Lessons Learned from NERC CIP Applied to the Industrial World

**Terrence Smith – GE Grid Solutions** 

#### Cautionary Tale #1 - Stuxnet

- First cyber-attack that created physical damage.
- Highlights that "air gapping" is not effective.
- Contractors suspected bogus firmware months prior to the attack. Highlights the value of training personnel to look for signs of attack and threat vectors.

#### Cautionary Tale #2 – German Steel Mill

- Highlights that "Obscurity" is not a defense.
- Access was gained through "spear-phishing" (official looking attachment).
- Reconnaissance was performed for months prior to attacking. EAP packet sniffing could have helped.

#### Cautionary Tale #3 – Ukraine Power Grid

- Thirty substations, 225,000 customers affected.
- Again, phishing and months of reconnaissance.
- Highlights the need to address known security vulnerabilities.
- Highlights the need to have a recovery plan.

#### Cautionary Tale #4 – US Paper Mill

- Paper mill released an employee.
- Employee used knowledge of the mill's cyber assets to take down the process.
- Employee was prosecuted and convicted.
- Highlights the need to remove employee access when the employee is released.

#### NERC – Critical Infrastructure Protection

- NERC develops, implements and enforces <u>mandatory</u> Reliability Standards
- Section 215 of the Federal Power Act
- CIP addresses cyber assets that are critical to the bulk electrical system.
- NERC CIP DOES NOT APPLY TO MOST INDUSTRIAL PLANTS!
- I AM NOT ADVOCATING TO EXTEND NERC JURISDICTION!
- PLEASE PUT AWAY YOUR PITCHFORKS AND TORCHES. I AM NOT ADVOCATING MORE REGULATION!

#### Industrial facilities and the status quo

- Traditionally, there are minimal cyber assets at the plant level.
- DCS Systems, Power Management Systems only occasionally tie into corporate-level networks.
- Sense of security achieved through obscurity and isolation.

# Why bring up NERC-CIP at all?

- Bad actors do exist.
  - State-sponsored
  - Organized crime syndicates
  - Activists (both well-intentioned and ill-intentioned)
- They have ways and means to do harm.
  - There are several known threat vectors.
  - As technology is adopted to make life easier, it inevitably increases vulnerabilities.
- They have motivation to do harm.
  - Profit
  - Social upheaval
  - Chaos
- It makes sense to have a plan of action.
- NERC-CIP provides a reference.

### NERC-CIP provides a framework.

- Physical Security of Cyber Systems
  - CIP-006 Control, Monitor & Log Physical Access
- Electronic Security of Cyber Systems
  - CIP-002 Identification of Cyber Assets
  - CIP-003 Documentation of Cyber Security Policies
  - CIP-005 Electronic Security Perimeter
  - CIP-007 Ports & Services
  - CIP-009 Recovery Plan Specifications
- Personnel Management & Procedures
  - CIP-004 Cyber Security Training Program
  - CIP-008 Incident Reporting & Response Planning

# Who are these Threat Actors?

- State-Sponsored Threats
  - North Korea (Sony)
  - Russia (Ukraine BlackEnergy)
- Hacktivists
  - Anonymous (Amazon, Paypal, Mastercard, Visa, Power Corporation of Canada, etc. etc...)
  - WikiLeaks (Afghanistan War Logs, DNC)
- Organized Crime
  - Ransomware
  - Corporate espionage
- Agents of Chaos
  - Jason Woodring, convicted Arkansas grid saboteur
- The most dangerous of all, <u>employees</u> (of both disgruntled and happily oblivious varieties).

#### What are the Threat Vectors?

- Physical Damage
- Cyber Assets

 "...that if rendered unavailable, degraded, or misused would, with 15 minutes adversely impact [electrical reliability]."
 Routable Protocols

 People can be Threat Vectors

 Social Engineering is a technique to manipulate decision making.

# **Identify Critical Assets**

- Can the device directly trip/close critical breakers?
- Can the device start/stop a motor improperly that may cause cascading damage?
- Is this device capable of sending a transfer trip to a different breaker?
- Can a device create unwanted data on a network?

