#### Center for Surveillance, Epidemiology, and Laboratory Services





# Blockchain & Public Health

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### What is a blockchain?

 A distributed immutable ledger of transactions

- The underlying technology behind the cryptocurrency known as Bitcoin
- What TCP/IP (internet protocol) has been for the exchange of <u>information</u>, blockchain can be for the exchange of <u>value</u>





#### What is a blockchain?

 A set of tools for cryptographic assurance of data integrity, standardized auditing, and formalized contracts for data access

 A technology which empowers participating members to exchange items of value through a distributed ledger - that each member owns and who's content is always in sync





## No really, what's is a blockchain: 5 Principles\*

- Distributed Database
- Peer-to-Peer Transmission
- Irreversibility of Records
- Computational Logic (automated)
- Transparency with a degree of anonymity (pseudonymity)

<sup>\*</sup> Harvard Business Review – Halamka et al., 2017



## Blockchain: Is it of value to me?

"It is most useful when multiple loosely coupled distinct organizations or entities want to confidently share and audit information and automate mutually beneficial processes"





### What is a blockchain? One more time...it is...

#### Distributed

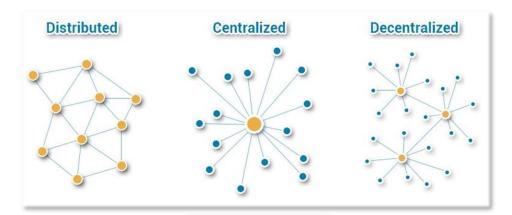
- Decentralized, shared, etc.
- Affording high availability

#### Immutable

- Write only
- Extremely "hacker resistant"
- Affording high Integrity

#### Ledger

- Transaction record (e.g., of financial data, contractual data, physical assets)
- Uses a validation process (consensus protocol)



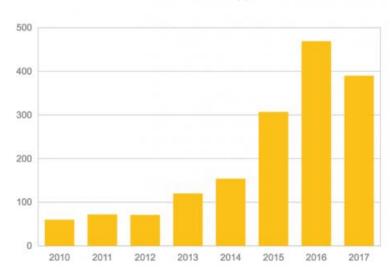
Transactions	<b>Value</b> 10.000	
Mary → John		
John → Lisa	0.345	
Sandra → David	18.4332	
Lisa → Sandra	7.156	
David → Mary	12.3402	
Brian → Lisa	3.029381	
•••		



### Is Blockchain new?

- No...but it is now gaining rapid popularity
- Over \$4.5 Billion in private funding for Blockchain-related projects in 2017 (Forbes)
- Dramatic increase in number of Blockchain patents filed (coindesk.com)
- Still in its early stages of development and implementation – similar to the internet itself in the late 1990s

#### **Number of Patent Applications**





## **Blockchain development activity**

- Significant activity in the Corporate, Academic and Federal spaces:
  - IBM, Microsoft, MIT, GA Tech, GSA, FDA, DHS, DOD, ONC, OMB, NIST, OPM, Postal Service, State Dept., Treasury Dept., Federal Reserve, and hundreds of blockchain startups.
  - https://emerging.digital.gov/blockchain-programs
- New Magazines / Journals:
  - Traditional (e.g., Wired): DISTRIBUTED (2017)
  - Peer-reviewed: Blockchain in Healthcare Today (2018)







## Digging a bit deeper into Blockchain: All hype? No.

- Leverages and expands existing capability of the internet
- Based on mathematics and cryptography (not magic):
  - (Tech speak: merkle trees, cryptographic hashes, public and private keys, etc.)
- Can be used for many different purposes
- When used in finance it finally solves the very challenging "double spend" problem

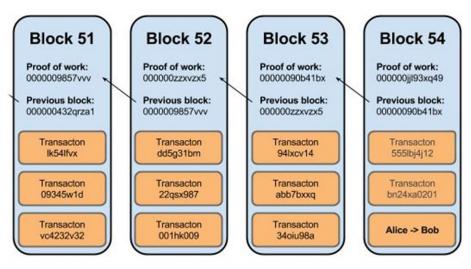




## Why is it called Blockchain?

The power of the technology to be a "trusted source of truth" is based on its ability to permanently connect groups of validated transactions...

