

# Cybersecurity at the Intersection of IoT, Industrial Controls, and Smart Cities

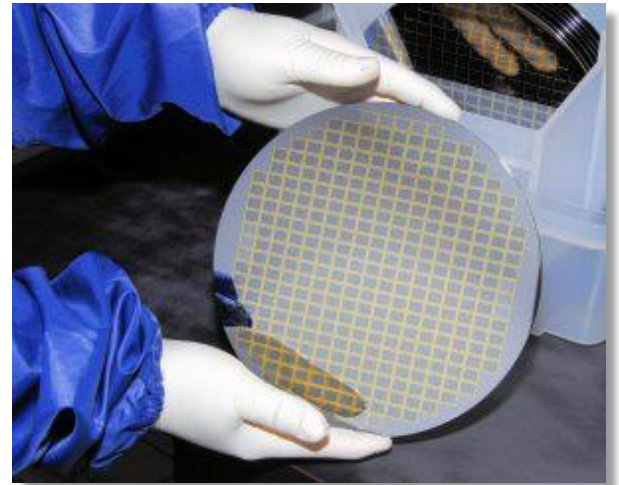
*Del Rodillas*

Director, Industrial and IoT Cybersecurity Product Solutions



# A Little About Myself

- 20+ years in High Tech Industry
  - Engineering, Business Operations, Product Management & Marketing
- First job as a Manufacturing Yield Engineer
  - MS Electrical Engineering (Santa Clara Univ.)
  - Semiconductor industry
- 6+ years at Palo Alto Networks
  - Industrial and IoT cybersecurity
  - Marketing and business strategy
  - GICSP certified (Industrial Cybersecurity)
  - Masters Business Administration (Wharton)



# MIX Smart City Conference CIO Survey Results

## Q1 | How important is IoT Security to you?

Answer options	▲	"Very High - Top 3 initiative."	◆	"High, but not top of mind."	●	"On the list, we'll get to it eventually."	■	"Not on my radar."
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## Q2 | "My responsibility includes securing Industrial Control Systems"

Answer options	▲	"Agree."	◆	"Disagree."	●	"Not sure."		
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# MIX Smart City Conference CIO Survey Results

Q3 "I have a smart city initiative involving IoT."

Answer options



"Agree"



"Disagree"

Q4 Where are you in terms of your IoT/ICS security journey?

Answer options



"Implemented and feeling secure."



"Implemented some, but more to do."



"Nothing in place yet. Just planning."



"I am not responsible for IoT/ICS cybersecurity."

# MIX Smart City Conference CIO Survey Results

## Q5 Where is the best place to secure IoT?

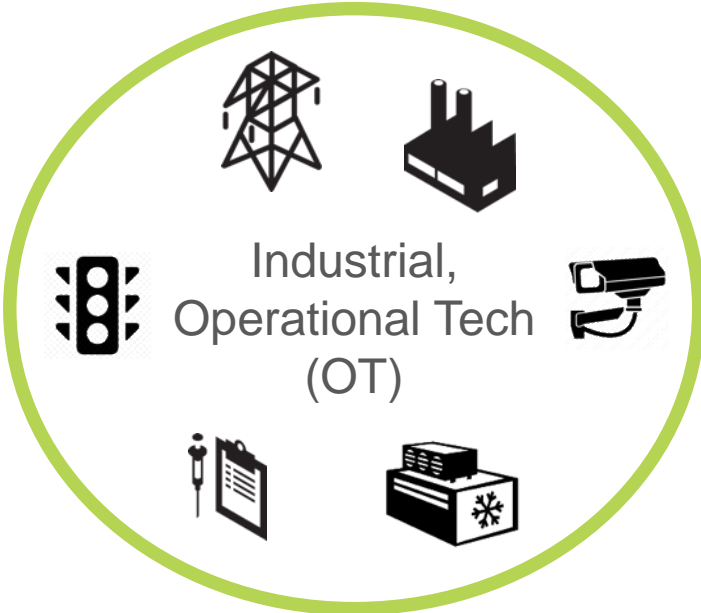
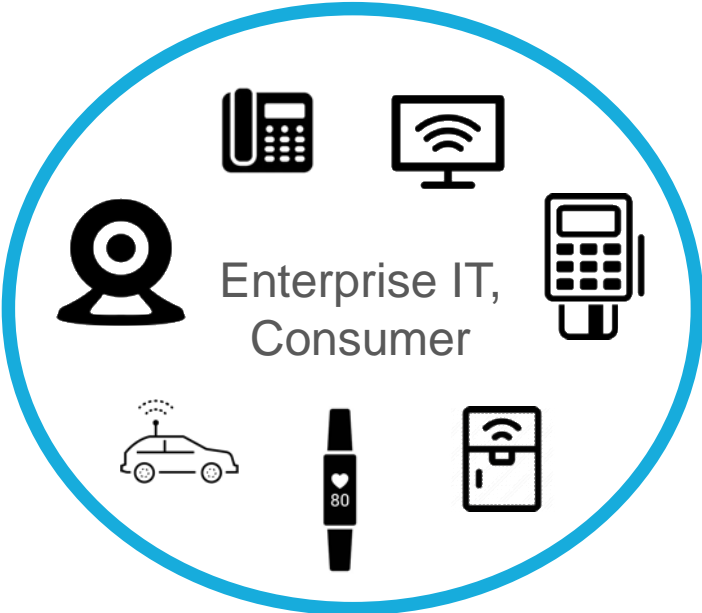
Answer options	▲	"The IoT device itself."	◆	"The enterprise network."	●	"The ISP / carrier network."	■	"The analytics core in the cloud."
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## Revisiting the definition of IoT



