



# TO THE SOCAL RELIEF ANNUAL CONFERENCE





Southern California ReLiEF Behind The Curtain: Exploring The Cyber Threat Landscape



**Jessica** Blushi

Vice President
Keenan & Associates



**Tim** Femister

Managing Principal
Firestorm Global

## **Speaker Introductions**

#### Jessica Blushi, CCIC, ARM-P Vice President, Keenan & Associates

- 20+ Years Experience in California Public Sector
- Carnegie Mellon CCIC Program Graduate
- Lead Cyber Program for Keenan Education Clients
  - Program Design
  - Market Negotiations
  - Claims Support
  - Vendor Management
- Frequent Speaker on Cyber Insurance at Conferences and Association Meetings

## Tim Femister Managing Principal, Firestorm Global

- Leads cybersecurity firm, Firestorm Global
  - Deep specialization in Public Education
  - Board-ready deliverables
- Former CEO of equity-backed IT services provider
- Prior L2 corporate executive for \$2B IT solutions provider
  - Started Cyber business unit
  - Led \$900M technology solutions portfolio
- Featured in Forbes, NBC, Lifetime, CRN and more
  - Forbes | Rising Threat of Cyberattacks on K-12

## **SAFER Cyber Program Overview**



400+ Cyber Risk Profiles | 75 Elevated Risk Notices | 20+ Initiated Engagements | 15+ Critical Risk Alerts

- 1 OpenAl caught Iran using ChatGPT to improve hacking operations
- 2 Al writes more effective phishing emails than humans
- Poor helpdesk hygiene results in \$100M cyber incident in Las Vegas
- 4 Record high \$40M ransomware payment took place in 2024
- A gap in multifactor led to a cyberattack with a \$2.87B financial impact in 2024

OpenAl caught Iran using ChatGPT to improve hacking operations





#### OpenAl caught Iran using ChatGPT to improve hacking operations

**Activity** 

Asking to list commonly used industrial routers in Jordan.

Asking to list industrial protocols and ports that can connect to

## OpenAI confirms threat actors use ChatGPT to write malware

#### **By Bill Toulas**

October 12, 2024







## OpenAI blocks Iranian group's ChatGPT accounts for targeting US election

By Reuters

August 16, 2024 1:42 PM PDT · Updated 4 months ago







the Internet.	
Asking for the default password for a Tridium Niagara device.	LLM-informed reconnaissance
Asking for the default user and password of a Hirschmann RS Series Industrial Router.	LLM-informed reconnaissance
Asking for recently disclosed vulnerabilities in CrushFTP and the Cisco Integrated Management Controller as well as older vulnerabilities in the Asterisk Voice over IP software.	LLM-informed reconnaissance
Asking for lists of electricity companies, contractors and common PLCs in Jordan.	LLM-informed reconnaissance
Asking why a bash code snippet returns an error.	LLM enhanced scripting techniques
Asking to create a Modbus TCP/IP client.	LLM enhanced scripting techniques
Asking to scan a network for exploitable vulnerabilities.	LLM assisted vulnerability research
Asking to scan zip files for exploitable vulnerabilities.	LLM assisted vulnerability research
Asking for a process hollowing C source code example.	LLM assisted vulnerability research
Asking how to obfuscate vba script writing in excel.	LLM-enhanced anomaly detection evasion
Asking the model to obfuscate code (and providing the code).	LLM-enhanced anomaly detection evasion
Asking how to copy a SAM file.	LLM-assisted post compromise activity
Asking for an alternative application to mimikatz.	LLM-assisted post compromise activity
Asking how to use pwdump to export a password.	LLM-assisted post compromise activity
Asking how to access user passwords in MacOS.	LLM-assisted post compromise activity
Asking how to access user passwords in MacOS.	LLM-assisted post compromise activity
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**LLM ATT&CK Framework Category** 

