



THE RANSOMWARE PANDEMIC IN HEALTHCARE

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- MEDITECH – EHR vendor, 22 years
- Tausight – Healthcare Cybersecurity Startup
- Armstrong Risk Management

Recently released e-book on
www.ArmstrongRisk.com



Armstrong Risk Management
The Ransomware Pandemic in Healthcare

Dear Reader,

I had a front seat to the ransomware pandemic at Hospitals. I was leading Product Security at MEDITECH (a top three Electronic Health Record vendor) and our Hospital customers started to experience ransomware attacks with greater frequency and impact. Seeing how unprepared most organizations were, at that time I built out a threat intelligence program for our customers. Through a secure customer portal I shared best practices, technical guides, alerts, and strategies.


I participated in nearly 100 ransomware events over the years, and I continue to devote my energies to helping organizations prepare. I will not stand idly by as criminals and nation states attack our critical infrastructure.


This paper on ransomware provides context — the history, evolution, and impact of ransomware on Healthcare organizations — which is useful for the education of Executives and other stakeholders. I also provide best practices for prevention and response, and a host of the best references I could find. I provide [an executive summary](#) at the end.

While I focus on ransomware here, these best practices are applicable to all types of malicious cyber-attacks. Ransomware just happens to be the most destructive end game for these criminals and nation states. I hope that you will use this information effectively to protect your organization from the modern scourge of cyber-attacks.

I cannot warrant that this information is exhaustive or comprehensive, and I make no guarantees that use of this information will secure your organization. This material cannot be relied upon as a substitute for professional security or legal advice. Every organization has its own unique culture and technologies which must be factored in when developing a security program.

May your organization continue to grow more and more resilient!

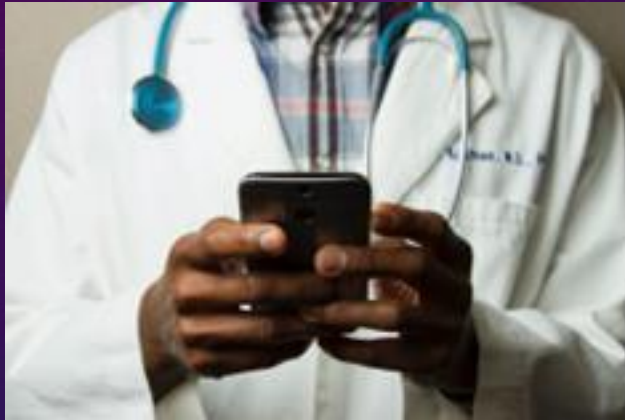
Sincerely,

Justin Armstrong
Boston, MA



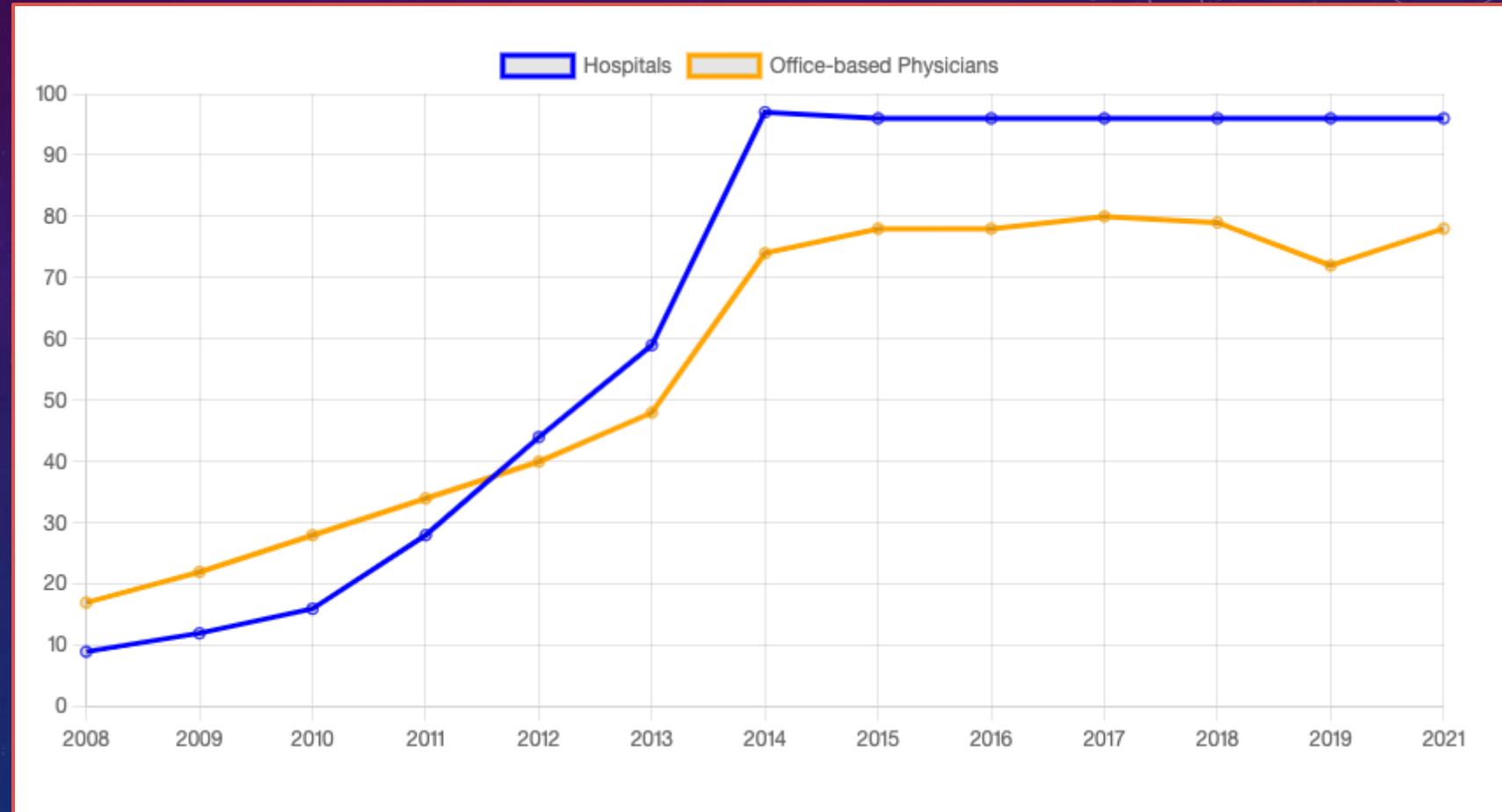
HISTORY

HOW DID WE GET HERE?

ADOPTION OF ELECTRONIC HEALTH RECORDS (EHR)



Photos by [National Cancer Institute](#) on [Unsplash](#)





2016 - RANSOMWARE IN HEALTHCARE BEGINS

2016: HOLLYWOOD PRESBYTERIAN HOSPITAL

Los Angeles Times

SUBSCRIBE

TECHNOLOGY AND THE INTERNET

Hollywood hospital pays \$17,000 in bitcoin to hackers; FBI investigating



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LATEST TECHNOLOGY >



LIFESTYLE

A floor that feels like magic? Just another marvel from this legendary Disney inventor

Jan. 31, 2024

COMPANY TOWN

Which entertainment jobs

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<https://www.latimes.com/business/technology/la-me-ln-hollywood-hospital-bitcoin-20160217-story.html>



MAY 2017: WANNACRY - WORLDWIDE



Author: National Health Executive
Published: October 12th 2018

Share this article



WannaCry cyber-attack cost the NHS £92m after 19,000 appointments were cancelled

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By https://cdn.securelist.com/files/2017/05/wannacry_05.png Downloaded from :<https://securelist.com/blog/incidents/78351/wannacry-ransomware-used-in-widespread-attacks-all-over-the-world/>, Fair use, <https://en.wikipedia.org/w/index.php?curid=54032765>



MAY 2017: WANNACRY - WORLDWIDE

Zero Day Vulnerability – SMB shares



**...but there were signs that
SMB shares were dangerous**

**Wannacry cyber attack cost the NHS
£92m after 19,000 appointments were
cancelled**



WANNACRY – NORTH KOREA (ANIMATION)



(c) 2024 Armstrong Risk Management

Image Courtesy of Wikimedia Commons, created by user Roke



NORTH KOREAN ACTIVITY *NOW!*

North Korea Cyber Group Conducts Global Espionage Campaign to Advance Regime's Military and Nuclear Programs

Ransomware

Andariel actors fund their espionage activity through ransomware operations against U.S. healthcare entities, and in some instances, the authoring agencies have observed the actors launching ransomware attacks and conducting cyber espionage operations on the same day and/or leveraging ransomware and cyber espionage against the same entity. For more information on this ransomware activity, see joint advisories [#StopRansomware: Ransomware Attacks on Critical Infrastructure Fund DPRK Malicious Cyber Activities](#) and [North Korean State-Sponsored Cyber Actors Use Maui Ransomware to Target the Healthcare and Public Health Sector](#).

