

Daily Open Source Infrastructure Report 17 January 2017

Top Stories

- Investment Technology Group, Inc. (ITG) agreed January 12 to pay over \$24.4 million to settle charges that it violated Federal securities laws from 2011 2014. *U.S. Securities and Exchange Commission* (See item 2)
- The Siskiyou County Community Development Department in California was notified January 11 that an estimated 1.3 million gallons of untreated sewage escaped into Cold Creek due to a break in a main sewer line. *KRCR 7 Redding/Chico* (See item <u>11</u>)
- Zimmer Biomet agreed January 12 to pay more than \$30 million to resolve Federal investigations into the company's alleged Foreign Corrupt Practices Act (FCPA) violations. U.S. Securities and Exchange Commission (See item 15)
- The U.S. Government agreed January 12 to provide \$2.2 billion in disability benefits to as many as 900,000 U.S. Marine Corps service members who were potentially exposed to contaminated drinking water between August 1953 and December 1987. Associated Press (See item 22)

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Energy Sector

Nothing to report

Chemical Industry Sector

Nothing to report

Nuclear Reactors, Materials, and Waste Sector

Nothing to report

Critical Manufacturing Sector

1. January 12, U.S. Environmental Protection Agency – (National) EPA notifies Fiat Chrysler of Clean Air Act violations. The U.S. Environmental Protection Agency (EPA) issued a notice of violation to Fiat Chrysler Automobiles N.V. and its U.S. subsidiary FCA U.S. LLC January 12 for alleged violations of the Clean Air Act after the firm installed and failed to disclose engine management software that increased emissions of nitrogen oxides from around 104,000 of its model years 2014 –2016 Jeep Grand Cherokees and Dodge Ram 1500 trucks equipped with 3.0 liter diesel engines sold in the U.S. The EPA and the California Air Resources Board have initiated investigations based on the company's alleged actions.

Source: https://www.epa.gov/newsreleases/epa-notifies-fiat-chrysler-clean-air-act-violations

Defense Industrial Base Sector

Nothing to report

Financial Services Sector

- 2. January 12, U.S. Securities and Exchange Commission (National) ITG paying \$24 million for improper handling of ADRs. The U.S. Securities and Exchange Commission announced January 12 that Investment Technology Group, Inc. (ITG) agreed to pay over \$24.4 million to settle charges that it violated Federal securities laws from 2011 2014 by facilitating pre-releases of American Depository Receipts (ADRs) to its counterparties without owning the foreign shares or taking the necessary steps to ensure they were protected by the counterparty on whose behalf they were being acquired. Many of the ADRs obtained by ITG through pre-releases were ultimately used to engage in short selling and dividend arbitrage although that they may not have been backed by foreign shares, leaving them exposed to market abuse.

 Source: https://www.sec.gov/news/pressrelease/2017-6.html
- 3. January 12, SecurityWeek (International) New Ploutus ATM malware variant at large. Security researchers from FireEye reported that a new variant of the Ploutus ATM malware targeting machines from Diebold, dubbed Ploutus-D is capable of

significantly expanding its list of targets with minor code changes, as it is capable of interacting with KAL's Kalignite multivendor ATM platform which runs on 40 different ATM vendors in 80 countries. The new variant requires an attacker or money mule to open the top portion of the ATM, connect a keyboard to the machine, and use an activation code that is provided by the actor in charge of the operation in order to dispense the money from the machine.

Source: http://www.securityweek.com/new-ploutus-atm-malware-variant-large

Transportation Systems Sector

4. January 13, WWJ 950 AM Detroit – (Michigan) Fire damages buses at DDOT terminal; expect service delays. Detroit Department of Transportation officials reported that bus service across the city is expected to be delayed January 13 after a fire broke out at a terminal on St. Jean Street that damaged 8 buses and 2 bays. The exact cause of the fire remains under investigation.

Source: http://detroit.cbslocal.com/2017/01/13/fire-damages-buses-at-ddot-terminal-expect-service-delays-video/

5. January 13, WLS 7 Chicago; Chicago Sun-Times – (Illinois) Chicago weather: South Shore passengers stuck for more than 5 hours. Service on the Northern Indiana Commuter Transportation District's South Shore Line was suspended for several hours January 12 after passengers were stuck on a South Shore train for more than 5 hours when ice on an overhead wire and on the tracks prevented the train from making it over a hill west of the Hegewisch station. The inclement weather also prompted more than 50 flight cancellations and delays at Chicago's airports, and forced the closure of several area highways.