LLM-informed reconnaissance

LLM-informed reconnaissance

Al writes more effective phishing emails than humans





#### Al writes more effective phishing emails than humans



Al And Machine Learning

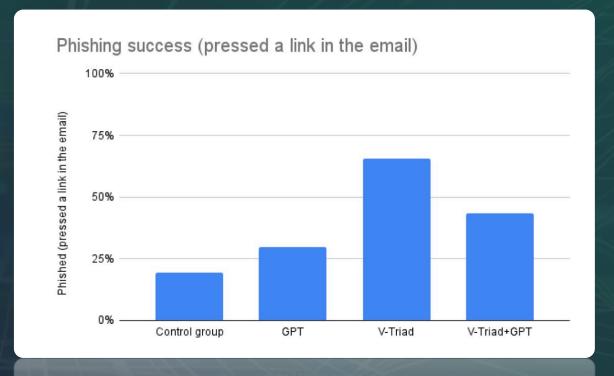
## Al Will Increase the Quantity — and Quality — of Phishing Scams

by Fredrik Heiding, Bruce Schneier, and Arun Vishwanath

May 30, 2024

May 30, 2024

by Fredrik Heiding, Bruce Schneier, and Arun Vishwanath





#### Al writes more effective phishing emails than humans



**Al And Machine Learning** 

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Poor helpdesk hygiene results in \$100M cyber incident in Las Vegas





#### Poor helpdesk hygiene results in \$100M cyber incident in Las Vegas



## MGM Resorts Hackers Broke In After Tricking IT Service Desk

- Okta warned about hackers using similar techniques in August
- Group suspected of attack is well known for social engineering







4 Record high \$40M ransomware payment took place in 2024





Record high \$40M ransomware payment took place in 2024

Home > News > Security

## 'Fortune 50' Company Made Record-Breaking \$75M Ransomware Payment

The payment was sent to a lesser known ransomware group called Dark Angels, according to cybersecurity vendor Zscaler, topping the \$40 million paid by CNA in 2021.

By Michael Kan

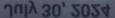
July 30, 2024











A gap in multifactor led to a cyberattack with a \$2.87B financial impact in 2024



A gap in multifactor led to a cyberattack with a \$2.87B financial impact in 2024

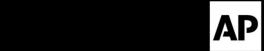


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## Change Healthcare cyberattack costs to reach \$2.87B

Giles Bruce - Wednesday, October 16th, 2024

Giles Bruce - Wednesday, October 16th, 2024



BUSINESS

Change Healthcare cyberattack was due to a lack of multifactor authentication, UnitedHealth CEO says

says

## Can You Spot The Phish?

#### Security alert for your linked Google account

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G

○ Google <NoReply@cloud-service-care.com>

Tuesday, November 26, 2024 at 2:17 PM

To: 

Tim Femister

#### Google



#### Your password changed

You received this message because <u>tim@firestormglobal.com</u> is listed as the recovery email for your Google account. If this is not your Google Account, <u>click here to disconnect</u> from that account and stop receiving emails.

Hi Tim,

The password for your Google Account was recently changed.

#### Don't recognize this activity?

Click here for more information on how to recover your account.

Best.

The Google Accounts team

This email can't receive replies. For more information, visit the Google Accounts Help Center.

You received this mandatory email service announcement to update you about important changes to your Google product or account.

© 2020 Google Inc., 1600 Amphitheatre Parkway, Mountain View, CA 94043, USA

Item shared with you: "zzsha-217-45-99.zip"



Today at 9:29 PM



○ Tim Femister (via Google Drive) <tfemister@gmail.com>

To: 

Tim Femister

#### Tim Femister shared an item



Tim Femister (tfemister@gmail.com) has shared the following item:

Hi Tim,

Please download the attached file.

Thank you.

zzsha-217-45-99.zip

(!)

This email grants access to this item without logging in. Only forward it to people you trust.

Open

Google LLC, 1600 Amphitheatre Parkway, Mountain View, CA 94043, USA

You have received this email because tfemister@gmail.com shared a file or folder located in Google Drive with you.



#### Security alert for your linked Google account



G

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To: 

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Tuesday, November 26, 2024 at 2:17 PM

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The password for your Google Account was recently changed.