JUNE 2017: NOTPETYA - WORLDWIDE



Uniquely Connected. For Life.SM
HERITAGE VALLEY
HEALTH SYSTEM

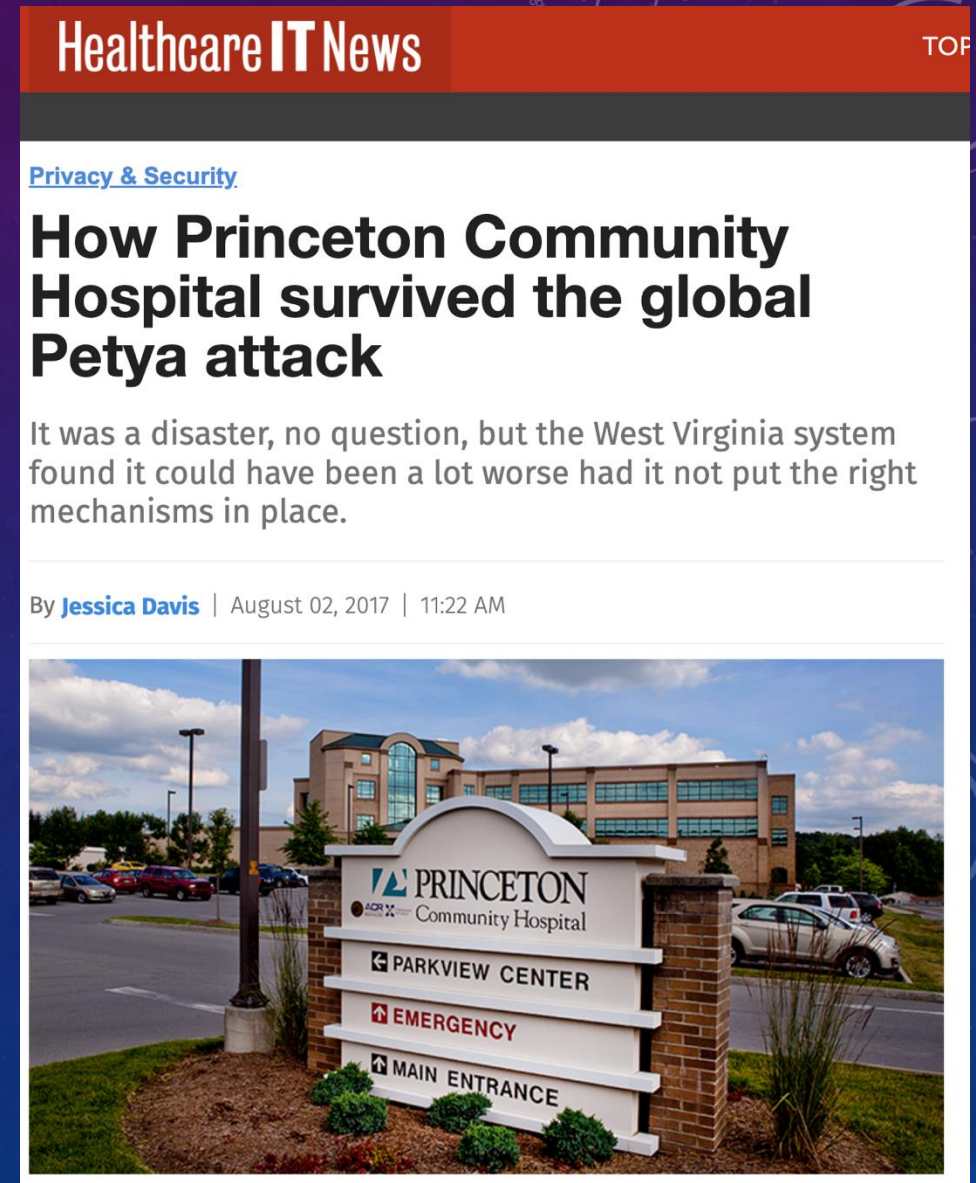
[PAY MY BILL](#)

[Find a Doctor](#) [Locations](#)

Updates on the Cyber Security Incident at Heritage Valley Health System

POSTED ON [JULY 3, 2017](#)

<https://www.heritagevalley.org/news/updates-on-the-cyber-security-incident-at-heritage-valley-health-system/>




Healthcare IT News TOP

[Privacy & Security](#)

How Princeton Community Hospital survived the global Petya attack

It was a disaster, no question, but the West Virginia system found it could have been a lot worse had it not put the right mechanisms in place.

By [Jessica Davis](#) | August 02, 2017 | 11:22 AM



PRINCETON
Community Hospital

PARKVIEW CENTER

EMERGENCY

MAIN ENTRANCE

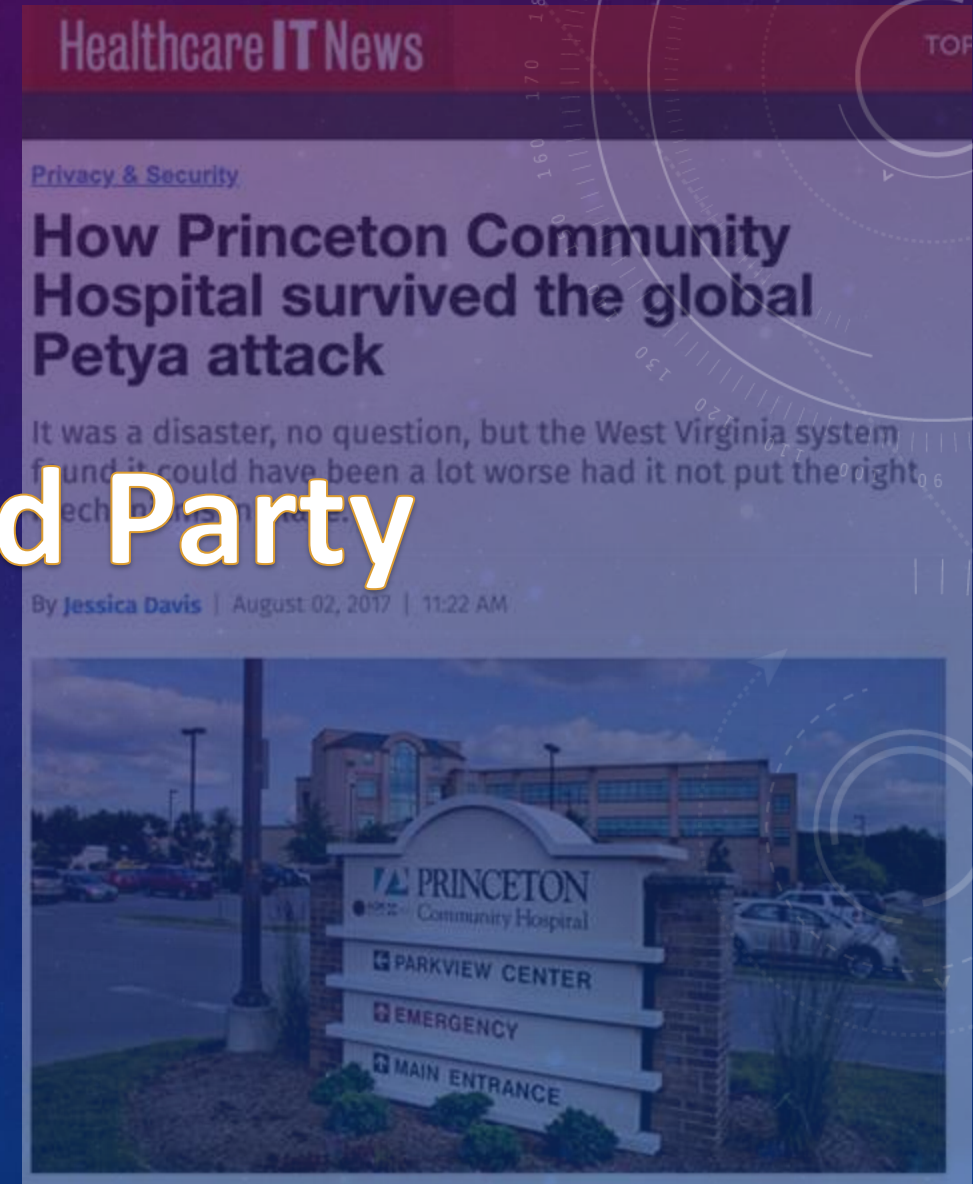
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<https://www.healthcareitnews.com/news/how-princeton-community-hospital-survived-global-petya-attack>