“Any networked device that performs a single function, delivers a single application, or performs a single service.”

# IoT in Consumer, Enterprise, and Industrial/OT



# Industrial Control Systems and IoT







## Phase I Master Plan

- AMI – Advanced Metering Infrastructure
- Downtown digital kiosks
- Building & Facilities Automation
- FirstNet

A Smart City is one in which the latest technologies and data-driven insights are leveraged to improve the quality of life, civic engagement, economic development, service delivery, and community vibrancy for its citizens, businesses and visitors.

“You can’t have a successful Smart City initiative without IoT”

- Lester Godsey, CISO, City of MESA

# IoT/IoT Initiatives at a State Government



Non Line-of-sight  
UAV



Weather Analytics  
& Management



Acoustic fiber in  
Roadways



Pipeline  
monitoring



Precision  
Agriculture



Medical  
Devices

*“In 3 years we went from being afraid of technology taking away jobs to technology enabling the creation of wealth”. This entails proper cybersecurity strategy.*

*- CTO of State Government*



How should cybersecurity be managed in converged IT-OT-Cloud?

# Cyberattacks Involving Pivot from IT-OT with Cyberphysical Impact

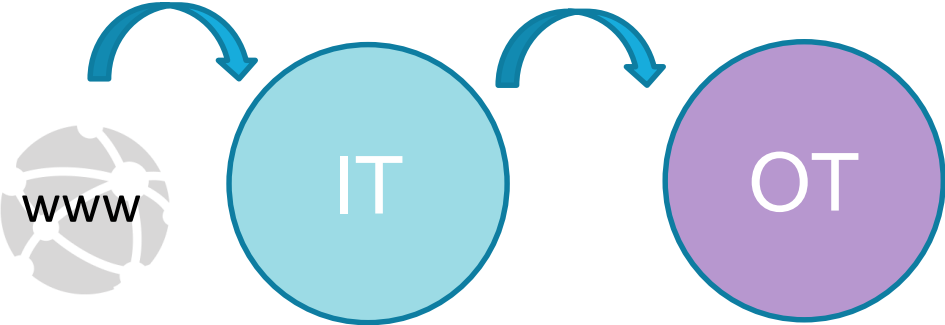
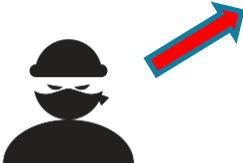
German Steel Mill (2015)



Crash Override, Ukraine Grid Attacks (2015, 2016)



Petya Ransomware Attacks (2017)