Source: http://abc7chicago.com/weather/south-shore-passengers-stuck-for-more-than-5-hours/1698752/

6. January 12, Arizona Republic; Associated Press – (Arizona) Good Samaritan shoots, kills man who wounded Arizona DPS trooper in struggle. Interstate 10 near Tonopah, Arizona, was closed for about 13 hours January 12 while authorities investigated after a man ambushed and shot a police officer responding to the scene of an overturned vehicle. Another man passing by the scene shot and killed the assailant when he refused to step away from the police officer.

 $Source: \underline{http://www.azcentral.com/story/news/local/southwest-valley-\underline{breaking/2017/01/12/police-activity-shuts-interstate-10-westbound-near-\underline{tonopah/96481168/}$

7. *January 12, KCRA 3 Sacramento* – (California) **CHP: 2 dead in 'horrific crash' on Hwy. 49 in Nevada County.** Two people were killed following a head-on collision on California State Route 49 in Nevada County January 12, prompting the highway to be closed in both directions for several hours.

Source: http://www.kcra.com/article/officials-horrific-deadly-crash-closes-hwy-49-in-nevada-county/8591429

8. January 12, Tacoma News Tribune – (Washington) Wreck leaves woman in coma,

closes SR 512 for hours. Washington State Route 512 in Lakewood was closed for several hours January 12 after a semi-truck traveling westbound rear-ended another vehicle, sending it across the highway and triggering a 6-vehicle chain reaction crash. One person was injured.

Source: http://www.thenewstribune.com/news/local/traffic/article126276149.html

Food and Agriculture Sector

- 9. January 12, U.S. Department of Agriculture (National) Kettle Cuisine, LLC recalls chicken soup product due to misbranding and undeclared allergens. Kettle Cuisine, LLC issued a recall January 12 for approximately 3,096 pounds of its "Mom's Chicken Soup" products sold in 24-ounce cups due to misbranding and undeclared eggs, milk, and wheat after a retail store observed that product labeled as "Mom's Chicken Soup" actually contained "Italian Wedding Soup with Meatballs," which contains the allergens. There have been no confirmed reports of adverse reactions and the products were shipped to Whole Foods Market Inc. locations in five States. Source: https://www.fsis.usda.gov/wps/portal/fsis/topics/recalls-and-public-health-alerts/recall-case-archive/archive/2017/recall-004-2017-release
- 10. *January 12*, *Biloxi Sun Herald* (Mississippi) **Captain Al's reopens Thursday.**Captain Al's Steak & Shrimp in Gulfport, Mississippi, reopened January 12 after being closed by the State Department of Health January 3 following reports that 40 people fell ill after eating at the establishment in December 2016.

 Source: http://www.sunherald.com/news/local/counties/harrison-county/article126059224.html

Water and Wastewater Systems Sector

11. January 12, KRCR 7 Redding/Chico – (California) Cold Creek sewage spill update. The Siskiyou County Community Development Department in California was notified January 11 that an estimated 1.3 million gallons of untreated sewage escaped into Cold Creek due to a break in a main sewer line. Work crews are installing a bypass pump system to prevent any subsequent wastewater loss and expect the repair to take up to 2 weeks.

Source: http://www.krcrtv.com/news/local/siskiyou/cole-creek-sewage-spill-update/265681638

12. *January 12*, *Brookhaven Daily Leader* – (Mississippi) **Boil-water alert issued for Brookhaven.** The Mississippi State Department of Health issued a boil water alert for all 12,513 City of Brookhaven water supply customers January 12 after water sampling revealed the presence of E. coli. and total coliform bacteria. State health officials reported that the alert will last until at least January 14.

Source: http://www.dailyleader.com/2017/01/12/boil-water-alert-issued-for-brookhaven/

13. *January 12*, *KTVU 2 Oakland* – (California) **San Benito Co. calls state of emergency due to contaminated water.** Recent flooding prompted San Benito County, California

officials to issue a water contamination health alert and declare a local state of emergency January 12 due to the potential for water contaminants to be present in individual well water systems, including sewage runoff, agricultural runoff, pesticides, and other possibly hazardous materials. Officials informed impacted residents that tap water is unsafe for any use and boiling, freezing, filtering, or letting water stand are not sufficient methods of decontamination.

