Allocation and Tracking of Public Funds Using Blockchain

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Problem Statement: Challenges in transparency, efficiency, and accountability in fund management.

- 1 Challenges in transparency, efficiency, and accountability in fund management.
- 2 High level of corruption in certain government instituitions
- Public trust in government institutions is at stake due to mismanagement and corruption.

Objectives of our Project



Primary

Enhance **transparency**: Provide real-time visibility of fund allocation.



Foster public trust by offering an accessible platform.





Increase accountability: Immutable records ensure officials can be held responsible. Integrate existing systems with blockchain for seamless transitions.





Improve **efficiency**: Automate processes with smart contracts to reduce delays.

Proposed Solution





Blockchain ledger for secure, immutable records of all transactions.



Government officials: Secure and efficient fund management.





Smart contracts for automated and conditional fund disbursement.

Citizens: Transparency and real-time tracking.





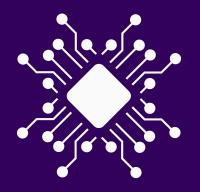
User dashboard to track funds in real-time.

Auditors/NGOs: Easy access to transaction history for oversight.

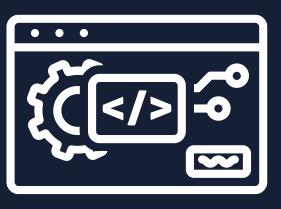


Comparative Analysis

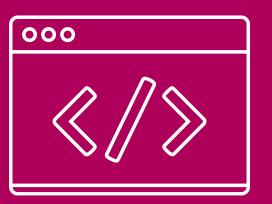
Criteria	Traditional Systems	Blockchain Systems
Transparency	Limited; opaque processes	High; public ledger access
Security	Prone to fraud	Cryptographically secure
Efficiency	Manual, slow processes	Fast via automation
Accountability	Retrospective audits only	Real-time tracking
Cost	High operational costs	Lower long-term costs



Blockchain Platform: Ethereum/Hyperledger Fabric.



Backend: Node.js for robust API services.



Frontend:
React/Angular for
dynamic and responsive
UI.

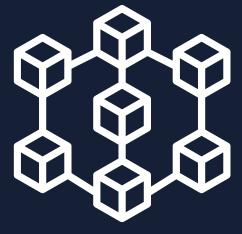


Database: Hybrid storage model (blockchain for transactions, traditional database for metadata)

TECH STACK



Deployment: Cloudhosted on AWS or Azure for scalability.



Smart Contracts:
Automating fund
disbursement based on
predefined criteria

Benefits



Transparency

- Immutable blockchain ledger ensures visibility for all stakeholders.
- Eliminates manual manipulation of financial data.



Efficiency

- Reduces bureaucratic delays with smart contracts.
- Streamlines reporting and auditing processes.



Trust and Engagement

- Builds public confidence in fund allocation.
- Encourages citizens to participate in financial governance.

Why not HyperLedger Fabric??

Hyperledger Fabric, while a robust framework for enterprise blockchain solutions, has some disadvantages. It can be more complex to set up and maintain compared to some other blockchain platforms due to its modularity and the need for specialized knowledge. Designing and implementing smart contracts can also present a steeper learning curve and require significant development effort. Furthermore, compared to public blockchains like Ethereum, Fabric has a smaller ecosystem and community, potentially limiting access to third-party tools and support.

Complexity:

Hyperledger Fabric's modular design, while offering flexibility, can make it challenging to set up, configure, and manage, requiring specialized expertise.

Development Costs:

Developing and implementing smart contracts (chaincode) on Fabric can be a steeper learning curve compared to other platforms, potentially leading to higher development costs and increased project timelines.

