

Cyber Security Best Practices and Recommendations: How to Make it Work for Your Municipality

Connell Price ElectriCities of NC, Inc.





As municipalities strive to integrate technology, it becomes increasingly important for these technology "systems" to remain viable...even through catastrophic events.



Cyber Breach, A 21st Century Catastrophic Event...



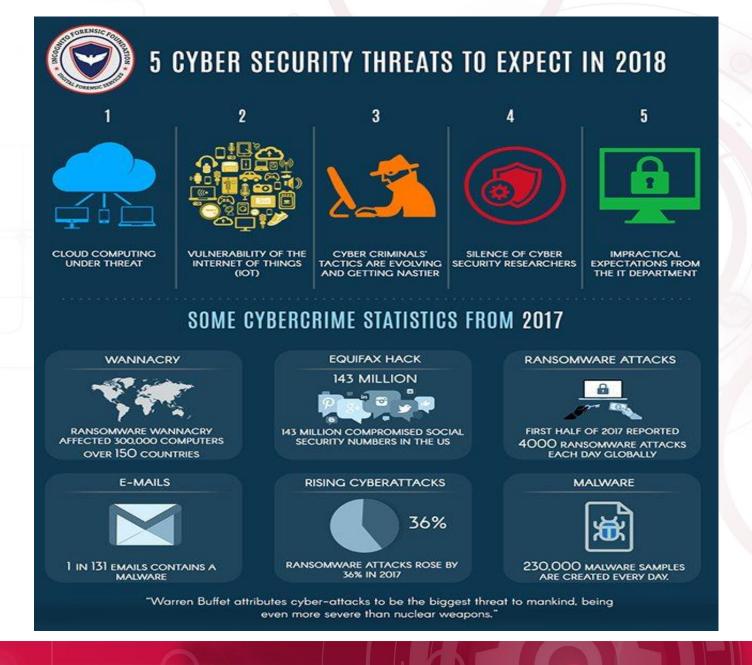
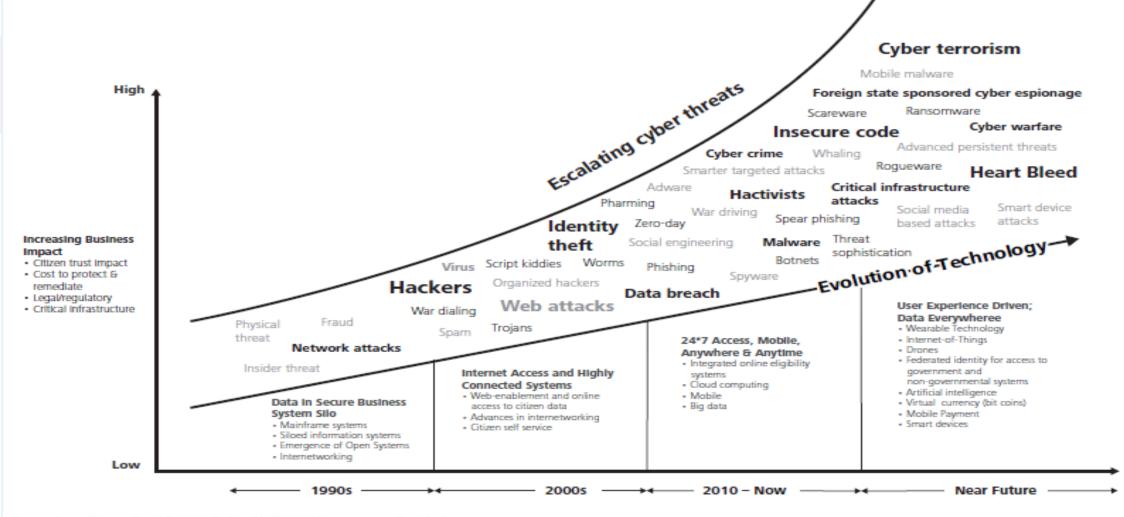


Figure 29: Evolving technology and rapidly escalating cyber threats call for a deliberate approach to make commanding progress



Reproduced from the 2014 Deloitte-NASCIO Cybersecurity Study "State governments at risk: Time to move forward"