Source: http://www.ktvu.com/news/228828126-story

14. January 11, KSWO 7 Lawton – (Oklahoma) Voluntary water boil advisory issued for Walters. The City of Walters, Oklahoma, issued a voluntary boil water advisory January 11 after several water line breaks caused a drop in pressure which could result in contamination. Officials are taking bacteriological line samples to confirm water quality.

Source: http://www.kswo.com/story/34239788/voluntary-precautionary-boil-advisory-for-walters

For another story, see item 22

Healthcare and Public Health Sector

15. January 12, U.S. Securities and Exchange Commission – (International) Biomet charged with repeating FCPA violations. The U.S. Securities and Exchange Commission (SEC) announced January 12 that Warsaw, Indiana-based Zimmer Biomet agreed to pay more than \$30 million to resolve parallel SEC and U.S. Department of Justice investigations into the company's alleged Foreign Corrupt Practices Act (FCPA) violations after Biomet continued to interact and improperly record transactions with a prohibited distributer in Brazil, and used a third-party customs broker to pay bribes to Mexican customs officials to enable the smuggling of unregistered dental products.

Source: https://www.sec.gov/news/pressrelease/2017-8.html

16. January 12, U.S. Department of Justice – (National) Baxter Healthcare Corporation to pay more than \$18 million to resolve criminal and civil liability relating to sterile products. Baxter Healthcare Corporation agreed January 12 to pay more than \$18 million to settle criminal and civil charges that the firm introduced into interstate commerce drugs that were adulterated under the Federal Food, Drug, and Cosmetic Act (FDCA) after failing to follow current Good Manufacturing Practices (cGMP) when the firm manufactured its large-volume sterile intravenous (IV) solutions at its North Cove, North Carolina facility despite the presence of mold between July 2011 and November 2012.

Source: https://www.justice.gov/opa/pr/baxter-healthcare-corporation-pay-more-18-million-resolve-criminal-and-civil-liability

17. January 12, U.S. Department of Justice – (Texas) Home health agency administrator pleads guilty in \$7.8 million Medicaid fraud. The administrator of 5 Houston-area home health agencies pleaded guilty January 12 to conspiring to defrauding the State of Texas' Medicaid-funded Home and Community-Based Service and the Primary Home

Care Programs out of more than \$7.8 million after she and co-conspirators obtained patients for her family's home health agencies by paying illegal kickbacks to patient recruits and physicians for referring and certifying Medicaid patients for provider attendant services (PAS) that were medically unnecessary and not provided, and submitted fraudulent claims for home health care services. As a result of the fraudulent claims and PAS fraud, the administrator and her co-conspirators submitted more than \$10 million in fraudulent claims to Medicare and Medicaid.

Source: https://www.justice.gov/opa/pr/home-health-agency-administrator-pleads-guilty-78-million-medicaid-fraud

Government Facilities Sector

- 18. *January 13*, *KTVZ 21 Bend* (Oregon) **Roof collapse aftermath: Sisters schools join Friday closure.** The gymnasium roof at Highland Magnet School at Kenwood Elementary in Bend, Oregon, collapsed January 12, prompting the closure of all schools in the Bend-La Pine School District until January 17 while officials conduct roof assessments. The Redmond School District and Sisters School District also closed its schools to complete structural assessment and snow removal.

 Source: http://www.ktvz.com/news/kenwood-school-gym-roof-collapses-bend-la-pine-closes-all-schools/265063695
- 19. January 13, WBNS 10 Columbus (Ohio) School districts in Fayette County closed after bomb threat. Miami Trace Local Schools and Washington Court House City Schools in Ohio were closed January 13 after a man called authorities threatening to bomb a school in the area.
 Source: http://www.10tv.com/article/school-districts-fayette-county-closed-after-bomb-threat
- 20. January 12, Richmond Times-Dispatch (Virginia) Fire, water damage close New Bridge Learning Center in Henrico; will open next week. A January 12 fire at the New Bridge Learning Center in Richmond, Virginia, prompted school officials to cancel classes and close the center until January 17. No injuries were reported and the cause of the fire remains under investigation.

