) or the National Credit Union Administration (NCUA) would be subject to the Proposed Rule. *Therefore, the Proposed Rule sets forth new breach notification requirements that would be applicable to BCG Members.*

Please join us at the May BCG Monthly Telephone Briefing where we will discuss the Proposed Rule. Questions will be welcome.



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**ALDRICH
&
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* Janet Bonnefin is retired from the practice of law with the firm

Aldrich & Bonnefin is hosting a Monthly Telephone Briefing for Bankers' Compliance Group® Members on **Friday, May 17, 2024, at 12 Noon**. This meeting will be presented live and will include at least one question and answer session per topic. Members can ask questions by telephone or email. Each BCG Member that registers for the Monthly Telephone Briefing will be given a password and instructions on how to join the Briefing.

ORGANIZE YOUR PARTICIPANTS

BCG Main or Registration Contacts are encouraged to organize multiple attendees to participate at one or more locations. All Briefing connections are included in your BCG Membership.

REGISTRATION

To register, please contact your institution's BCG Main or Registration Contact or, if authorized, log in at <http://register.bankerscompliancegroup.com/subadmin>, and select "Register for Events." Registration closes at noon **two business days** prior to the Briefing date. On the day before the Briefing, registrants will receive an email with call-in instructions and a single-use PIN.

DOWNLOAD THE HANDOUTS

The Handout(s) are *generally* posted on the BCG Website by noon on the business day before the Briefing. All registrants will receive an email notification when the Handout(s) are posted. To download a Handout, go to www.bankerscompliancegroup.com/monthly-telephone-briefing.php and click on the "Download Handout Here" link at the end of each Handout description.

CANCELLATION

It is not necessary for registrants to contact BCG if they cannot attend a Briefing and need to cancel their registration.

SIGN UP ONE TIME FOR ALL 2024 BRIEFINGS

Sign up one time for all the 2024 BCG Monthly Telephone Briefings! If you like attending the Briefings, but don't want to register every month, you can have your institution's Registration Contact sign you up for the entire year.

MISSED THE BRIEFING?

Should you or others at your institution miss the Briefing, you can tune into our streaming audio available on the BCG website one week after the Briefing, at www.bankerscompliancegroup.com/listen-while-you-work.php.