

Joint Legislative Education Oversight Committee

School Connectivity Initiative and Cybersecurity

Who Is MCNC?



Founded in 1980

Private, Non-Profit
Technology Provider



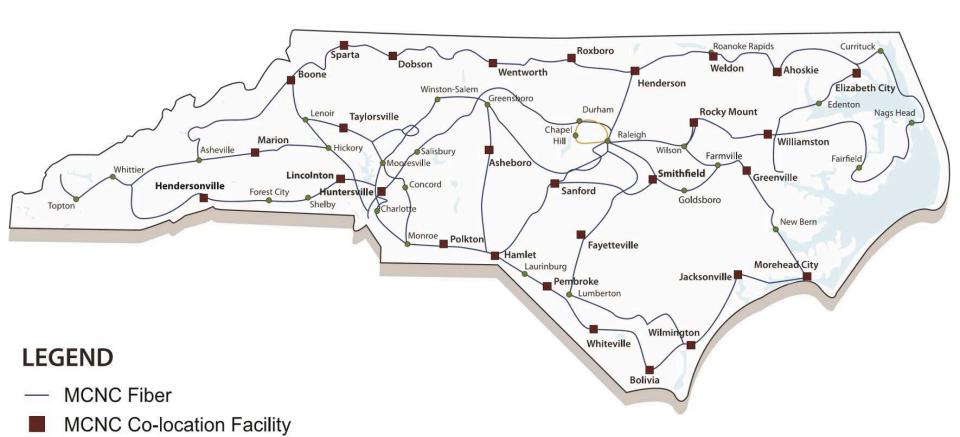
Own and Operate over 4,000 miles

of fiber-optic network infrastructure across NC

NCREN Fiber Map

MCNC Fiber (Triangle Ring)





City

As of December 2019

What Does MCNC Do?

















Who Does MCNC Serve?























NC STATE

Friday Institute for Educational Innovation

Advancing education through innovation in digital-age teaching, learning and leadership

fi.ncsu.edu



School Connectivity Initiative (SCI)

- Leverage economies of scale,
- to provide equitable, high-quality internet access
- to every school,
- regardless of geographic location
- or economic status,
- at the lowest cost possible



E-Rate



- Part of FCC Universal Service Fund
- Connections to and inside school buildings

Bias to rural and economically challenged communities

- Not home access
- www.usac.org/e-rate/

,	\$20.00
	\$20.00
Monthly charges and credits	\$2.66
Smartphone Line Access	\$0.15
	\$1.78
Fed Universal Service Charge Regulatory Charge	\$2.32
Administrative Charge	\$0.65
Administration	\$0.08
Taxes and gov fees	\$1.08
NC State 911 Fee Surchg	\$0.51
NC Telecom Reiay NC State Telecom Sales Tax Wake Cnty Telecom Sales Tax	
Wake Chiy	© 2020 MCNC – General Us



From student desk to the world

School (Wi-Fi)

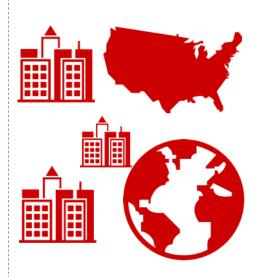




District (WAN)

State Backbone (NCREN)

Internet





Current State of K-12 Connectivity

School (Wi-Fi)





District (WAN)



State Backbone (NCREN)



Internet



Wi-Fi in every classroom

Fiber to every school

Backbone to every county

300 Gbps+ to Internet



Funding

School (Wi-Fi)





District (WAN)

State Backbone (NCREN) Internet



Wi-Fi (CAT2)	WAN	Backbone & Internet	2019 E-rate Year
\$29M	\$33.5M	\$14M	Total
\$20.5M	\$26M	\$9.9M	E-Rate
\$8.5M	\$7.5M	\$4.1M	State



SCI Summary 2019

	E-Rate	State	Total
E-Rate Eligible Expenses	\$56.4M	\$20.1M	\$76.5M
E-Rate non- Eligible		\$11.1M	\$11.1M
Total	\$56.4M	\$31.2M	\$87.6M