JUNE 2017: NOTPETYA - WORLDWIDE



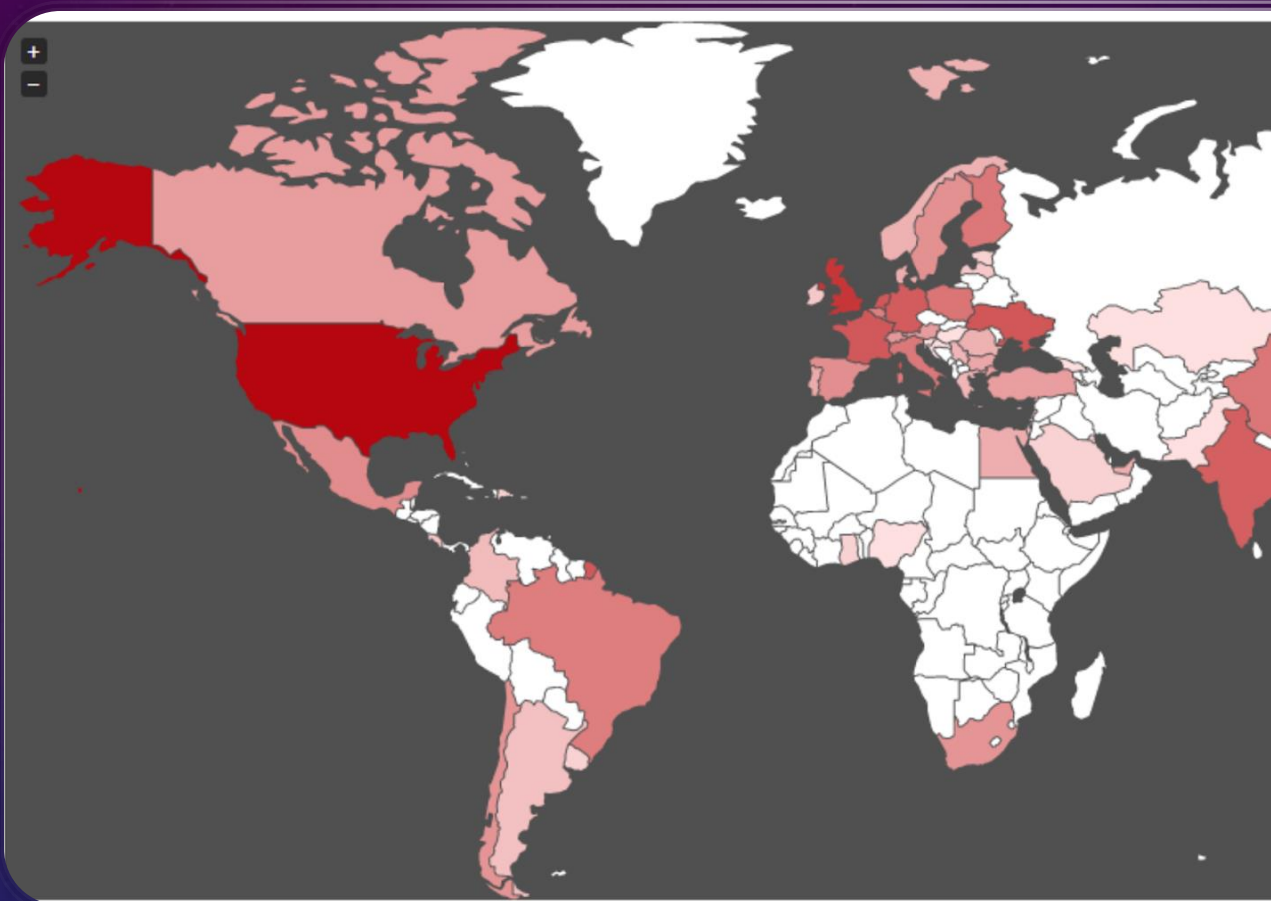
<https://www.heritagevalley.org/news/updates-on-the-cyber-security-incident-at-heritage-valley-health-system/>



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<https://www.healthcareitnews.com/news/how-princeton-community-hospital-survived-global-petya-attack>

WHO ARE THE THREAT ACTORS?



 **WANTED BY THE FBI**

GRU HACKERS' DESTRUCTIVE MALWARE AND INTERNATIONAL CYBER ATTACKS
Conspiracy to Commit an Offense Against the United States; False Registration of a Domain Name; Conspiracy to Commit Wire Fraud; Wire Fraud; Intentional Damage to Protected Computers; Aggravated Identity Theft

 Yuriy Sergeevich Andrienko	 Sergey Vladimirovich Detistov	 Pavel Valeryevich Frolov
 Anatoliy Sergeevich Kovalev	 Artem Valeryevich Ochichenko	 Petr Nikolayevich Pliskin

CAUTION

On October 15, 2020, a federal grand jury sitting in the Western District of Pennsylvania returned an indictment against six Russian military intelligence officers for their alleged roles in targeting and compromising computer

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<https://www.fbi.gov/wanted/cyber/gru-hackers-destructive-malware-and-international-cyber-attacks>



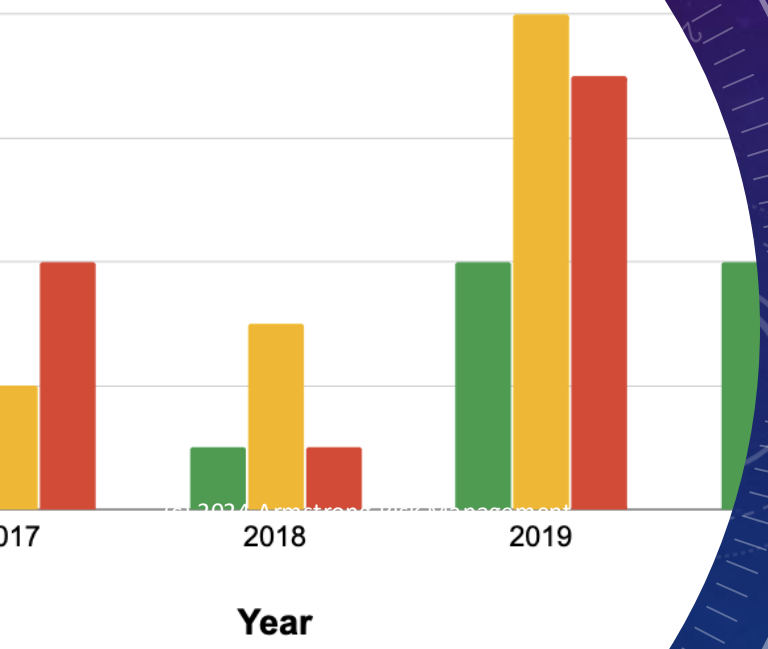
CRIMINAL ACTIVITY AS WELL



HOW BIG IS THE RISK?