> [connection = called a chain] [group = called a block]



Remember: the blockchain data continues to grow and is automatically replicated to every connected node... to potentially thousands of nodes. Sound inefficient? It's the cost of being a "trusted source of truth"



# Why does an internet-based "trusted source of truth" matter?

- You don't need a trusted 3<sup>rd</sup> party with a blockchain infrastructure
- Critical ledgers / databases are ubiquitous in our society – and most always require a trusted 3<sup>rd</sup> party
- Examples:
  - For financial transactions: Bank
  - For drivers license, auto tags, etc.: DMV





# Why does an internet-based "trusted source of truth" matter?

Blockchain technology can enhance the internet - from an internet of knowledge and information sharing to an internet of value and value exchange – where trust and security are "baked in"





## Blockchain: There isn't just one

- There are 3 general <u>categories</u> of blockchains:
- Similar to the idea of internet vs. intranet web sites.

- Public (full access by anyone)
- Permissioned (consortium)
- Private (i.e., within an organization)





## Blockchain: There isn't just one

- There are many different types / configurations of blockchains – with more being created every day
- Similar to the idea of using different operating systems (iOS, Android, Windows, Linux, etc.)
- Examples:
  - Bitcoin Blockchain
  - Ethereum Blockchain
  - Hyperledger Fabric
  - IOTA "Tangle"





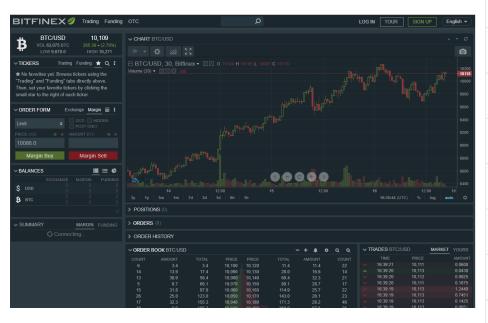
## **Blockchain: A foundation for new ecosystems**

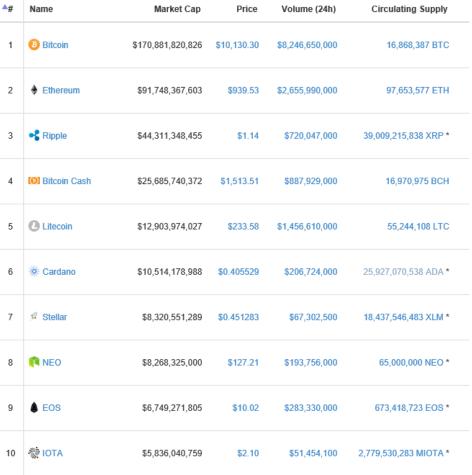
- Blockchain technology can support a wide variety of unique use cases
  - Decentralized file sharing, Digital asset exchange, Real estate transactions, Proof of authorship, Laboratory / pharmaceutical asset tracking, etc.
- Examples:
  - Bitcoin single purpose exchange and store value
  - Ethereum distributed application platform
    - i.e., an app store for blockchain-based apps (dApps)
      - Offers custom tokens, smart contracts, etc.





# Blockchain: A foundation for new ecosystems







## The Blockchain Token: Unit of value exchange

- Public blockchains (almost always) leverage a token
  - (not required with private/permissioned blockchains)
- A token (i.e., digital asset) can be many things...and have different purposes:
  - Digital Currency
  - To support the creation of a "marketplace"
    - A unit of value to be exchanged within distributed app ecosystem
  - Initial Coin Offering (ICOs) to be exchanged for fiat currency (e.g., USD)
  - Proxy for physical asset
  - Exchangeable for other digital assets / fiat currencies
    - Coinbase, Kraken, Bitfinex, Bittrex, Binance, etc.



## Using the Blockchain: making a transaction

- What is involved in a transaction event recorded on blockchain?
  - Unique Sender
    - Wallet (can be explicit or hidden from the user)
      - Contains Public Key to receive & Private Key send
  - Transaction Data (i.e., the data packet / metadata)
    - Financial asset, activating a change in rights to view or access a digital or real world asset
  - Receiver
    - Unique (most often) or multiple (i.e., automated by a "smart contract")
    - Wallet (can explicit or hidden....same as sender)



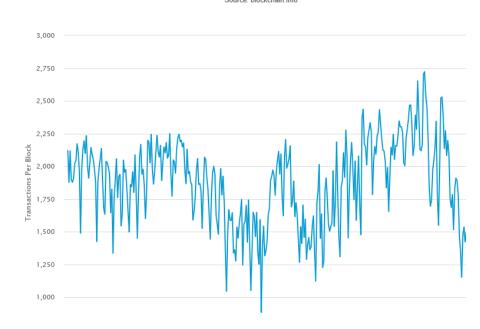


## Using the Blockchain: the transaction – a deeper look

- Inherent to a standard blockchainevery transaction is stored...every one...forever.
- With, for example, the public (Bitcoin) blockchain – transactions are grouped and processed in blocks (thousands of transactions)
- Blocks are then tied together with 1-way digital fingerprints (cryptographic hashes)

#### Average Number Of Transactions Per Block

The average number of transactions per block.