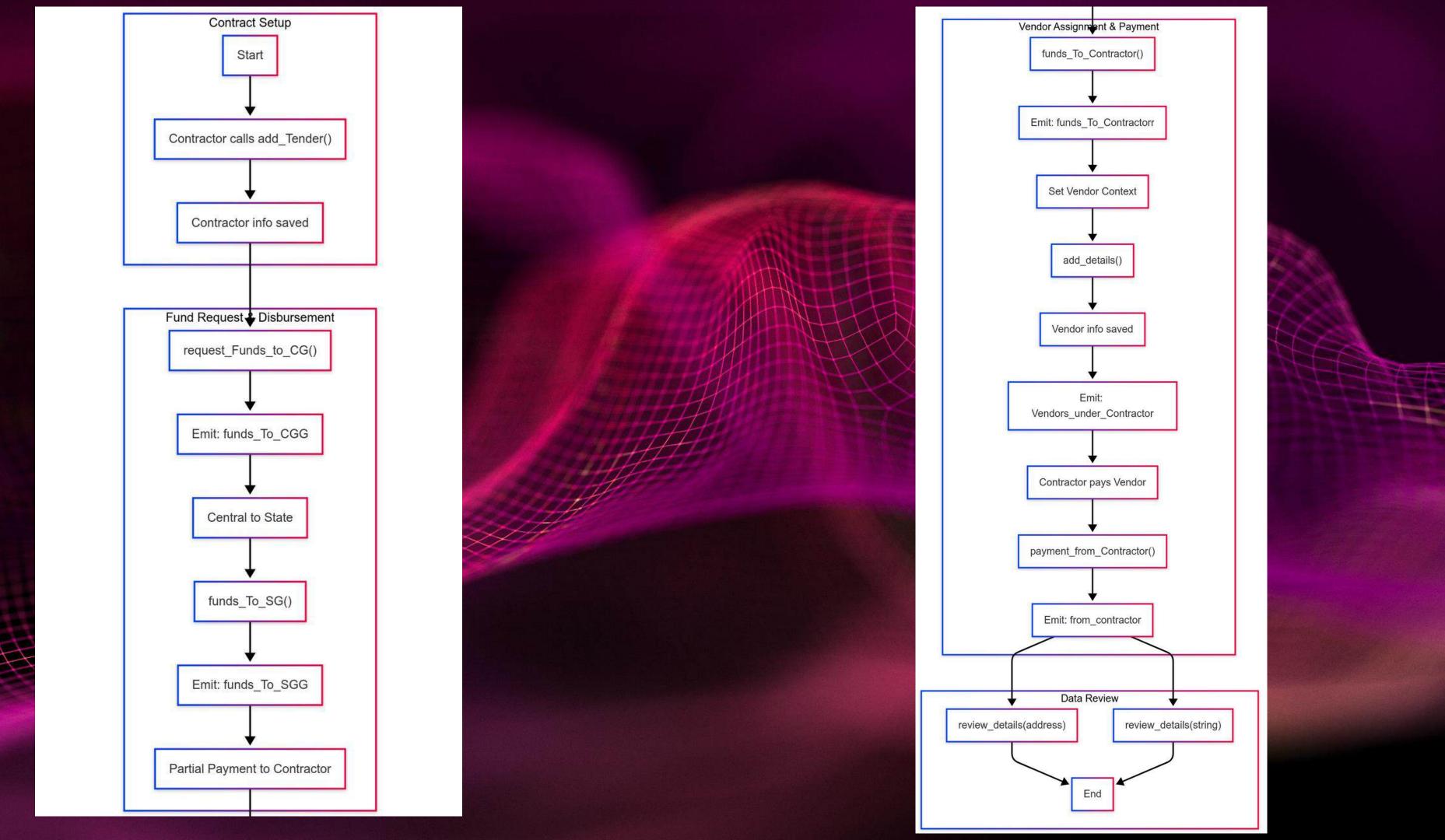
Smaller Ecosystem:

Compared to more established public blockchains like Ethereum, Fabric has a smaller ecosystem and community, potentially limiting the availability of third-party tools, libraries, and support.

Smart Contract Overview

Manage public tender allocation and fund transfers between Government, Contractors, and Vendors using Blockchain for transparency.

2 Role	(2) Key Functions	Description
Contractor	add_Tender()	Registers tender with company details & bid
Central Govt	request_Funds_to_CG()	Contractor requests funds → Emits funds_To_CGG
State Govt	funds_To_SG()	Central → State transfer → Emits funds_To_SGG
State Govt	funds_To_Contractor()	Partial payment to contractor → Emits event
Contractor	set_contr_4Vend() + add_details()	Sets vendor context, adds vendor info
Contractor	payment_from_Contractor()	Direct fund transfer to vendor → Emits event



Challenges & Future Scope



Challenges

Setup Costs: High initial investment for blockchain infrastructure.



Scalability: Expand the system for nationwide implementation.





Technical Expertise:Requires skilled developers for implementation.

Improved Interfaces: Make dashboards more intuitive for non-technical users.





Adoption: Resistance from stakeholders used to traditional systems.

