

MEMORANDUM

To: Subscribers to *Information Security for Banks: Operations, Technology, and Compliance*

From: Sheshunoff Information Services

Subject: Highlights

Enclosed is latest update to *Information Security for Banks: Operations, Technology, and Compliance*. This update addresses the following:

- **Information security metrics.** The purpose of new Chapter 23A is to provide a guide for the specific development, selection, and implementation of metrics to indicate the implementation, efficiency/effectiveness, and impact of security controls, and other security related activities. It provides guidelines on how an organization, through the use of metrics, identifies the adequacy of in-place security controls, policies, and procedures. It provides an approach to help management decide where to invest in additional information security resources, identify and evaluate nonproductive security controls, and prioritize security controls for continuous monitoring. It explains the measurement development and implementation processes and how metrics can be used to adequately justify information security investments and support risk based decisions.
- **Identity theft red flag regulations.** Chapter 33 has been updated with information concerning section 114 of the FACT Act. This regulation instructs banks to set up these policies and procedures to protect customers against identity theft. Compliance becomes mandatory as of November 1, 2008.

Ensure that *Information Security for Banks: Operations, Technology, and Compliance* remains your definitive source for developing an IT strategy and implementing your plans. Integrate the enclosed materials into your manual.