## Using the Blockchain: the transaction – a deeper look

- Transactions take time (which varies based on the blockchain type/platform)
  - Huge area of development / activity to improve transaction efficiency
  - There are significant challenges which need to be rapidly overcome (e.g., projects: plasma, lightning network)
- Transactions can have fees (for public blockchains)
  - to prevent spam, misuse of resources
  - e.g., Ethereum requires "Gas"
- All transactions require validation (consensus protocol)
  - Many types
  - Also, a very rapidly evolving area





## **Blockchain: Validation (have you heard of mining?)**

- Blockchain technology elegantly leverages computer science, mathematics, cryptography, & game theory
- For a public blockchain the goal is to incentivize unknown, untrusting participants to work with the system and not try to break it





## **Blockchain: Validation (have you heard of mining?)**

- There are many types of consensus protocols
  - Proof of Work classic but incredibly costly (electricity, etc.)
    - Mining Competing to solve a computationally intensive problem to validate transaction
      - GPU, ASIC (Application Specific Integrated Circuit), etc.
    - With the winner of the competition receiving a financial reward
  - Proof of Stake Ownership
  - Proof of Authority
  - Proof of Space-Time
  - Proof of Capacity
  - Proof of Elapsed Time (e.g., Intel)
  - With more being studied and tested every day





## **Blockchain: Quick recap and breather....**

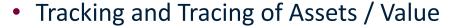
- Blockchain doesn't solve every problem
- Most useful "when loosely coupled distinct organizations / entities want to confidently share and audit information and automate mutually beneficial processes"
- Removes the need for intermediaries and thus gives control back to the users / original data / asset owners
- Provides a source of truth / trust between untrusting participants





### **Blockchain: Where is it ideal?**

It excels in 3 general types of activities in a non-centralized / distributed environment:



- i.e., chain of custody (provenance)
- Data Exchange
- Automation of operational processes





## Blockchain: Once last piece – "the data"

- Important issue:
  - Can / should I put all my data on the blockchain?
    - No, no and no...
  - You will hear the terms "on chain" and "off chain"
    - Remember- what you put <u>on the chain</u> is replicated to all the nodes
      - It's important to keep the blockchain light...





## Blockchain: Once last piece – "the data"

- There are other "on chain/off chain" issues to consider:
  - Privacy / Transparency
    - PII, etc.
  - Storage Capacity Issues (IPFS, Minio, etc.)
    - Large files: e.g., chest x-rays, etc.
- This issue must be carefully evaluated for each unique blockchain implementation

Important Note: It is possible to link off-chain data (encrypted PII, large files, etc.) to the blockchain – and ensure data integrity (via digital fingerprint / cryptographic hashing)





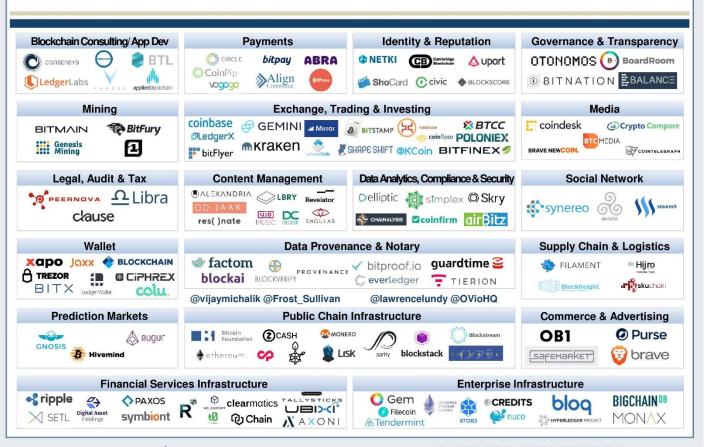
## Blockchain: Its impact on the digital global economy

- Accounting
- Digital Identity
- Smart Contracts
- Data Provenance
- eGov
- Supply Chain Management
- Internet of Things (IoT)
- Trade Finance
- Clearing And Settlement