# More than DDoS, e.g. Mirai



Casino Gets Hacked Through Its Internet-Connected Fish Tank Thermometer



## Transportation

Germany's Deutsche Bahn national railway operator



## Medical Equipment

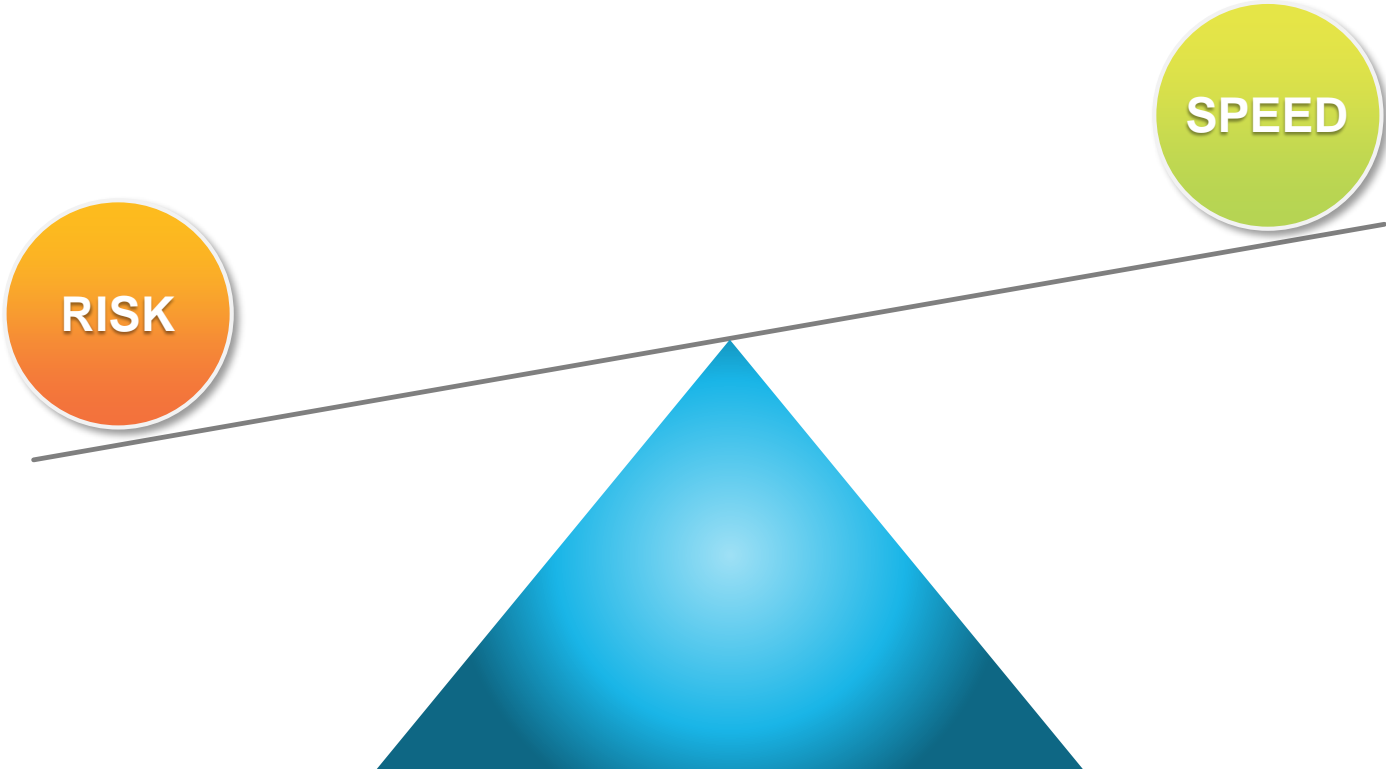
MRI machines from a major US device maker were affected