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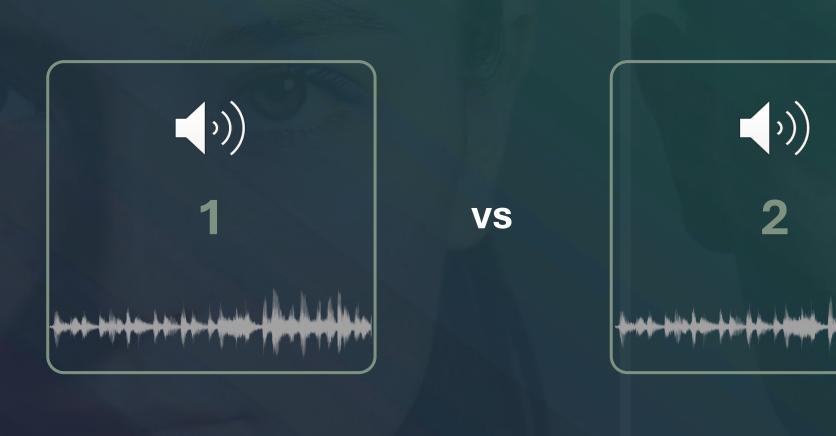
Google LLC, 1600 Amphitheatre Parkway, Mountain View, CA 94043, USA

You have received this email because tfemister@gmail.com shared a file or folder located in Google Drive with you.



or folder located in Google Drive with you

## Can You Spot The Generative Al?





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## DAR WEB

WITH FIRESTORM GLOBAL

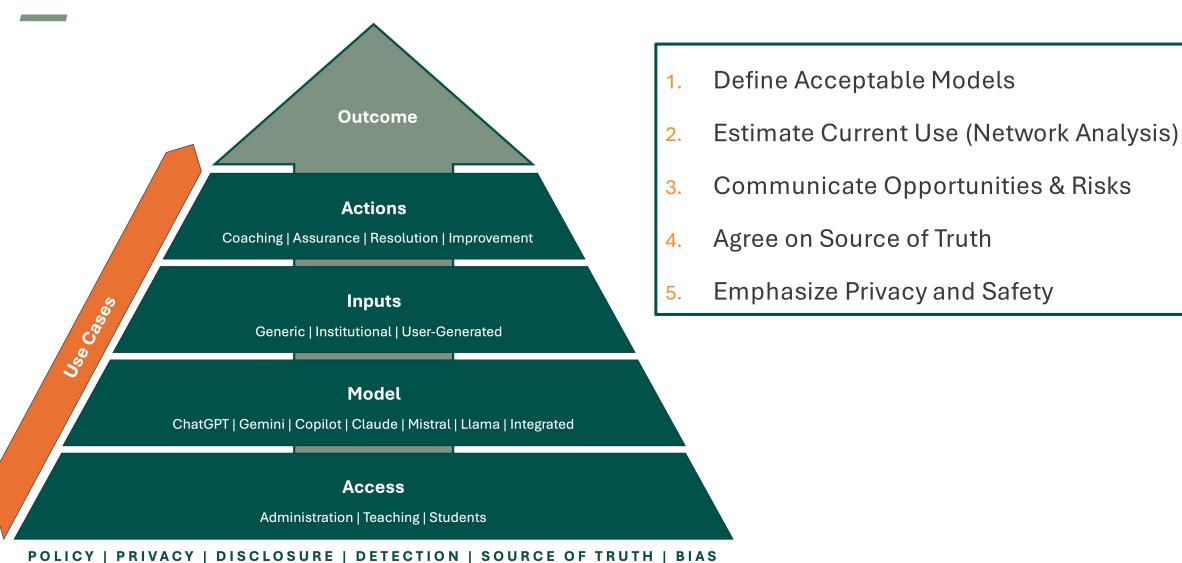
NOT FOR PUBLIC DISTRIBUTION

### **Common Themes Amongst Districts**

- 1. Over reliance on **Protection** controls; Under reliance on **Detection** and **Response**
- 2. Few Districts have implemented an **Incident Response Plan**
- 3. Lack of awareness training for **high-impact district positions** (e.g. Finance, HR)
- 4. Limited formality in **help desk policies** governing password and MFA reset
- Backup and endpoint best practices are hit and miss
- 6. Gaps are common in **multifactor authentication**, if implemented at all
- 7. Scanning for vulnerabilities is conducted few and far between, or more often not performed at all

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#### Al Considerations for Public Education



### **Executive Considerations For Reducing Cyber Risk**

Treat Information Security As A Movement, Not A Moment

- 1 Evaluate cybersecurity risk as business risk
- Instill and promote a culture of cyber awareness across all staff
- Prioritize cybersecurity as an organizational imperative
- Empower a single point of contact to protect information across the organization
- Ensure Information Security has a seat at the table to report regular updates