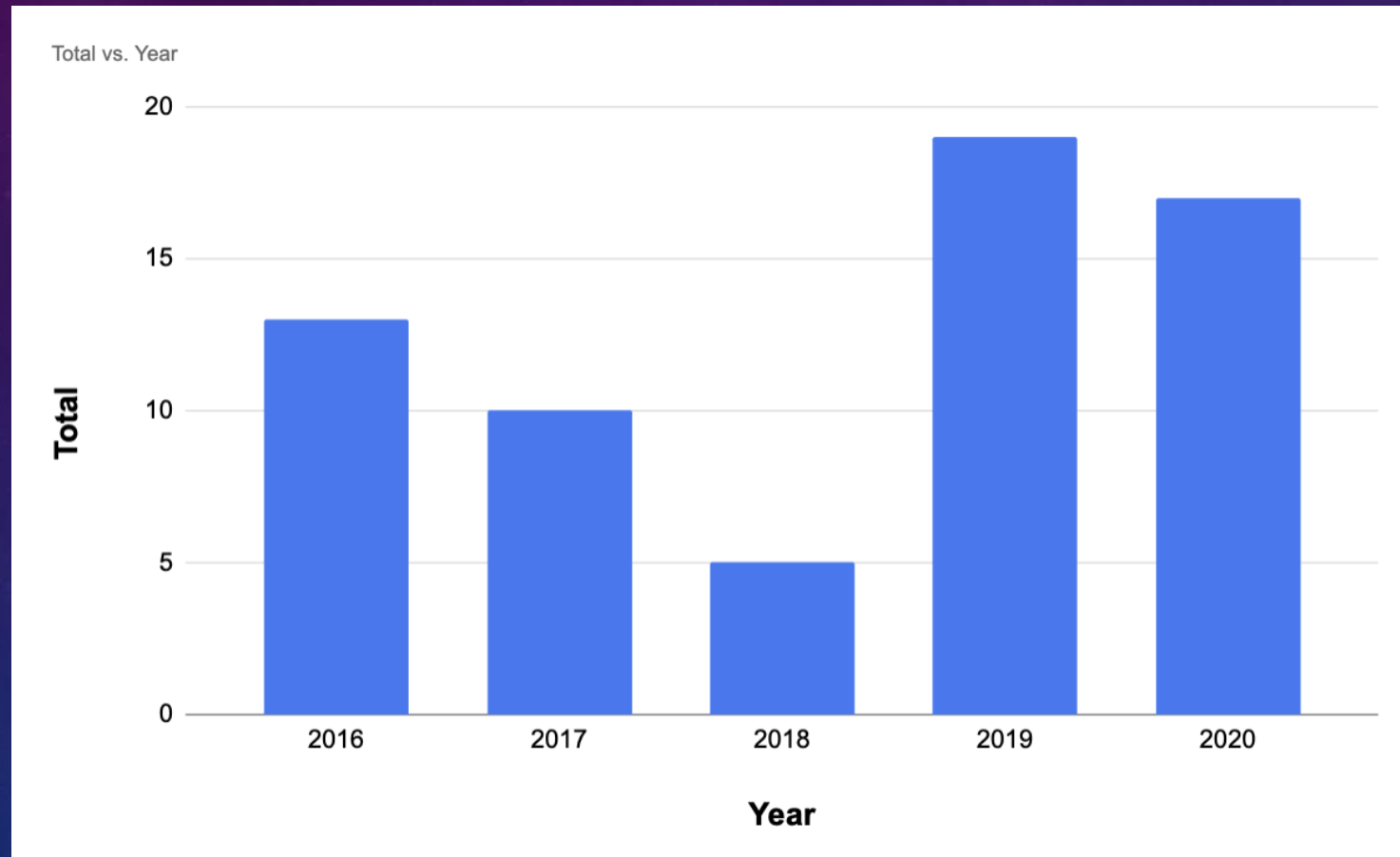


■ LOW ■ MEDIUM ■ HIGH



Not easy to get good Statistics

THE ESCALATION OF RANSOMWARE



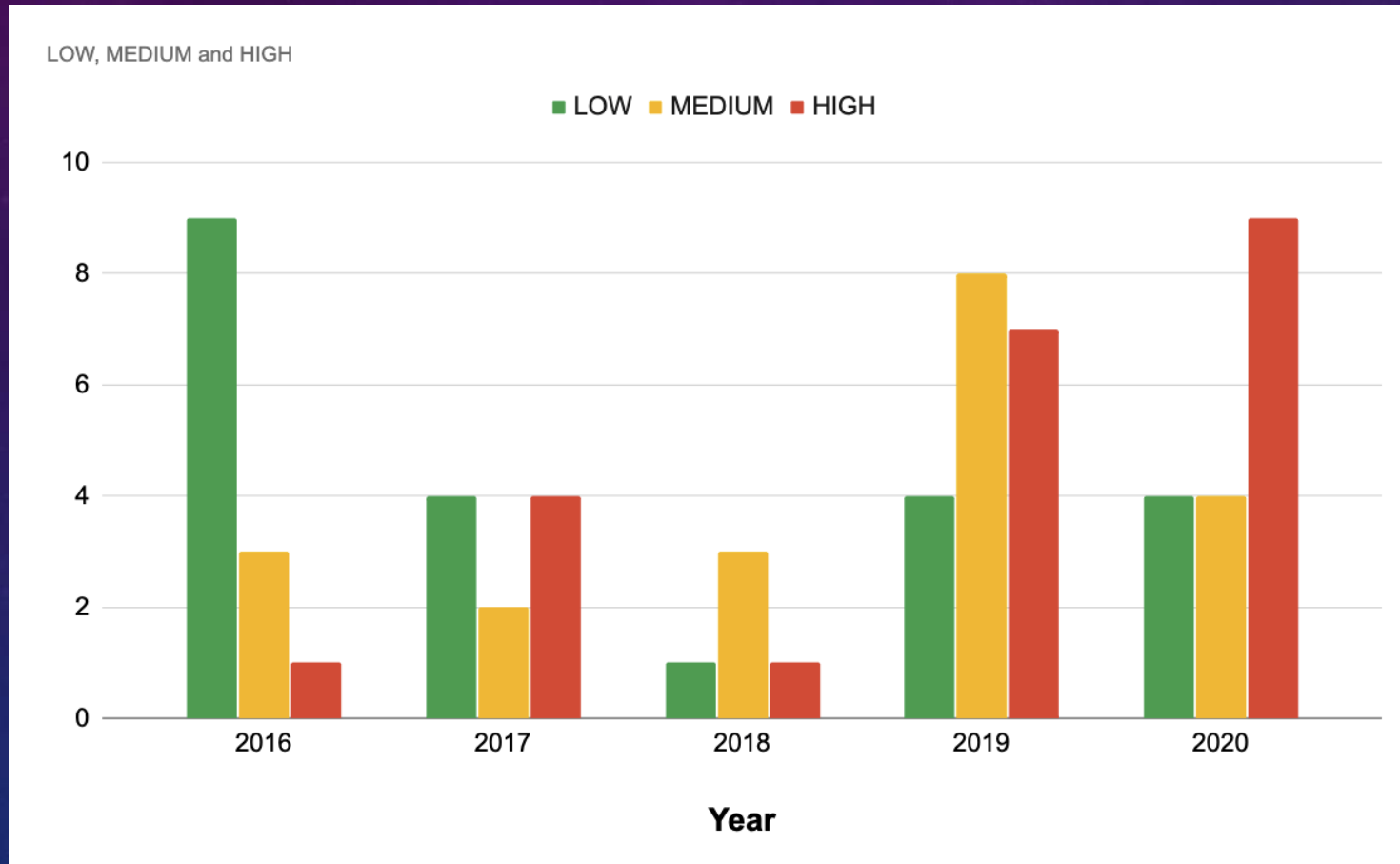
THE ESCALATION OF RANSOMWARE

Recovery Time

Low <1 day

Medium 2-7 days

High >1 week



2020
1%

THE ESCALATION OF RANSOMWARE

Office of the Director of National Intelligence provided this report:
Ransomware Attacks Surge in 2023; Attacks on Healthcare Sector Nearly Double

“In the US, attacks against the healthcare sector were up 128 percent, with 258 victims in 2023 versus 113 in 2022.”

More than doubled in the U.S.!
This represents 4% of the 6,120 Hospitals.