 Source: http://www.richmond.com/news/local/henrico/article_d20727bb-cc7f-5e05-95bc-82fac47de4bc.html
- 21. *January 12, WRIC 8 Petersburg* (Virginia) **School bus carrying 32 students overturns in Virginia.** Authorities are investigating after a Sutherland Elementary School bus carrying more than 30 students overturned in Dinwiddie County, Virginia, January 12. All students on board were transported to the hospital as a precaution. Source: http://wjhl.com/2017/01/12/23-elementary-students-transported-to-hospital-after-virginia-school-bus-crash/
- 22. *January 12*, *Associated Press* (National) **US agrees to pay billions to Marines affected by toxic water.** The U.S. Government agreed January 12 to provide \$2.2 billion in disability benefits to as many as 900,000 U.S. Marine Corps service members who were potentially exposed to contaminated drinking water while stationed at Camp

Lejeune in North Carolina for at least 30 cumulative days between August 1953 and December 1987. The payouts are scheduled to begin in March 2017 and veterans are required to submit evidence of their diagnoses and service information in order to receive the benefits.

Source: http://abcnews.go.com/Politics/wireStory/us-agrees-pay-billions-marines-affected-toxic-water-44743897

23. *January 12, KRCC 91.5 FM Colorado Springs* – (Colorado) **Cheyenne Mountain State Park reopens after wind storm.** Cheyenne Mountain State Park reopened January 12 after it was closed earlier during the week of January 9 due to high winds that downed trees and knocked down power lines at the entrance of the park. Officials are assessing the damages.

Source: http://krcc.org/post/cheyenne-mountain-state-park-reopens-after-wind-storm

24. *January 12*, *WSAZ 3 Huntington* – (Kentucky) **Martin County government center closed after chemical leak.** The government center in Martin County, Kentucky, was shut down until further notice January 12 after a chemical leak related to the heating and cooling system in the facility. No injuries were reported and officials were working to air out the building.

Source: http://www.wsaz.com/content/news/Martin-County-government-center-closed-after-chemical-leak-410566865.html

Emergency Services Sector

25. January 13, Orange County Register – (California) Fire at fire station near Knott's destroys 4 fire vehicles, including \$1 million aerial truck. The Orange County Fire Authority Station 61 in Buena Park, California, sustained significant structural damage following a January 12 fire that destroyed 4 department vehicles. Officials estimated that approximately \$1.5 million in firefighting equipment may have been lost in the fire.

Source: http://www.ocregister.com/articles/fire-740939-kurtz-station.html

For another story, see item 6

Information Technology Sector

26. January 12, SecurityWeek – (International) GoDaddy revokes nearly 9,000 SSL certificates. GoDaddy revoked nearly 9,000 Secure Sockets Layer (SSL) certificates after discovering that a software bug, which was introduced in July 2016 as part of a routine code change intended to improve the certificate issuance process, can cause the domain validation process to be unreliable. GoDaddy provides the customer a random code and directs the customer to place it in a specific location on their Website in order to validate the domain name for a certificate, however the systems were observed validating domains even if the code was not found.

Source: http://www.securityweek.com/godaddy-revokes-nearly-9000-ssl-certificates

Internet Alert Dashboard

To report cyber infrastructure incidents or to request information, please contact US-CERT at soc@us-cert.gov or visit their Web site: http://www.us-cert.gov

Information on IT information sharing and analysis can be found at the IT ISAC (Information Sharing and Analysis Center) Web site: http://www.it-isac.org

Communications Sector

Nothing to report

Commercial Facilities Sector

- 27. January 12, Minneapolis Star Tribune (Minnesota) Apartment fire in Mound leaves one dead. A fire at the Grandview Terrace Apartments in Mound, Minnesota, prompted the evacuation of up to 40 people and killed 1 person January 12. Source: http://www.startribune.com/apartment-fire-in-mound-leaves-one-dead/410547425/
- 28. *January 12, KUSA 9 Denver* (Colorado) **Snow is likely cause of Breckenridge roof collapse.** The roof of the Village at Breckenridge resort in Breckenridge, Colorado, collapsed January 11 and prompted officials to evacuate roughly 70 families until further notice. No injuries were reported and authorities believe heavy snow accumulation caused the collapse.

Source: http://www.9news.com/news/local/no-injuries-expected-after-breckenridge-roof-collapse/385391263

Dams Sector

Nothing to report



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To report cyber infrastructure incidents or to request information, please contact US-CERT at soc@us-cert.gov or visit their Web page at www.us-cert.gov.

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