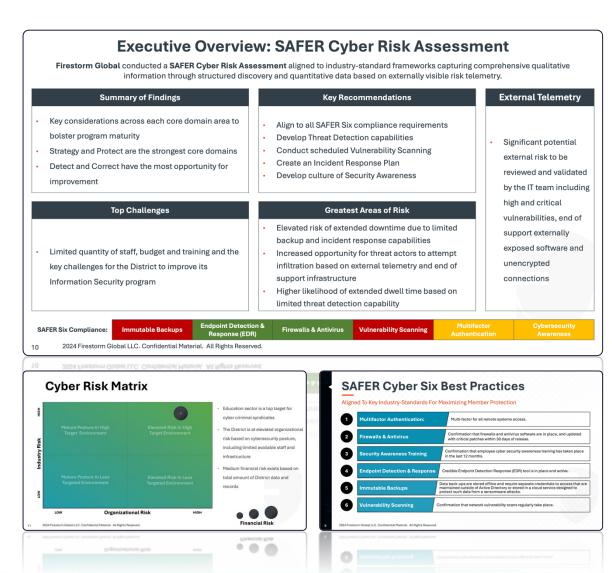
## **SAFER Cyber Risk Assessment**

#### **Complimentary Cybersecurity Assessment**

- Complete Information Security Review
- Board-ready Deliverables
- Full External Analysis
- Aligned to Industry-Standard Frameworks

Get Started: www.firestormglobal.com/safer

**Questions?** Email SAFER@firestormglobal.com



### Thank You



Jessica Vice President
Blushi Keenan & Associates
jblushi@keenan.com



Tim | Managing Principal | Femister | Firestorm Global | tim@firestormglobal.com

#### Resources

- <a href="https://www.bleepingcomputer.com/news/security/openai-confirms-threat-actors-use-chatgpt-to-write-malware/">https://www.bleepingcomputer.com/news/security/openai-confirms-threat-actors-use-chatgpt-to-write-malware/</a>
- https://cdn.openai.com/threat-intelligence-reports/influence-and-cyber-operations-an-update\_October-2024.pdf
- <a href="https://www.reuters.com/technology/artificial-intelligence/openai-blocks-iranian-groups-chatgpt-accounts-targeting-us-election-2024-08-16/">https://www.reuters.com/technology/artificial-intelligence/openai-blocks-iranian-groups-chatgpt-accounts-targeting-us-election-2024-08-16/</a>
- https://www.cnn.com/2024/02/04/asia/deepfake-cfo-scam-hong-kong-intl-hnk/index.html
- https://www.cnn.com/2024/05/16/tech/arup-deepfake-scam-loss-hong-kong-intl-hnk/index.html
- <a href="https://www.pcmag.com/news/fortune-50-company-made-record-breaking-75m-ransomware-payment">https://www.pcmag.com/news/fortune-50-company-made-record-breaking-75m-ransomware-payment</a>
- <a href="https://hbr.org/2024/05/ai-will-increase-the-quantity-and-quality-of-phishing-scams">https://hbr.org/2024/05/ai-will-increase-the-quantity-and-quality-of-phishing-scams</a>
- https://ieeexplore.ieee.org/stamp/stamp.jsp?tp=&arnumber=10466545
- https://www.bloomberg.com/news/articles/2023-09-16/mgm-resorts-hackers-broke-in-after-tricking-it-service-desk
- https://www.bleepingcomputer.com/news/security/black-basta-ransomware-poses-as-it-support-on-microsoft-teams-tobreach-networks/
- <a href="https://www.forbes.com/sites/larsdaniel/2024/10/30/hackers-posing-as-it-support-on-teams-new-ransomware-scam-targeting-your-workplace/">https://www.forbes.com/sites/larsdaniel/2024/10/30/hackers-posing-as-it-support-on-teams-new-ransomware-scam-targeting-your-workplace/</a>
- https://www.ic3.gov/PSA/2024/PSA241203
- https://www.beckershospitalreview.com/cybersecurity/change-healthcare-cyberattack-costs-to-reach-2-87b.html
- https://apnews.com/article/change-healthcare-cyberattack-unitedhealth-senate-9e2fff70ce4f93566043210bdd347a1f