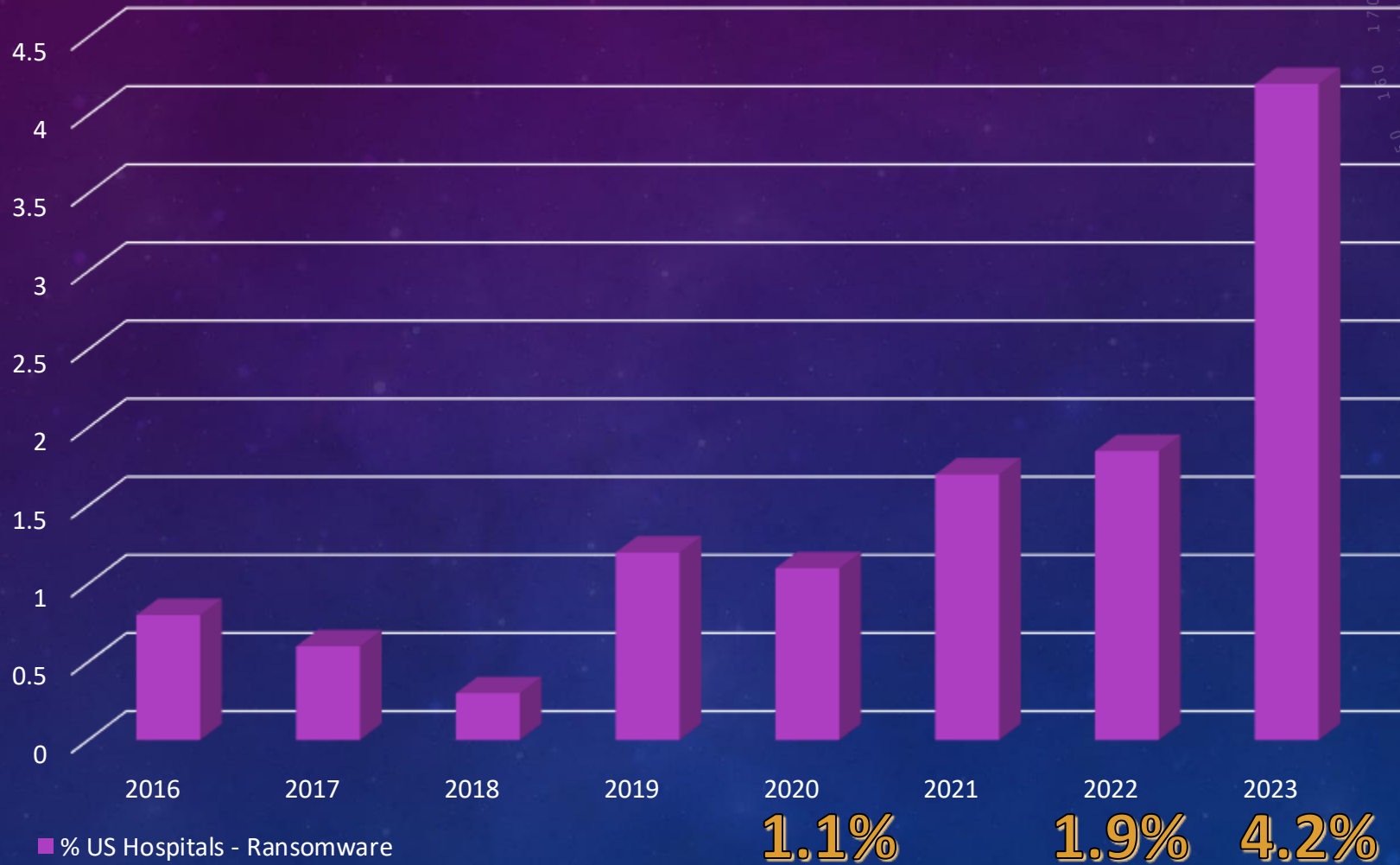
2023
4%



Photo by Ivan Dražić, at Pexels

ESCALATION IN RANSOMWARE 2016-2024

% US Hospitals - Ransomware



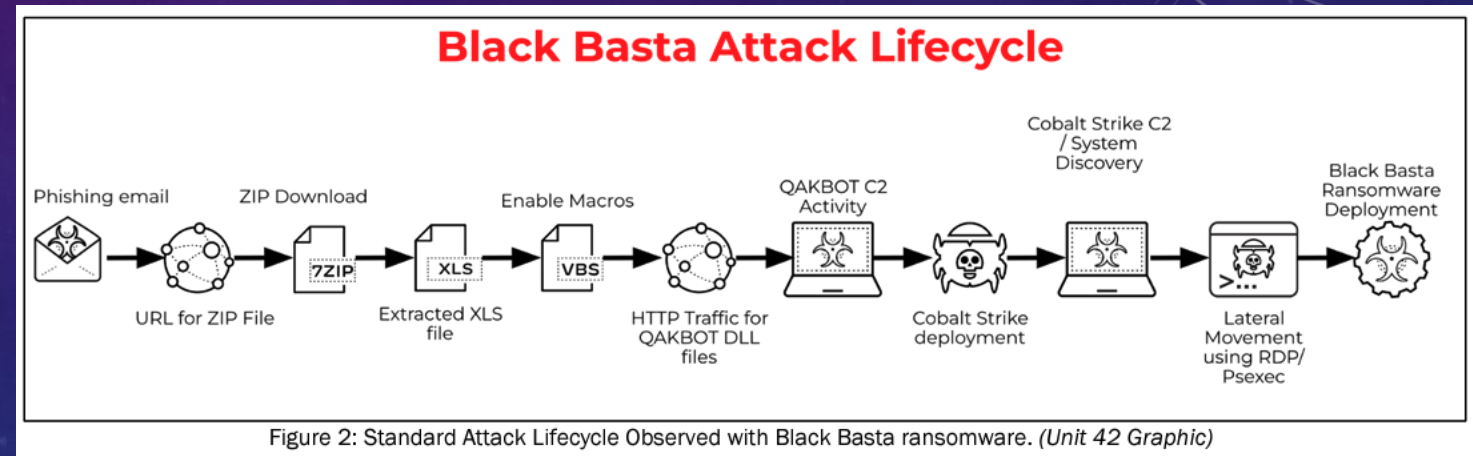


HOW DO THEY DO IT?

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BLACK BASTA RANSOMWARE

- **Spear phishing**
- BITSAdmin
- Cobalt Strike
- **Remote Access Tools**
 - PSEXec
 - ScreenConnect
 - Remote Desktop
- **Powershell**



HOW RANSOMWARE IS DEPLOYED

Ransomware is “noisy” – quickly detected!

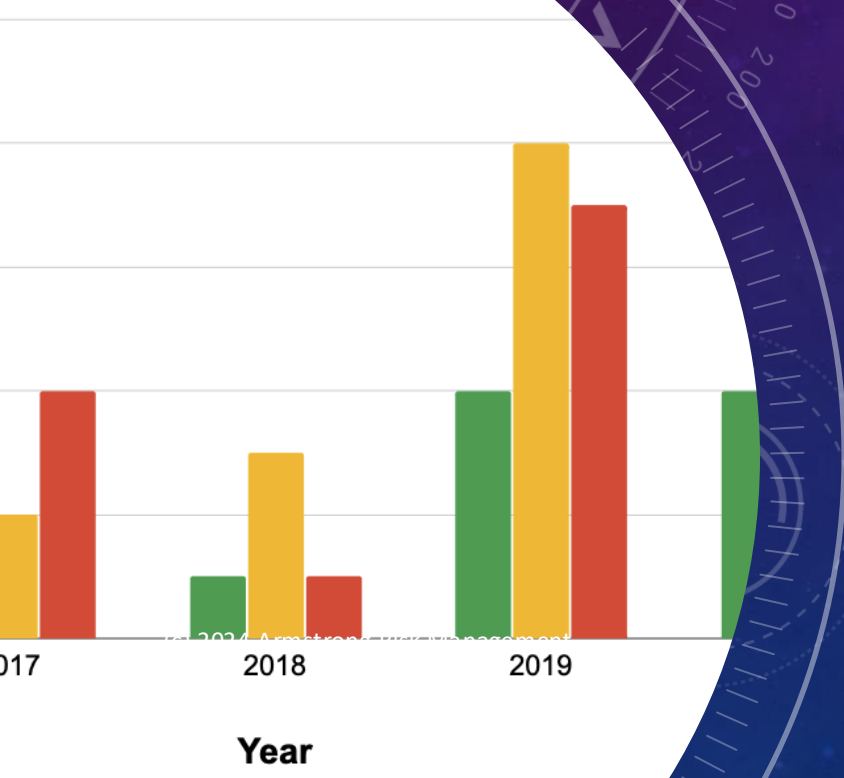
Activated across all computers, all at once.

- Often at midnight
- Often on the weekend or on a holiday
- It rapidly encrypts pieces of files





■ LOW ■ MEDIUM ■ HIGH



- Escalation in **number** and **impact**
- Increasing Sophistication
- Incident Response is Complex



PATIENT SAFETY

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CYBERSECURITY IS PATIENT SAFETY

Cynergistek's 2018 Report on Cybersecurity Findings in Healthcare — Impact on Patient Care:

“Increased medical errors as downtime procedures are initiated on paper, making it more difficult to communicate changes to the patient’s condition or to calculate appropriate drug dosages”



CYBERSECURITY IS PATIENT SAFETY

Cynergistek's 2018 Report on Cybersecurity Findings in Healthcare — Impact on Patient Care:

“Increased stress on staff operating in the more chaotic environment.”



CYBERSECURITY IS PATIENT SAFETY

Cynergistek's 2018 Report on Cybersecurity Findings in Healthcare — Impact on Patient Care:

“Increased risk of staff cutting corners as they are asked to do work in a less efficient manner which increases compliance risks”

HEALTH OF THE HOSPITAL

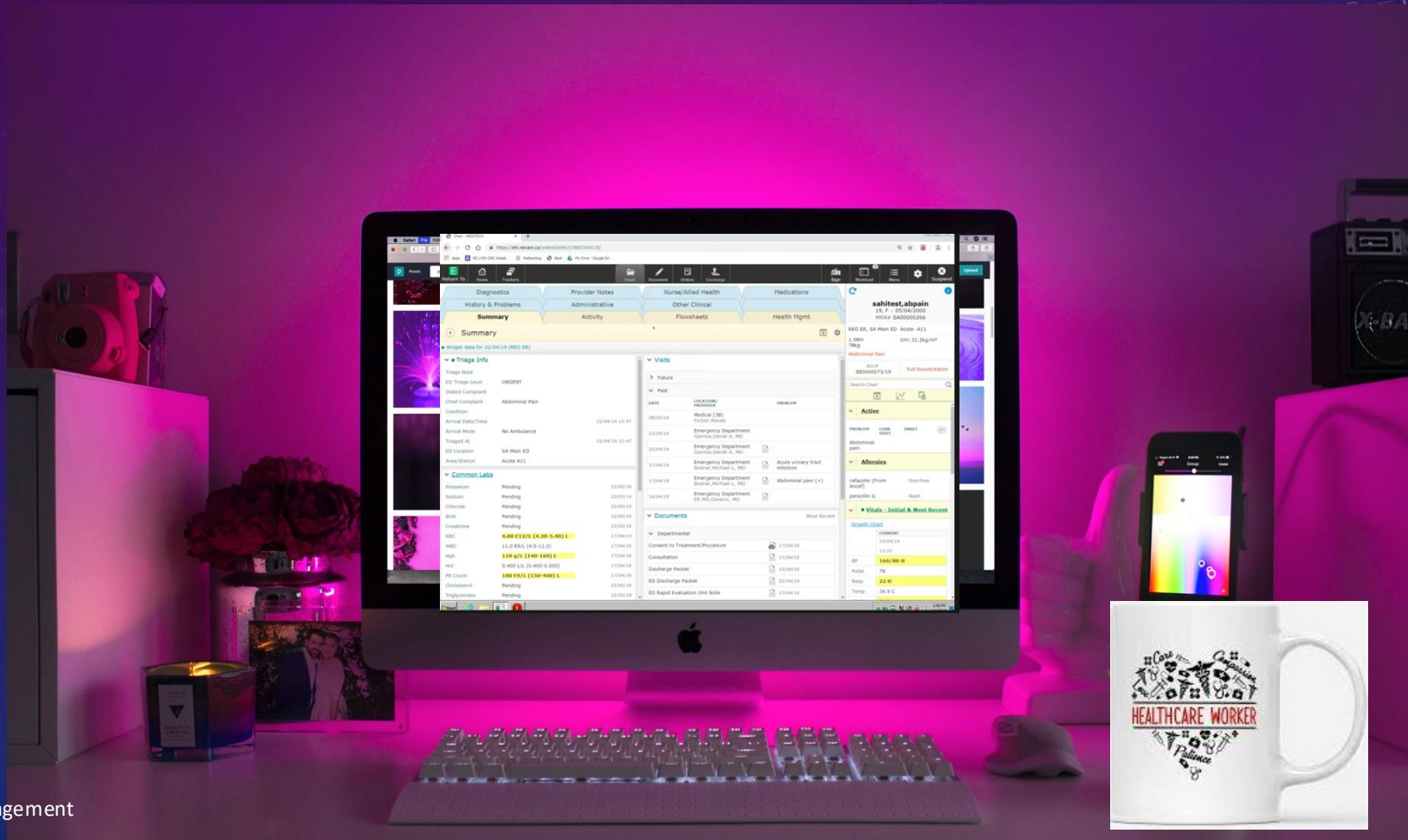
Cynergistek's 2018 Report on Cybersecurity Findings in Healthcare — **Financial Impact:**