#### **Blockchain Startup Landscape**



## **Blockchain: Its impact to Healthcare**

- Identity Management Patients, Providers
- Medical Record Management
- Medicaid Management Information Systems
- Benefits Administration
- Data Security
- Reimbursement
- Clinical Trial Management
- Pharmaceutical Supply





#### Healthcare Data Infrastructure (e.g., Blockchain-as-a-Service)

















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burst iQ





HYPERLEDGER

ENCRYPGEN



HEALTH





#### Electronic and Patient **Health Records**





HEALTH







:IRYO

















## **Med Device IoT Security**





#### Identity





CHRONICLED



accenture

#### **Supply Chain** (e.g., Pharma)

Microsoft Azure





CHRONICLED

#### **Digital Medicine** & Care Delivery













#### Advisory, Dev Shop & More





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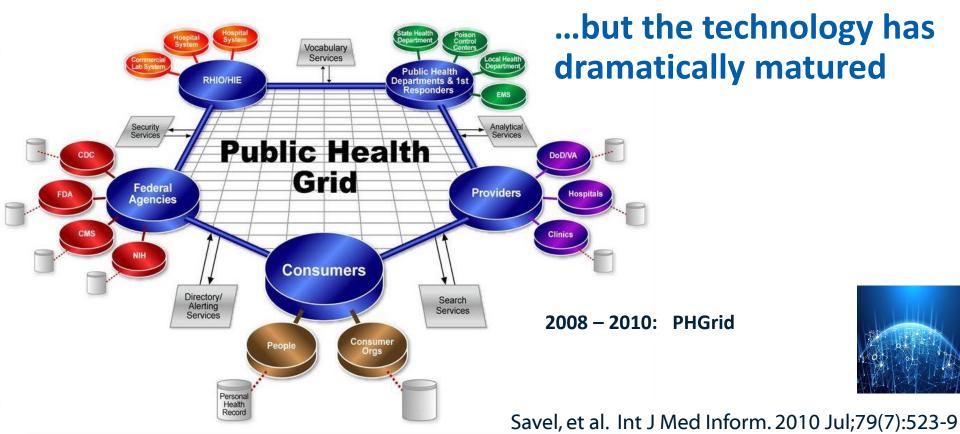


- Blockchain technology can impact public health at many levels:
  - CDC
    - Within & between programs
      - Examples: laboratory, countermeasure tracking, surveillance and other data...
      - Prototypes...
    - Between programs and partners
  - The entire Public Health Community (as a consortium)
    - Federal, State, Local, etc.





## Blockchain & Public health: The vision hasn't changed...



- Blockchain technology can impact public health at even more levels (in time):
  - Public Health / Clinical Healthcare Exchange
  - Health research data
  - Connections to other health and non-health related blockchains:
    - Financial, pharmaceutical, food supply blockchains





- Many use cases to consider (with varying levels of effort & numbers of stakeholders)
  - Surveillance / Monitoring
    - Event detection, situational awareness, notifiable condition reporting, surveillance / vital statistics, specimen tracking / results reporting, outbreak management
  - Interventions
    - Response management, inventory allocation and distro., resource utilization (hosp. beds, etc.)





- Many use cases to consider (with varying levels of effort & numbers of stakeholders)
  - Prevention
    - Vaccination campaigns, wellness programs, health awareness campaigns
  - Communication / Alerting
    - Health alerting, decision support, public communications, health training and communications