# NERC CIP-006 – Physical Security

NERC CIP-006 Addresses Physical Security Perimeter (PSP)

- Key Card Readers
- Motion Sensors
- Security Cameras

#### NERC CIP-005 – Electronic Secure Perimeter (ESP)

• Equipment communicating with a routable protocol including: Modbus TCP/IP, DNP/IP, IEC61850 MMS

• Basically, any equipment with an Ethernet port.

#### NERC CIP-005 - Electronic Access Point (EAP)

- EAP is a physical device that controls traffic in and out of the ESP.
- EAP can filter data and allow only data that fits the accepted packet structure.
- EAP can whitelist certain MAC addresses, IP addresses.
- EAP can segment data traffic to contain unwanted data.

## **Cybersecurity Tools - RADIUS**



# Cybersecurity Tools – Role Based Access

- Administrator Complete access to settings, commands
- Engineer Can change settings but not firmware or security settings
- Operator Can only issue commands but not change other settings
- Observer Can only read/retrieve info.
- Supervisor Access role to allow Admin, Engineer privileges.

#### Cybersecurity Tools – Role Based Access

| Supervisory // Test74.urs : C:\Users\Public\Docu |              |  |
|--|--------------|--|
| SETTING  | PARAMETER    |  |
| Device Authentication                            | Yes          |  |
| Bypass Access                                    | Pushbuttons  |  |
| Lock Relay                                       | Disabled     |  |
| Factory Service Mode                             | Disabled     |  |
| Supervisor Role                                  | Enabled 💌    |  |
| Serial Inactivity Timeout                        | 1 min        |  |
| Self Tests                                       | Values       |  |
| Failed Authentication Function                   | Enabled      |  |
| Firmware Lock                                    | Enabled      |  |
| Settings Lock                                    | Enabled      |  |
|  |              |  |
| Test74.urs Product Setup                         | Screen ID: 0 |  |

#### **Cybersecurity Tools - Syslog**



IED



#### Constant Reporting Security Audit Trail

"Syslog Server" IP Addr: 192.168.1.167

#### Tools – Security Alarms



#### **Tools – Blocking Remote Access**

| Security // Test74.urs : C:\Users\Public\Documents\GE P 🗖 🗖 🔀       |                |  |
|---|----------------|--|
| Save         Restore         Default         Reset         VIEW ALL |                |  |
| SETTING   | PARAMETER      |  |
| Command Password Access Timeout                                     | 5 min          |  |
| Setting Password Access Timeout                                     | 30 min         |  |
| Invalid Password Attempts   | 3              |  |
| Password Lockout Duration   | 5 min          |  |
| Password Access Events  | Disabled       |  |
|   |                |  |
| Local Setting Authorized  | ON             |  |
| Remote Setting Authorized   | OFF            |  |
| Access Authorized Timeout   | 30 min         |  |
| Test74.urs Product Setup  | Screen ID: 248 |  |

### Tools – Password Complexity

With Letters only: 26!=403x10<sup>24</sup> Assuming 1 minute per try =767x10<sup>18</sup> years

With upper and lower case: 52! = 80x1066 = 153x10<sup>60</sup> years

With upper, lower case, and numbers: 62!

With upper, lower case, numbers, &special characters: 82!

Dinosaurs went extent 65x10<sup>6</sup> years ago.

With numbers only: 10!=3.6x10<sup>6</sup> Assuming 0 minute per try and a lockout of 5 min every three tries. =11.5 years

With upper, lower, numbers and special characters, 0 minutes per try and lockout of 5min every three tries: = a massively big number

T2.713rry

#### NERC CIP – Recovery Plan

- Keep a running log of all cyber assets.
- Keep a copy of all firmware files, settings files.
- Assign people to this function and train them to be capable of performing a complete system "reset".

### Conclusions

- If they are not already, networked systems will be used in your plant.
- Obscurity & Isolation are not effective strategies.
- NERC CIP provides a useful reference.
- IED technology developed for NERC CIP compliance can be used to secure cyber-assets, even though you're not legally compelled to use it.

# Thank You

# Questions?