Introduction

Organizations today face four main types of cyber adversaries

| Motives | Targets | Impact |
|--|---|---|
| Economic, political, and/or military advantage | Trade secrets Sensitive business information M&A information Critical financial systems | Loss of competitive advantage Regulatory inquiry/penalty Disruption to critical infrastructure |
| Immediate financial gain Collect information for future financial gains | Financial / payment systems Personally identifiable information Payment card information Protected health information | Regulatory inquiry/penalty Consumer and shareholder lawsuits Brand and reputation Loss of consumer confidence |
| Influence political and /or social change Pressure business to change their practices | Corporate secrets Sensitive business information Critical financial systems | Disruption of business activities Brand and reputation Loss of consumer confidence |
| Personal advantage, monetary gain Professional revenge Patriotism Bribery or coercion | Sales, deals, market strategies Corporate secrets Business operations Personnel information Administrative credentials | Trade secret disclosure Operational disruption Brand and reputation Loss of consumer confidence |
| | Economic, political, and/or military advantage Immediate financial gain Collect information for future financial gains Influence political and /or social change Pressure business to change their practices Personal advantage, monetary gain Professional revenge Patriotism | Economic, political, and/or military advantage Sensitive business information M&A information Critical financial systems Immediate financial gain Collect information for future financial gains Financial / payment systems Personally identifiable information Payment card information Protected health information Corporate secrets Sensitive business information Corporate secrets Sensitive business information Critical financial systems Sales, deals, market strategies Corporate secrets Business operations Personnel information |

*2016 Cybersecurity and Business Continuity Management report PricewaterhouseCoopers LLP



Why Should Municipalities Plan...

Charlotte Housing Authority suffers data breach, hundreds impacted

Exclusive: Charlotte Housing Authority suffers data breach, 341 employees impacted

January 22, 2018

NOTICE OF DATA BREACH

Dear Staff

to inform you that the Charlotte Housing Authority (C I am w f an email spoofing attack and that the security targete Intained on an Internal Revenue Service (IRS) Tax Form as a re at of this incident. While our investigation is ongoing and v evidence this information has been misused, we feel it is important to incident, encourage you to file your tax return as soon as possible one 2017 W-2, and provide you with the information below that you can against identify theft and fraud

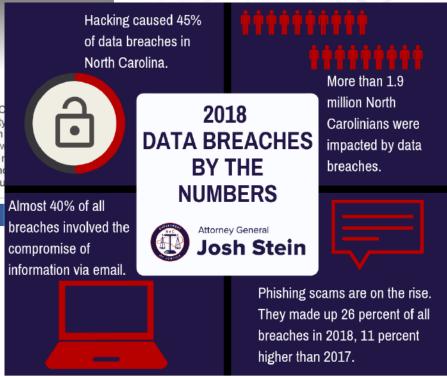
By: Matthew Grant, FOX 46 Charlotte

POSTED: JAN 26 2018 06:28PM EST VIDEO POSTED: JAN 26 2018 07:08PM EST UPDATED: JAN 26 2018 11:01PM EST

NEWS

Ransomware attack hits North Carolina water utility following hurricane

A North Carolina water utility still recovering from Hurricane Florence became the victim of a ransomware attack.





By David E. Sanger, New York Times

Cyber Security Strategies and Initiatives Must Be...

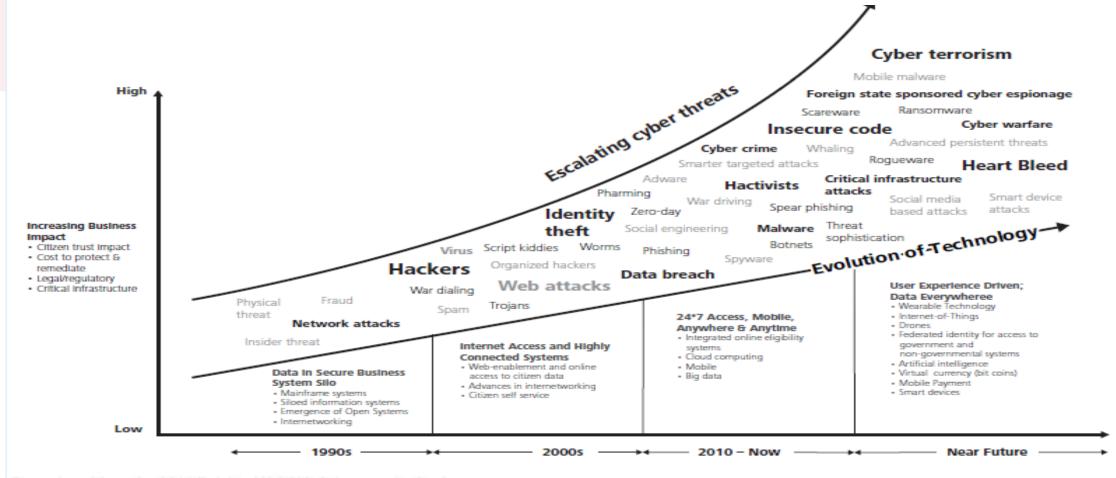
- Integrated into your overall Business Resiliency plan
- More than a "set and forget it" activity
- Included in your Risk Management function
- Inclusive of the human factor as it is equally important.