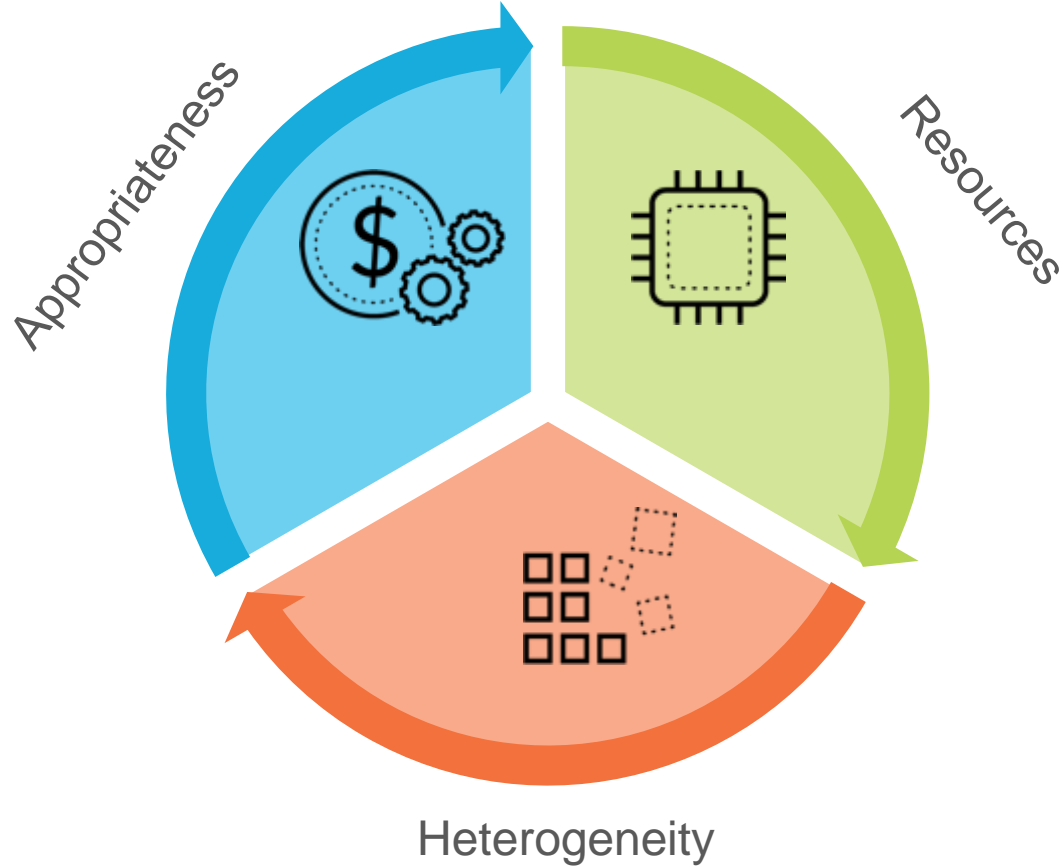
## Q-Park

Payment systems were affected

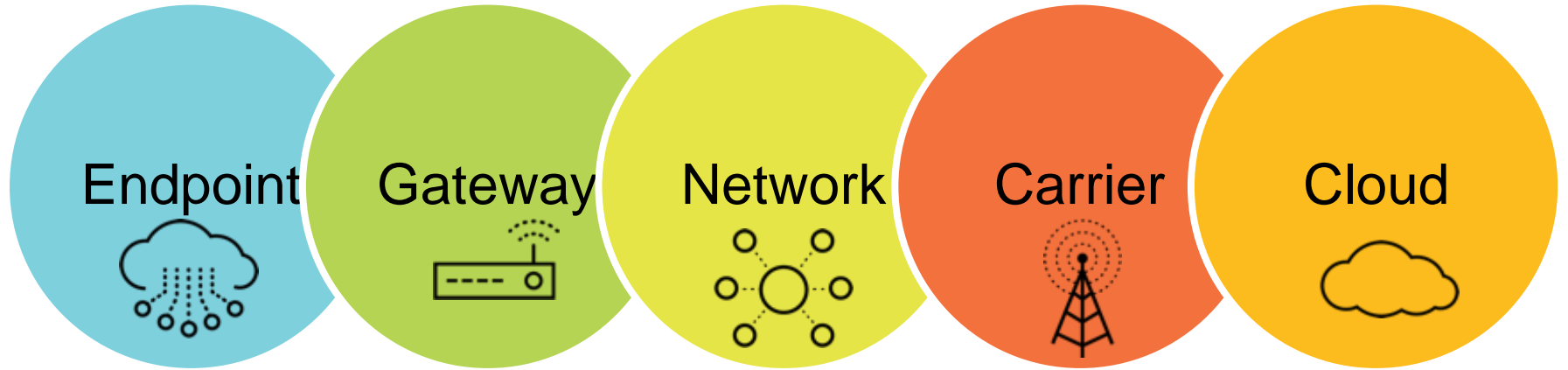
# THE CHALLENGE FOR IT LEADERS



# The challenges with IoT device security



# Network Security – Biggest bang for the buck



Secure the Network with a  
**Zero-Trust Mindset and Approach**



TRUST is a dangerous

VULNERABILITY

that is **EXPLOITED**

by

**MALICIOUS** actors

# ZERO TRUST DESIGN CONCEPTS



# Segmentation Gateway, Micro-Perimeters



# A ZERO TRUST STRATEGY REDUCES ATTACK OPPORTUNITIES

## PROBLEM



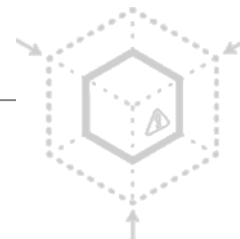
**FREE ACCESS  
INCREASES RISK**

## ACTION



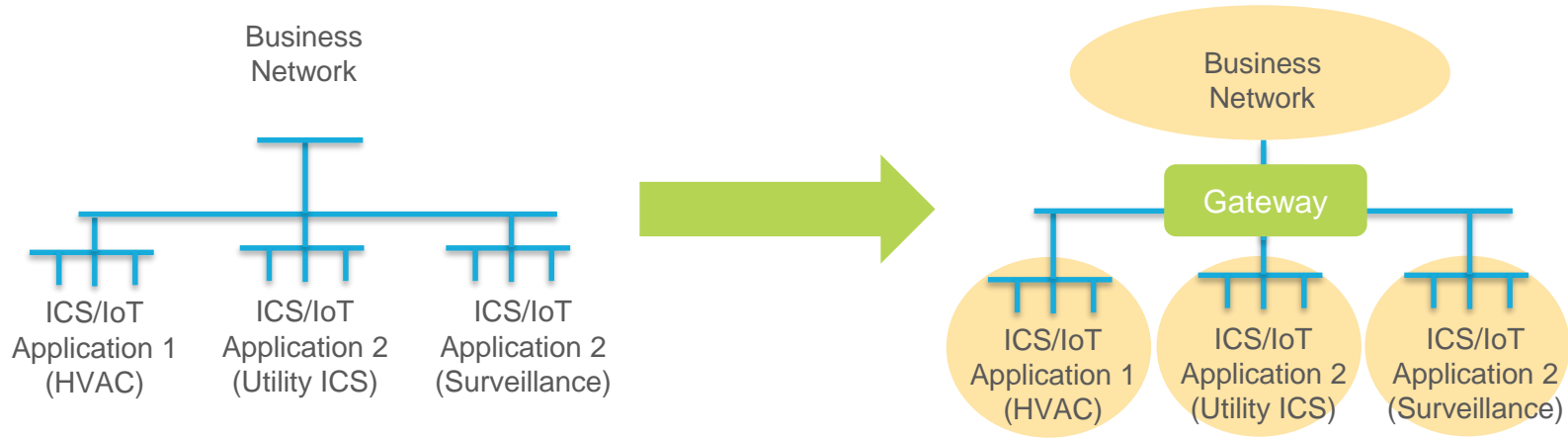
**LIMIT ACCESS TO  
SENSITIVE DATA**

## BENEFIT



**REDUCE  
INCIDENT VOLUME**

# Network Segmentation is fundamental



Set yourself up for Zero-trust

- ❑ Visibility and enforcement (granular)
- ❑ Segment IT from OT
- ❑ Create IoT application clusters

# IT Applications vs. ICS/IIoT Applications

Modbus

DNP3

Profinet IO

OPC

MQTT

CIP EtherNet/IP

OSIsoft PI

Schneider Oasys

Synchrophasor

GE EGD

IP-based protocols which could be secured by  
Next-generation Firewalls

SCADA remediation effort	IoT Initiative
Establish a DMZ between ICS and city network	
Upgrade legacy systems that have known vulnerabilities and/or losing vendor support	
Develop cybersecurity policy and procedures for SCADA	
Create zones within the ICS to provide barriers to contain malware and limit breaches	
Generate an ICS strategic plan and perform a risk assessment	

# Device awareness leads to more granular and secure zero-trust policies



**Known IP**  
**Unknown Device**

Vs.