For each \$1 the State appropriated to this program in 2019, the PSUs received \$2.81 in value

Ransomware in NC



NC Reported Ransomware Attacks

Date	Affected Entity	Ransomware	/Malware
Feb. 2016	Durham	Unk	nown
Dec. 2017	Mecklenburg County	Lock	Crypt
Feb. 2018	Davidson County	Sam	Sam
May 2018	Pasquotank County	Scar	rab
Oct. 2018	Onslow County Water and Sewer	Ryu	k
Nov. 2018	City of Durham	Unk	nown
March 2019	Orange County (hit 3 times in 6 yr	s) Ryu	k
March 2019	Pasquotank-Camden EMS	Unk	nown
March 2019	Robeson County	Ryu	k
April 2019	City of Greenville	Rob	inHood
July 2019	Richmond Community College	Ryu	k
Aug. 2019	Lincoln County Sheriffs Office/91	(X2) Dop	plePaymer
Sept. 2019	NC Wildlife Resources Commission	on Dop	plePaymer
Oct. 2019	NC State Bar	Nes	hta (dropper)
Oct. 2019	Columbus County School System	x17) Ryu	k
Oct. 2019	ABC Board (x21)	Sod	inokibi
Dec. 2019	EBCI	Sod	inokibi (Insider Threat)
Jan. 2020	Duplin County	Ryu	k

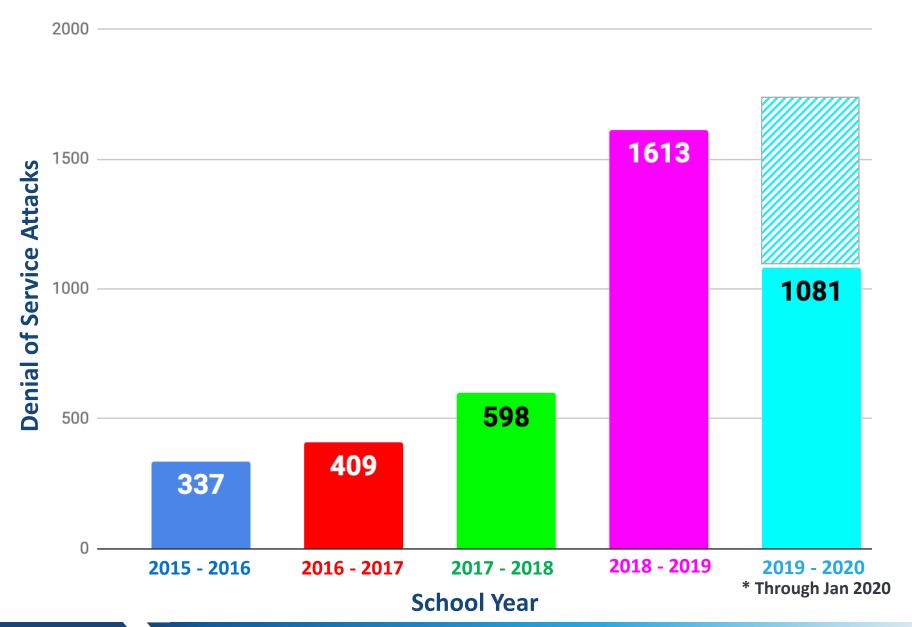




^{*}From March 5, 2020 IT Oversight Update

Denial of Service Attacks in NC





MCNC Security Services





The Cybersecurity Challenge



NC's education community relies on technology for success

Organizations that cannot operate effective cybersecurity controls, cannot succeed in a digital world

Most education entities do not have access to the resources and expertise needed to maintain effective cyber defenses



A world where cy attacks no longer pose a significant threat to education in NC

A State-Wide Approach



"Whole-of-State" Cyber Approach

*From March 5, 2020 IT Oversight Update





A State-Wide
Approach for
Education Cyber
Protection