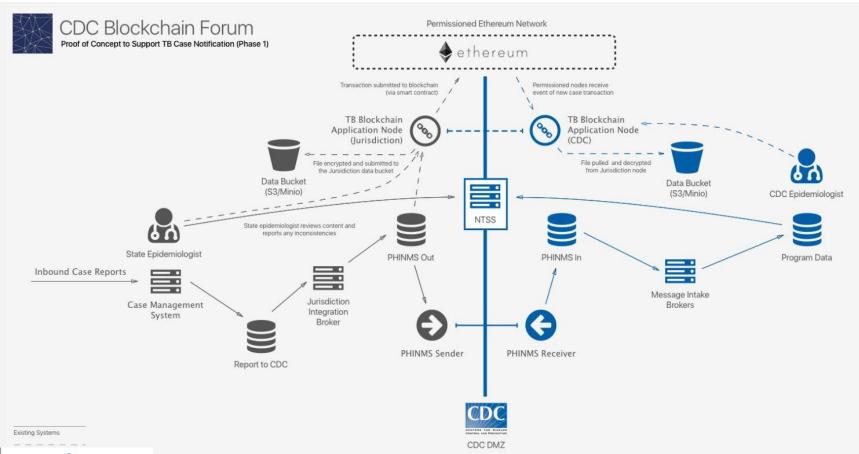




## **TB Blockchain Proof of Concept**

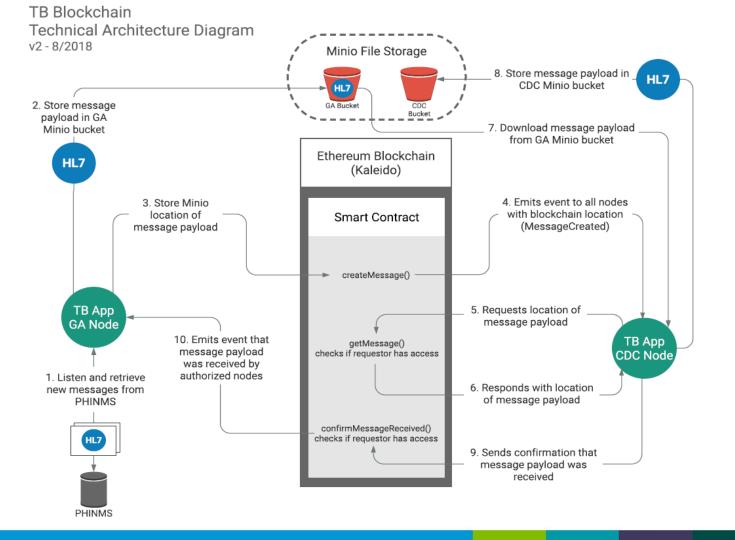








Last updated 06/27/2018 Rishi Tarar & Drew Morris



	Name	Created By	Time Created ▼	Received By	Time Received		
1	gorgeous_cotton_tuna_internal_deliver.txt	FL	8/6/2018 2:57:56 PM	CDC	8/6/2018 2:58:06 PM	Ø	$\succeq$
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4	games.txt	FL	8/6/2018 2:10:26 PM	CDC	8/6/2018 2:10:36 PM	ø	$\subseteq$
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6	quality_models_officer.txt	GA	8/6/2018 1:55:31 PM	CDC	8/6/2018 1:55:41 PM	Ø	abla
7	24/365_key_gorgeous_plastic_tuna.txt	FL	8/6/2018 1:55:26 PM	CDC	8/6/2018 1:55:36 PM	Ø	$\vee$
8	outdoors_sdd_bedfordshire.txt	FL	8/6/2018 1:40:26 PM	CDC	8/6/2018 1:40:36 PM	Ø	$\subseteq$
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10	generating_small_frozen_soap_data.txt	FL	8/6/2018 1:25:26 PM	CDC	8/6/2018 1:25:36 PM	Ø	$\leq$
11	communications_graphic_interface.txt	GA	8/6/2018 1:25:01 PM	CDC	8/6/2018 1:25:11 PM	Ø	$\subseteq$



## **Blockchain: Challenges**

 The challenge is that the shift to blockchain is a fundamental change on many levels

- Historically:
  - Centralized system
  - Single point of failure
  - Manual Processes
  - Sending / Receiving data "messages"





## **Blockchain: Challenges**

The challenge: the shift to blockchain is a fundamental change

Decentralized / Distributed data / value exchange ecosystem

Control is given back to the data owner / stakeholder

Increased transparency

**Increased Security** 

Post/Link data to blockchain – not to specific stakeholders

**Automated Processes** 

Improved Efficiency

Works well with microservices

**Enhanced Metrics** 

Permanent longitudinal record / log





## **Blockchain: Next steps**

- All of us need to become familiar with the technology
  - What does it does well? What are its limitations?
  - Understand which blockchain tools and resources best fit with public health use cases
  - How does blockchain tech. fit into the larger picture of an ecosystem of services
- Continue to explore new and existing use cases and implement small pilot projects
- Gradually implement and expand successful blockchain solutions





## **Blockchain: Next steps**

- Overall Goals:
  - Reduce costs & Improve efficiencies
  - Improve transparency and security
  - Make blockchain-based solutions invisible to the users----
    - IT JUST WORKS (just like our phones)
    - "If users see cryptographic hashes- we have failed"



## Thank you!

Questions?

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For more information, contact CDC 1-800-CDC-INFO (232-4636)
TTY: 1-888-232-6348 www.cdc.gov

The findings and conclusions in this report are those of the authors and do not necessarily represent the official position of the Centers for Disease Control and Prevention.