Cyber Security...So Many Methods, So Many Plans...

How do I start with a focus...

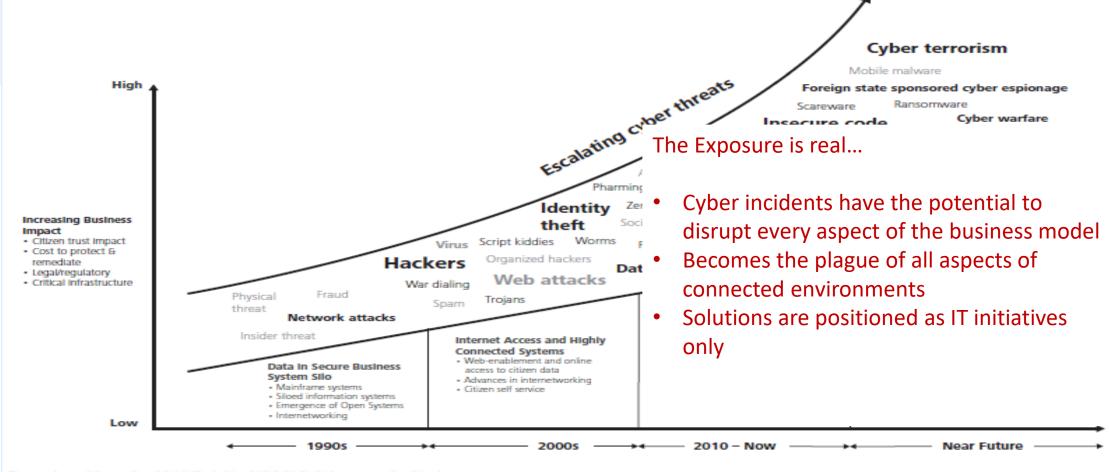


Incorporate Cyber Security into you formal Business Resiliency plan.



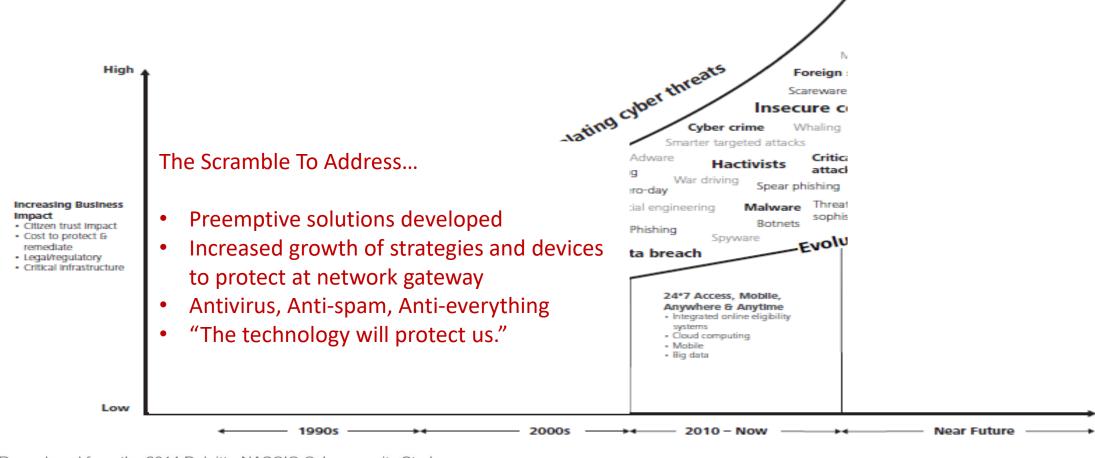
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Increasing Business

Cost to protect &

 Legal/regulatory Critical infrastructure Mitigate the Risk...

- Cyber security policy and initiatives adopted to business resiliency plan (BRP)
- Cyber is an enterprise initiative not just an IT problem
- Cyber risk management moves from an IT/Technical issue to a core business process
- Business risk avoidance and mitigation are the focus of technology solutions
- Resiliency and recoverability are equally as important as prevention
- Awareness and training are major efforts in mitigating risks

Cyber terrorism

n state sponsored cyber espionage

Ransomware

Cyber warfare code

Advanced persistent threats

Rogueware Heart Bleed ical infrastructure

Smart device

ution of Technology

Data Everywheree

- Wearable Technology
- Internet-of-Things
- Federated identity for access to government and
- Artificial intelligence
- Virtual currency (bit coins)

Reproduced from the 2014 Deloitte-NASCIO Cybersecurity Study

"State governments at risk: Time to move forward"



CONNECTIONS SUMMIT

Use the CDC approach...