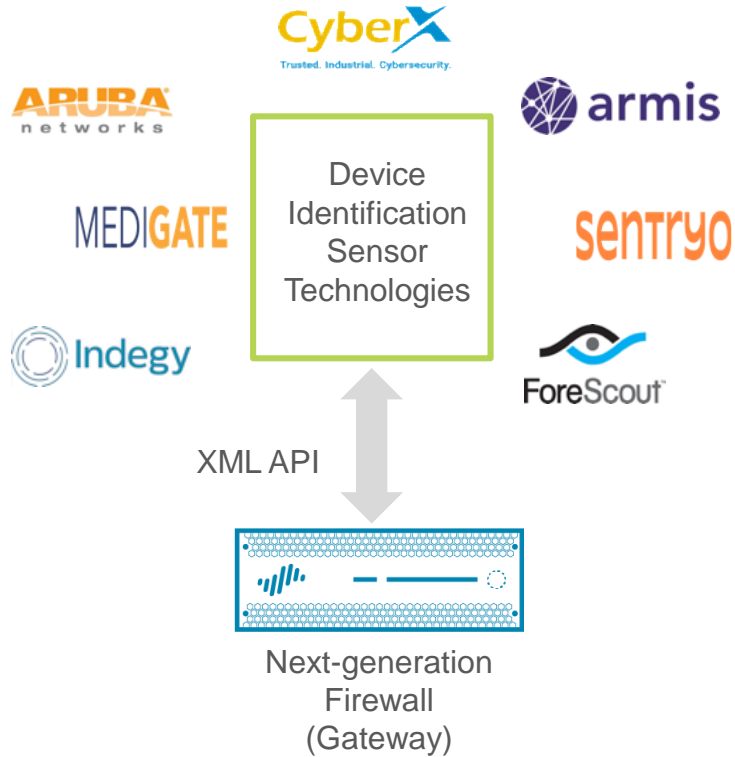


- Known IP**  
**Known Device**
- **Type: Chiller**
  - **Vendor: Berg**
  - **Protocol: Modbus, SSH, and HTTPS**
  - **Vulnerabilities**

Action	Device	From Zone	To Zone	Application
Allow	Chiller	HVAC	Operator	Modbus, SSH, HTTPS



# Automated IoT Policy Creation and Threat Response



- API Integration: Sensor ↔ NGFW
- Automated Policy Creation & Threat Response
  - Assign policies to IoT devices
  - Quarantine or limit network access of IoT devices or communication between IoT devices
- Value
  - Better situational awareness
  - Automatically reduce attack surface
  - Real-time threat prevention
  - Reduced operational burden

## Section Key Take-aways

- IT-OT integration is a runaway train that cannot be stopped – Plan for it
- Zero-trust mindset reduces your attack surfaces – Apply it to IoT
- Risk-based approach can help determine your segmentation strategy

# Questions to Ask Your Self & Organization

- How segmented is our IT and OT?
  - Are my IoT/ICS application clusters separated?
- Do we have policies defined for our IoTs? For admins/vendors interacting with IoTs?
- Are our policies granular or coarse grained?
- Do we know what IoTs are in our network?
- Can I detect IoT misbehavior? What is IoT "proper" behavior?
- Are we able to quarantine or limit IoT device access to the network in the event of an attack?

## When "bad" things get in ...

Reduce the attack surface  
**(Zero-trust)**

Stop attacks by  
**Known Threats**

Quickly identify &  
stop attacks by  
**Unknown Threats**

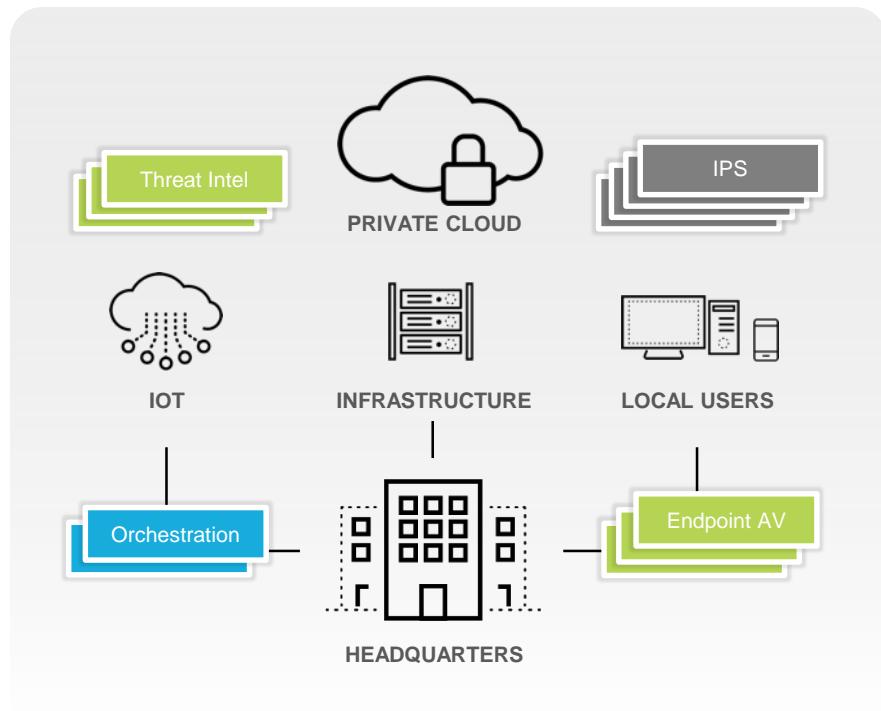
- IPS / IDS
- URL Filtering
- Endpoint protection