- **Cancelled elective services** because systems are down which will result in a reduction in Revenue
- **Increased time lag to get charges submitted** which will lead to a lag in payment having implications on cash flow
- **Increased unanticipated cost to recover** from the data incident, provide notification to impacted individuals and hire external parties to assist



CONTROVERSIAL QUESTION

TO PAY OR NOT TO PAY



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Photo by Designecologist: <https://www.pexels.com/photo/silver-imac-displaying-collage-photos-1779487/>

TO PAY OR NOT TO PAY – THE PROS AND CONS



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Photo by Designecologist: <https://www.pexels.com/photo/silver-imac-displaying-collage-photos-1779487/>

TO PAY OR NOT TO PAY

Funds

- Criminals
- Terrorism
- Failed States

Possibly Illegal



TO PAY OR NOT TO PAY

Encourages attacks

- On your organization
- On others



Photo by [Brock Wegner](#) on [Unsplash](#)

TO PAY OR NOT TO PAY

Does it even work?

- Database corruption
- Out of Synch
- It takes a long time

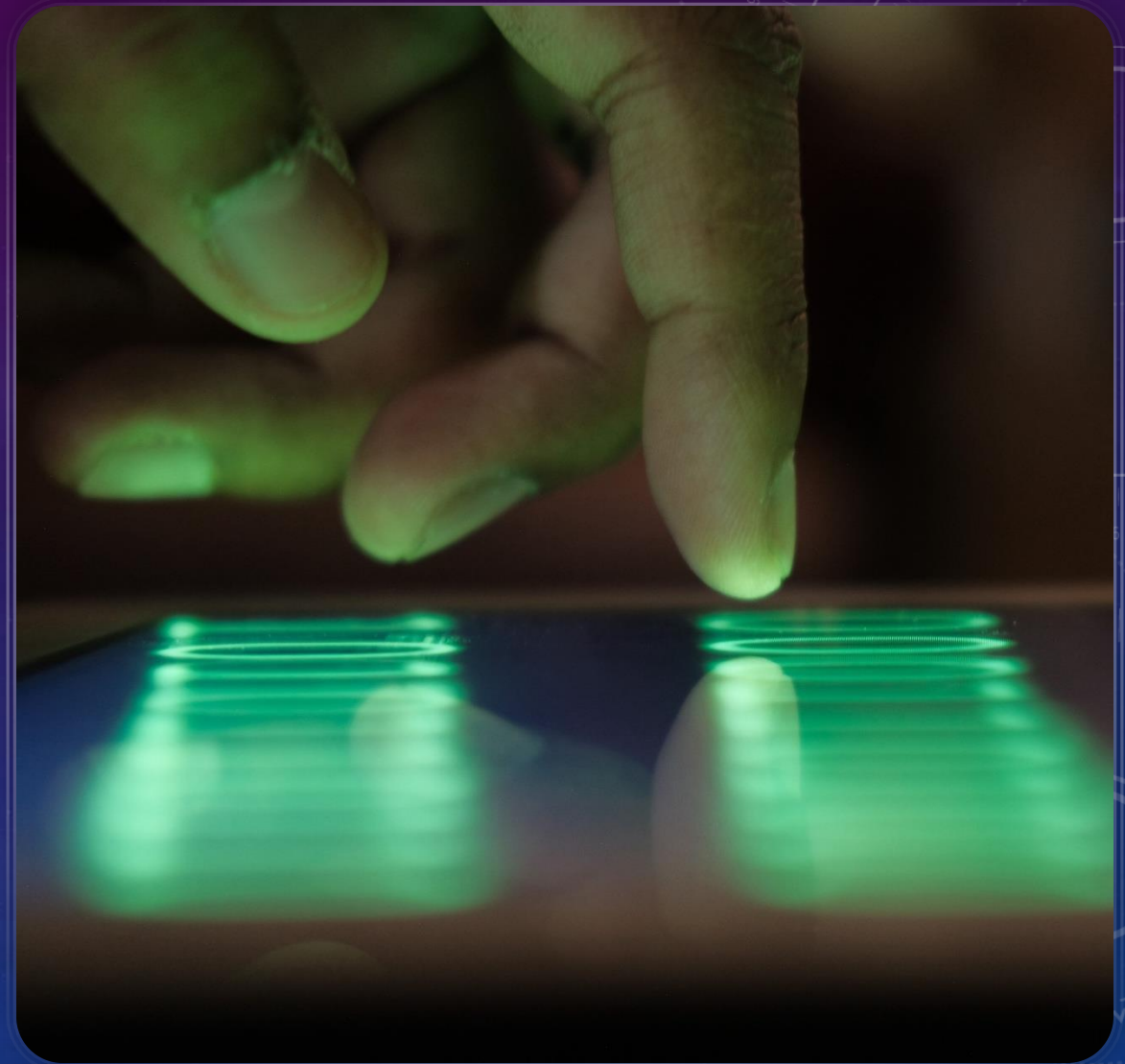


Photo by [Chris Liverani](#) on [Unsplash](#)