Best Advice...Adopt the CDC Approach

CDC STATE OF THE PARTY OF THE P

CDC Organization

Español (Spanish)

CDC is one of the major operating components of the Department of Health and Human Services. View <u>CDC's Official Mission Statements/Organizational Charts</u> to learn more about CDC's organizational structure.

CDC's Mission

CDC works 24/7 to protect America from health, safety and security threats, both foreign and in the U.S. Whether diseases start at home or abroad, are chronic or acute, curable or preventable, human error or deliberate attack, CDC fights disease and supports communities and citizens to do the same.



The CDC Approach...

Control the Environment:

- Data Classification
- Physical/Digital Barriers
- Policies & Procedures
 - ✓ Intrusion Detection
 - ✓ Incident Management





The CDC Approach...

Control the Behavior:

- Awareness
- Training
- Best Practices
 - ✓ Intrusion Detection
 - ✓ Incident Management

The focus is on behavior modification.

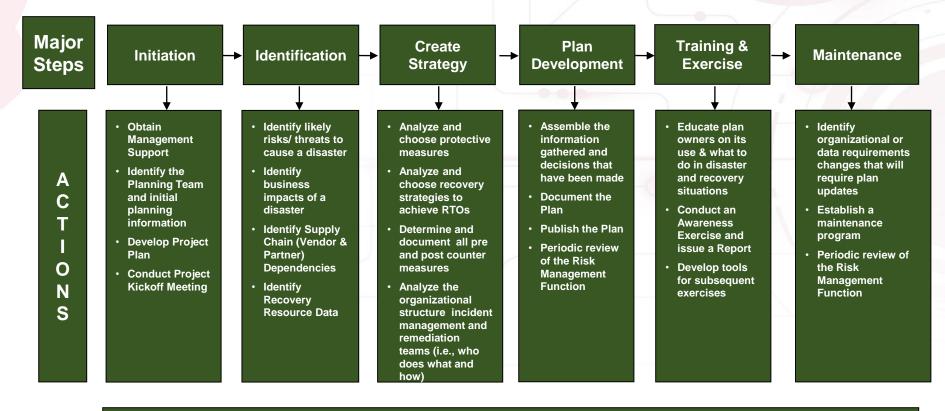




Build a plan...



How to Start. The Right Way...



DELIVERABLES

- 1. Project Initiation Charter
- 2. Project Kickoff Meeting
- 3. Project Plan
- 1. Risk/threat and business impact info
- 2. Supply Chain dependencies
- 3. Resource Data
- 1. Recommended prevention. discover and resiliency strategy
- 2. **Detection Tasks** 3.
 - Remediation Tasks
- 1. Plan Templates (protection, detection, remediation)
- 2. Documented Plan Manual
- 1. Trained Plan **Participants**
- 2. Performed Exercise
- 3. Documented **Exercise Rept**
- Maintenance Program
- 2. Plan Disclosure -Certifications **Statements**

Realize, you can't do it alone.

Consider outsourcing...

"Outsourcing is one way to compensate for talent gaps. For CISOs who are restricted in their ability to hire workers, or who are having trouble attracting employees with the required skill sets, outsourcing certain aspects of cybersecurity work is an option."

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Figure 22: Leading outsourced cybersecurity functions

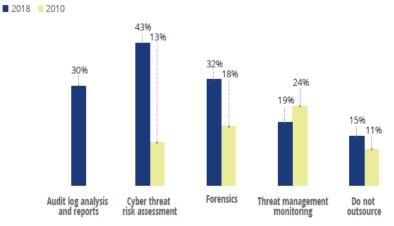


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FIGURE 8

While outsourcing has increased for certain functions, more than half of US states have yet to outsource many of them

Select the cybersecurity functions that your state outsources. (47 respondents)



Source: 2010 and 2018 Deloitte-NASCIO Cybersecurity Studies.

In Review...

Cyber Security Strategies and Initiatives Must Be...

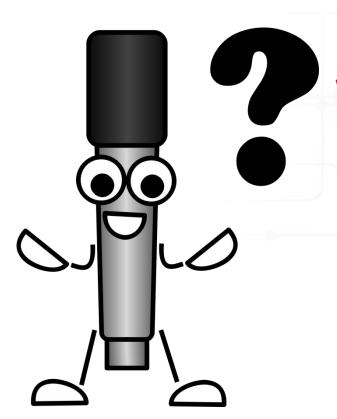
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To All of The Dragon Slayers...



"Oh, don't hurt it. Can't you trap it under a glass, or something?"

Conquer the Cyber Dragon...!



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The energy behind public power

www.electricities.com

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