- Sandbox
- Behavioral Analytics
- Advanced Endpoint protection

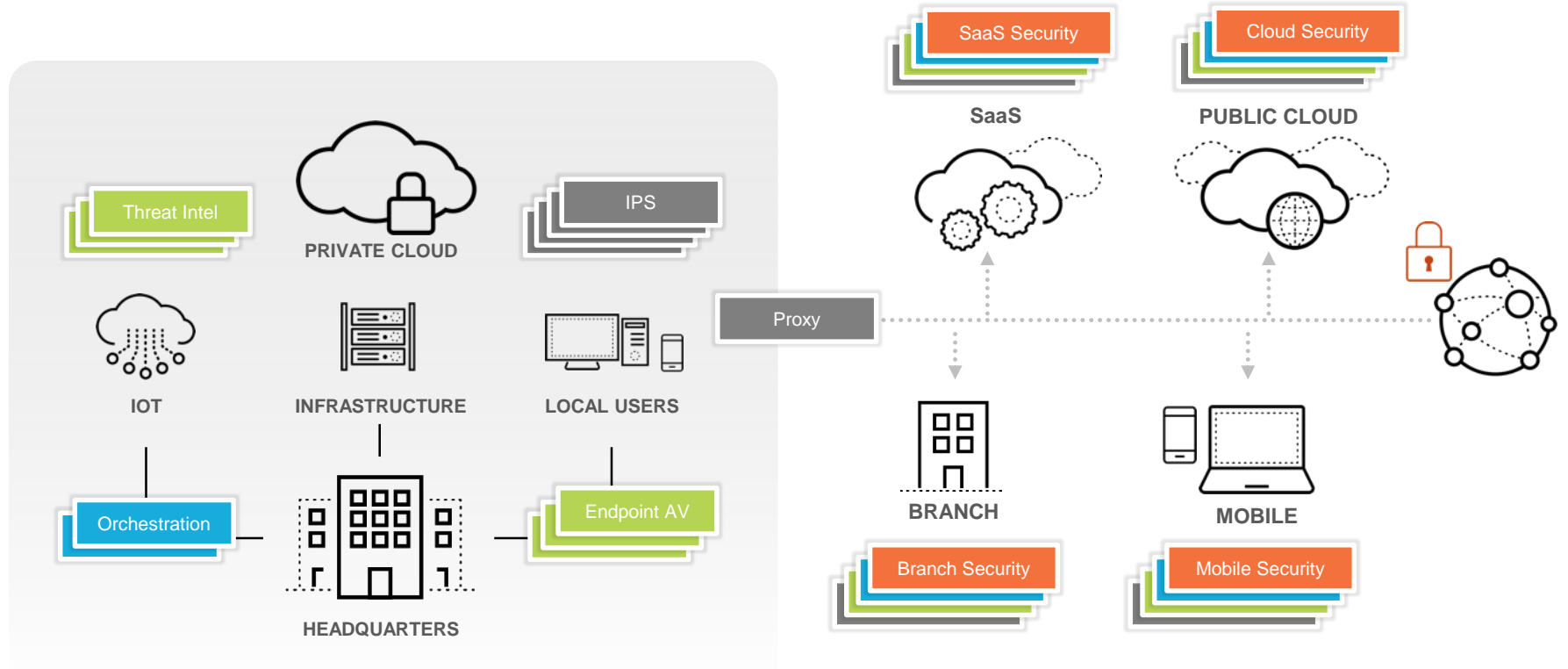
Automation?