WAR STORIES

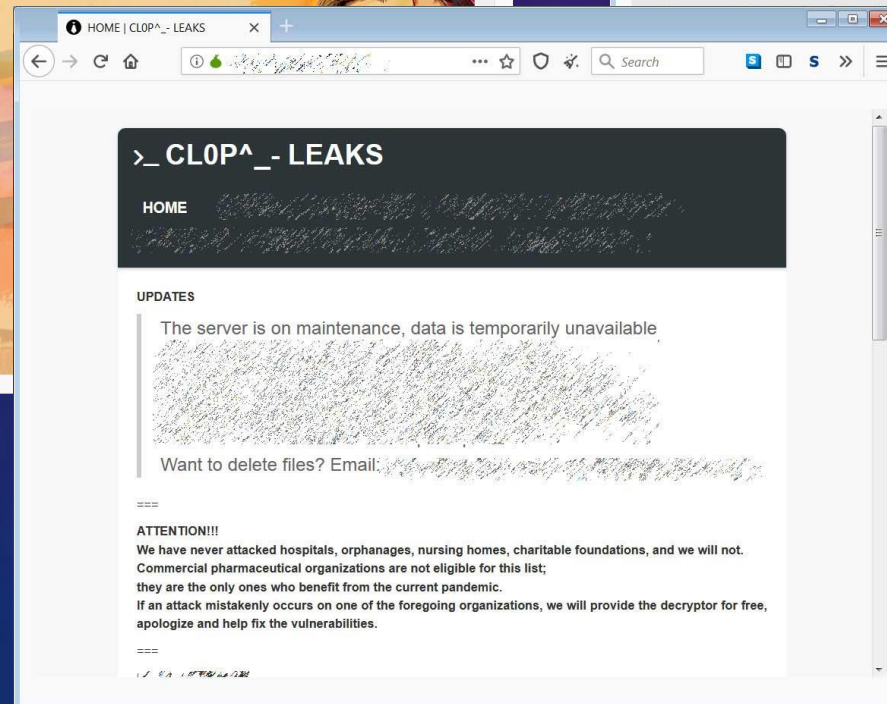
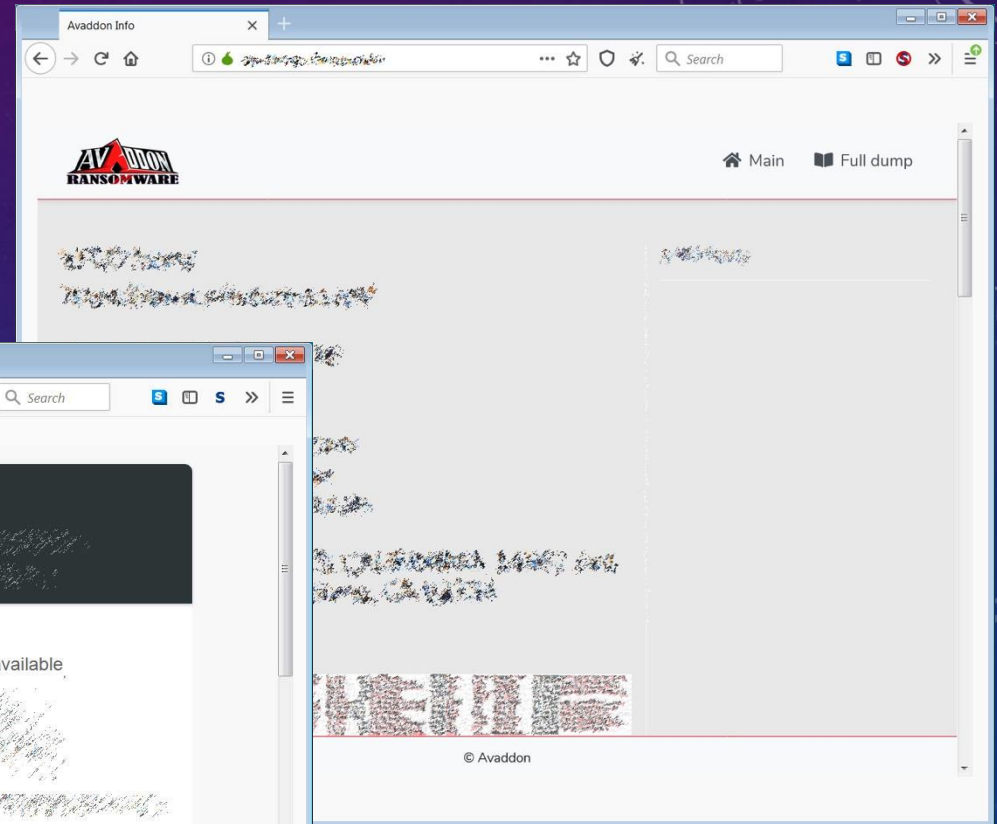
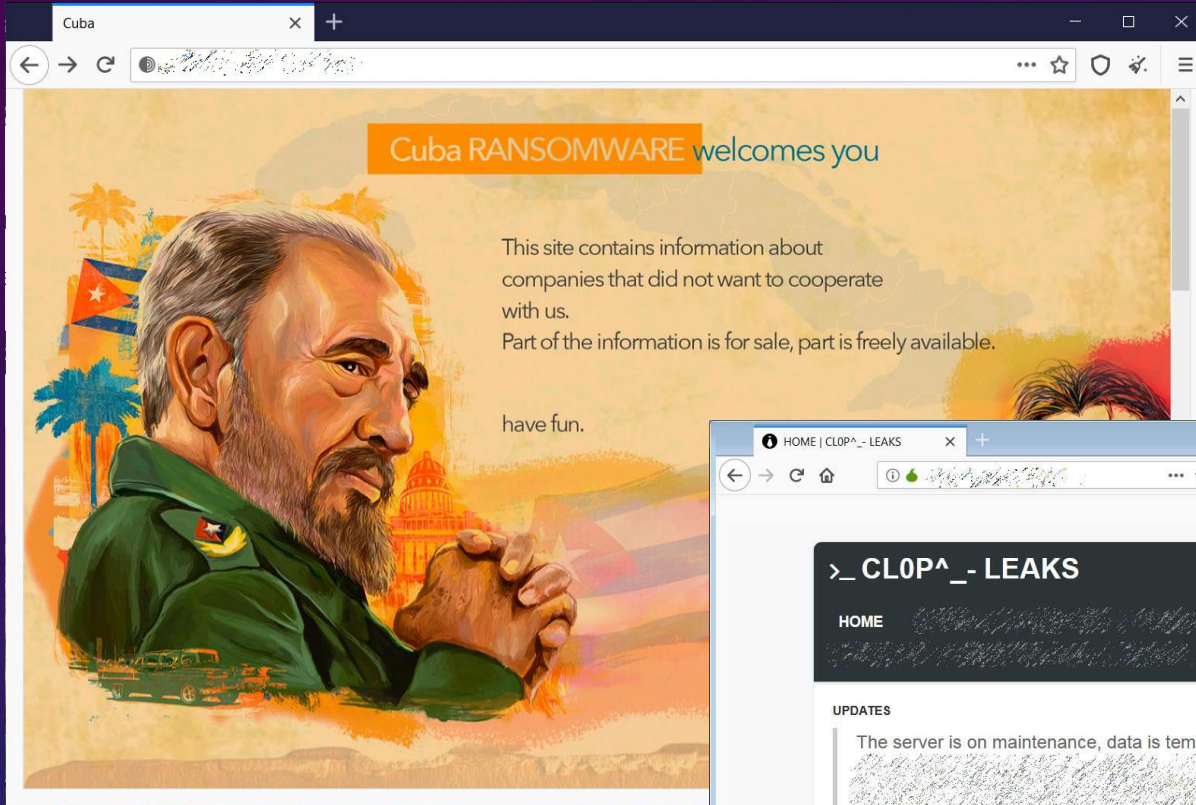
- Who do we call?
- Files out of synch, corrupted
- Paid the ransom – but FAL issue
- Antivirus deleted essential files
- Ransomware + Insider Threat
- Rush to Restore, is it a breach? /





WHAT
PRESURES CAN
A HACKER PUT
ON YOUR
ORGANIZATION
TO PAY?

PRESSURES – DATA EXFILTRATION



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<https://www.bleepingcomputer.com/news/security/list-of-ransomware-that-leaks-victims-stolen-files-if-not-paid/>

PRESSURES - SHAMING

Therapy patients blackmailed for cash after clinic data breach

26 October 2020

Share

By Zoe Kleinman
Technology reporter



Many patients of a large psychotherapy clinic in Finland have been contacted individually by a blackmailer, after their data was stolen.

<https://www.bbc.com/news/technology-54692120>

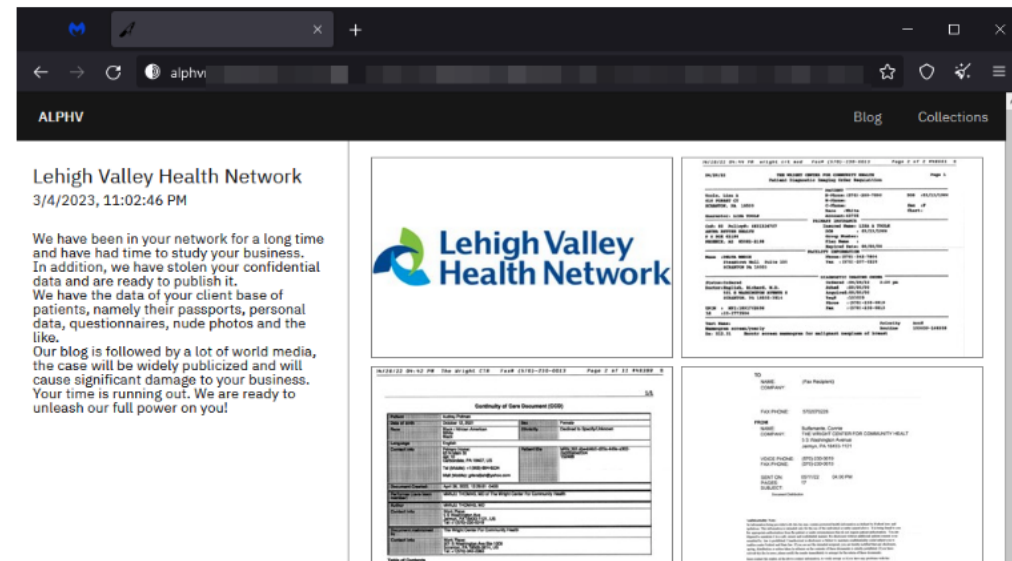
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Breast cancer photos published by ransomware gang

Posted: March 13, 2023 by Jovi Umawing

The Russia-linked ALPHV ransomware group, also known as **BlackCat**, has posted sensitive clinical photos of breast cancer patients—calling them “nude photos”—to extort money from the Lehigh Valley Health Network (LVHN).

This has triggered a chorus of accusations from the cybersecurity community, with some labeling the group as “barbarians” and others saying the group is “exploiting and sexualizing breast cancer”.



<https://www.malwarebytes.com/blog/news/2023/03/breast-cancer-photos-published-by-ransomware-gang>

PRESSURES - SWATTING

The Register®

After injecting cancer hospital with ransomware, crims threaten to swat patients

Remember the good old days when ransomware crooks vowed not to infect medical centers?

 [Jessica Lyons](#)

Fri 5 Jan 2024 / 21:54 UTC

Extortionists are now threatening to swat hospital patients — calling in bomb threats or other bogus reports to the police so heavily armed cops show up at victims' homes — if the medical centers don't pay the crooks' ransom demands.

After [intruders broke into](#) Seattle's Fred Hutchinson Cancer Center's IT network in November and stole medical records — everything from Social Security numbers to diagnoses and lab results — miscreants threatened to turn on the patients themselves directly.

The idea being, it seems, that those patients and the media coverage from any swatting will put pressure on the US hospital to pay up and end the extortion. Other crews do similar when attacking IT service provider: they don't just extort the suppliers, they also threaten or further extort customers of those providers.

"Fred Hutchinson Cancer Center was aware of cyber criminals issuing swatting threats and immediately notified the FBI and Seattle police, who notified the local police," a spokesperson told *The Register* today. "The FBI, as part of its investigation into the cybersecurity incident, also investigated these threats."

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https://www.theregister.com/2024/01/05/swatting_extorion_tactics/



WHAT'S NEXT?

WHAT'S NEXT?