Threat intelligence?

# DISCONNECTED TOOLS DON'T PROVIDE EFFECTIVE SECURITY



# TOTALLY INEFFECTIVE FOR CLOUD, IoT AND MOBILE WORKFORCE



# SECURITY MUST TRANSFORM



**ANALYTICS**

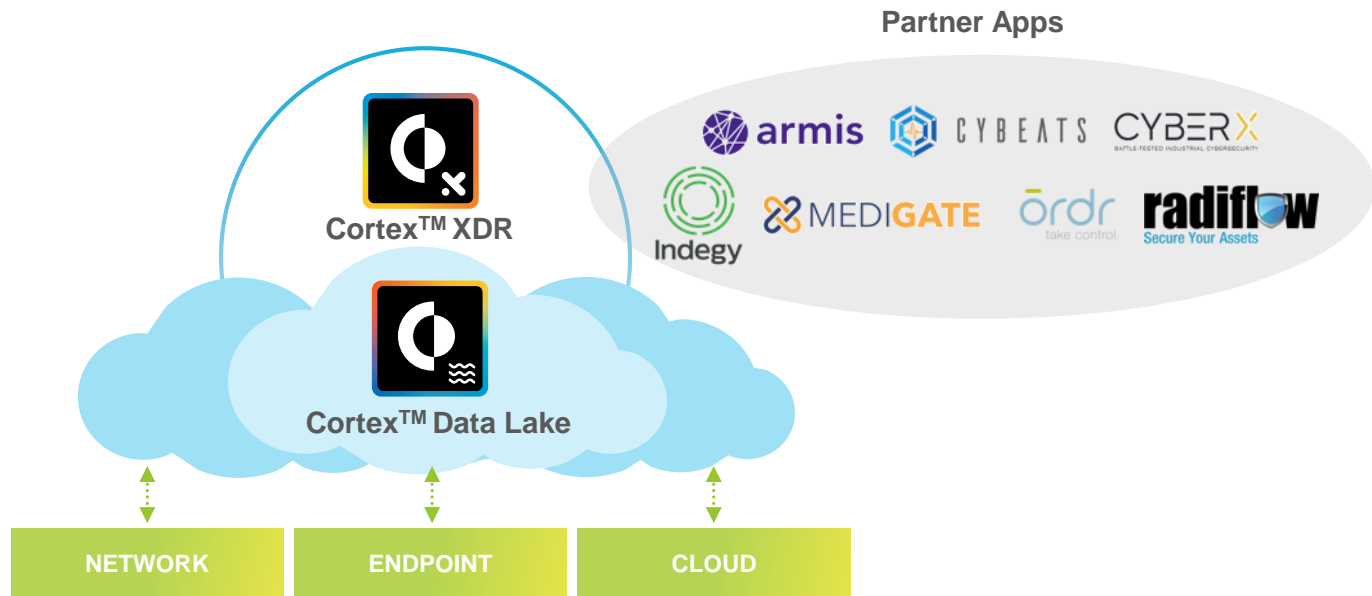


**AUTOMATION**



**CLOUD-DELIVERED**

# Securing the Future with Cortex and Cortex XDR



Automatically detect attacks using rich data & cloud-based behavioral analytics



Accelerate investigations by stitching data together to reveal root cause



Tightly integrate with enforcement points to stop threats & adapt defenses



## Section Key Take-aways

- Hardening systems cannot fully prevent successful attacks
- Must implement technologies that stop both known and unknown threats at the network, endpoint and the cloud
- Threat intelligence should aggregate multiple sources and make them accessible to the network, endpoint, and cloud
- An approach based on combining disjoint point products is not the answer
  - Cybersecurity ineffectiveness and operational burden are exacerbated
- A prevention-focused platform which provides automation is required

## Questions to Ask Your Self & Organization

- ❑ Do we have disjointed point products for IPS, URL Filtering and Sandboxing protecting our devices and networks across the IoT value chain?
- ❑ Have we starting evaluating behavioral analytics technologies?
- ❑ How are we addressing these capabilities to secure our IoT infrastructure in AWS/Azure/GCP?
- ❑ Is there an opportunity to reduce the number of products/vendors for the above functions?