Attacks on Integrity



ATTACKS ON INTEGRITY

Prepare Now – Some Ideas

- Maintain logs longer
- Monitoring
 - Unusual behavior on disk?
 - Administrator, privileged, and service accounts
- Work with Clinical teams to develop a plan for validating clinical data



WHAT DO WE DO?

GOOD NEWS!

There has never been more information!

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www.stopransomware.gov

JOINT CYBERSECURITY ADVISORY

Co-Authored by:

#StopRansomware

Summary

Note: This is an ongoing advisory regarding ransomware threats. These threats and historical procedures to help organizations stopransomware threats are...

The Federal Bureau of Investigation (FBI) and the Health Sector Cybersecurity Coordination Center (HS3) have a steady and reluctant Basta may be Russian-speaking reinforce the ransomware seasoned cy...

Impact to Health Sector

Having already credible threats seeking to prevent Black Basta information laboratory a organization stole several information customers, and unpatched and health threatening critical infra...

Overview

Although Black Basta in development leak site, a manufacturer and public health expressed in Zealand, an organization...

The highly critical may be similar spray-and-patch approach, only collaboration...

U.S. Department of Justice

U.S. Cybersecurity and Infrastructure Security Agency (CISA)

U.S. Cybersecurity and Infrastructure Security Agency (CISA) and Multi-State Information Sharing & Analysis Center (MS-ISAC) Ransomware Guide released in September 2020 (see "What's New") and was developed through the Joint Ransomware Task Force. This guide includes two primary resources:

- Part 1: Ransomware and Data Extortion Prevention Best Practices
- Part 2: Ransomware and Data Extortion Response Checklist

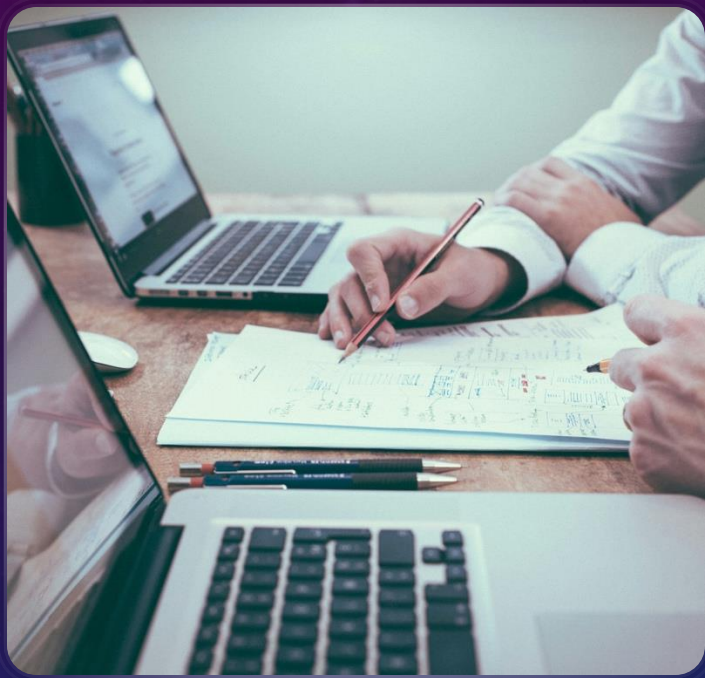
Part 1 provides guidance for all organizations to reduce the impact and likelihood of ransomware incidents and data extortion, including best practices to prepare for, prevent, and mitigate these incidents. Prevention best practices are grouped by common initial access vectors. Part 2 includes a checklist of best practices for responding to these incidents.

These ransomware and data extortion prevention and response best practices and recommendations are based on operational insight from CISA, MS-ISAC, the National Security Agency (NSA), and the Federal Bureau of Investigation (FBI), hereafter referred to as the authoring organizations. The audience for this guide includes information technology (IT) professionals as well as others within an organization involved in developing cyber incident response policies and procedures or coordinating cyber incident response.

The authoring organizations recommend that organizations take the following initial steps to prepare and protect their facilities, personnel, and customers from cyber and physical security threats and other hazards:

ISAC membership is open to representatives from all 50 states, the District of Columbia, U.S. Territories, local and tribal governments, public K-12 education entities, public institutions of higher education, authorities, and any other non-federal

ACTION PLAN



ASSESS



SPRINT



MARATHON

CULTURE



PEOPLE

Strong Security culture

- People speak up
- Not afraid to admit a mistake



PEOPLE

Strong Security culture

- People speak up
- Not afraid to admit a mistake
- **“Pull that thread!”**



PEOPLE

Strong Security culture

- People speak up
- Not afraid to admit a mistake
- “Pull that thread!”
- **Security Champions**



PEOPLE

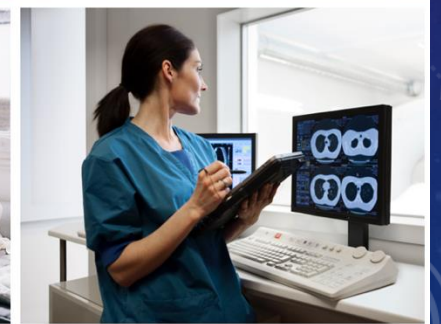
Strong Security culture

- People speak up
- Not afraid to admit a mistake
- “Pull that thread!”
- Security Champions
- **Be a business person**
- **Educate the executives**

BUILD YOUR SECURITY CULTURE

- **Educate the Executives and Top Management**
- **Set the Tone from the Top**
- **Create a Blame Free Culture**
 - “Security is everyone’s responsibility”
 - We all make mistakes and no one will be berated
 - Speak up ASAP
- **Interactive Security Awareness Training**
 - Hands on with email, links, shortened urls, etc.
 - Skills for online banking and shopping
- **Monthly Reminders, Posters, Swag**

Security
Culture



Building a Security Culture

Go beyond dry Security Awareness trainings with interactive trainings designed for your people.

PROCESS

DOWNTIME PROCEDURES

Back to Paper

- Paper forms match the EHR
- Solicit feedback on the forms from staff
- How will these forms will be provided?
 - Pre-printed supply of forms?
 - Where will they be stored?
 - How print as needed?
 - Make staff aware of how to obtain the forms



DOWNTIME PROCEDURES

Returning from Downtime

- Start with paper, finish with paper
- New admissions – ensure critical data entered ASAP (allergies, meds, etc.)
- Enter a note in the patient's medical record that indicates that the EHR was down



INCIDENT RESPONSE PLANNING



- Determine what is Critical
- Create Playbooks
- Decide upon Reporting, Triage, escalation procedures
- Educate Staff
- Run Tabletop Exercises (TTX)
- Refine the Plan
- Repeat

INTENSE TRAINING

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TABLETOP EXERCISES

- Key Stakeholders
 - Clinicians
 - Executives
 - Legal
- Exercise the Plans
- Cyber Range
- “Live Fire”
- Other Hospitals!



RESILIENCE

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Information Sharing Best Practices

TLP:WHITE This report may be shared without restriction. For Health-ISAC members—be sure to download the full version of the report from the Health-ISAC Threat Intelligence Portal (HTIP). Contact Membership Services for assistance.



health-isac.org

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H-ISAC INFORMATION SHARING

- Strategic
- Tactical
- Operational
- Open Source Intel
- Industry Best Practices
- Incident Response
- Defender Resources
- Media Response

PARTNERSHIPS

- InfraGard - Partnership with the FBI
- H-ISAC - Health Information Sharing and Analysis Center
- ASPR TRACIE - Healthcare Emergency Preparedness Information Gateway
- HIMSS - Healthcare Information and Management Systems Society



THERE IS A PLAN!

“Cyber Safety is *Patient Safety*”

- Get involved!
- Lots of Resources
 - Health Industry Cybersecurity Practices (HICP)
 - HPH Cybersecurity Framework Implementation Guide



Health Sector Coordinating Council
Cybersecurity Working Group

Home About Cyber Strategic Plan Cyber Practices Training Videos Government Pa

Health Industry Cybersecurity Strategic Plan 2024-2029

↓ DOWNLOAD HEALTH INDUSTRY CYBERSECURITY STRATEGIC PLAN 2024-2029

Manage Risks Measure Effectiveness Monitor Threats Respond & Recover

ACTION PLAN AND DISCUSSION



- Identify Critical Systems
- Assess Risk



- Security Culture
- Strong Authentication
- Lock down IT Tools and Privileged Access
- Incident Preparedness



- Process Improvement
- Reduce Technical Debt
- Measure and Monitor
- Managed Security Services

Armstrong Risk Management

The Ransomware Pandemic in Healthcare

Dear Reader,

I had a front seat to the ransomware pandemic at Hospitals. I was leading Product Security at MEDITECH (a top three Electronic Health Record vendor) and our Hospital customers started to experience ransomware attacks with greater frequency and impact. Seeing how unprepared most organizations were, at that time I built out a threat intelligence program for our customers. Through a secure customer portal I shared best practices, technical guides, alerts, and strategies.

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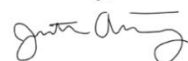
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May your organization continue to grow more and more resilient!

Sincerely,



Justin Armstrong
Boston, MA



CHECK OUT MY E-BOOK!

WWW.ARMSTRONGRISK.COM

JUSTIN@ARMSTRONGRISK.COM