Integration: Incorporate Al for predictive analytics in fund allocation.



```
C:\Users\Gautam\Desktop\New folder\h>truffle test
Using network 'development'.
Compiling your contracts...
> Compiling .\contracts\Migrations.sol
> Compiling .\contracts\Transactions.sol
> Artifacts written to C:\Users\Gautam\AppData\Local\Temp\test--35728-F5rji7BLVF1Z
> Compiled successfully using:
   - solc: 0.8.3+commit.8d00100c.Emscripten.clang
  Contract: Transactions

√ should deploy the contract

√ should allow a contractor to add a tender (103ms)

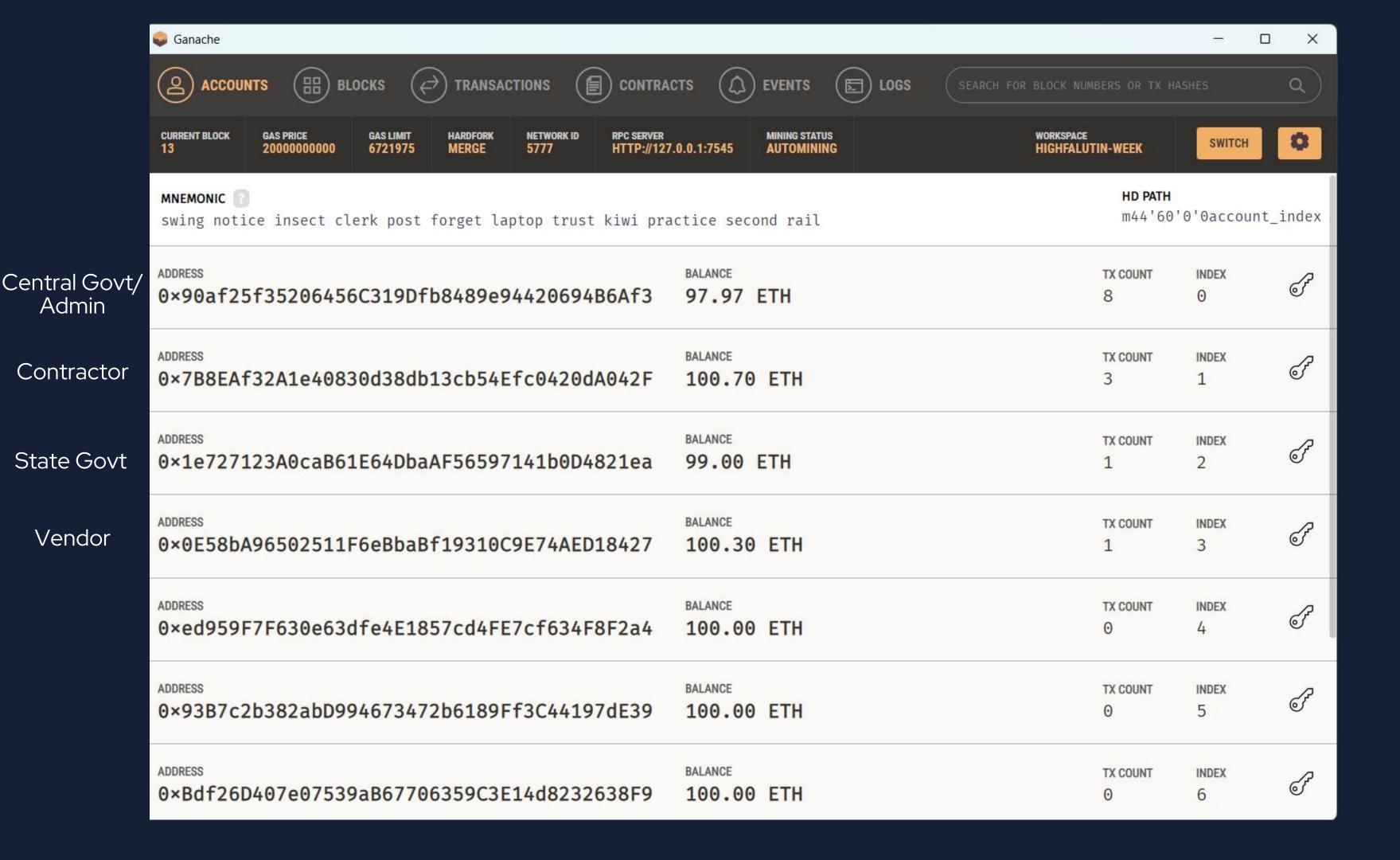
√ should emit and store fund request to state government (44ms)

√ should transfer funds from state to contractor (41ms)

√ should add vendor under a contractor and emit event (124ms)

√ should allow payment from contractor to vendor
```

6 passing (719ms)



TX HASH

0×582949b372ff354ced7516e7d4138f39ab4aca2fe75d8c35ca17da306387bd7d

CONTRACT CALL

CONTRACT CREATION

CONTRACT CALL

CONTRACT CALL

FROM ADDRESS

0×7B8EAf32A1e40830d38db13cb54Efc0420dA042F

TO CONTRACT ADDRESS

0×898D719f7D40bEA9b57Dac99B55372fAfC89e778

GAS USED

33294

VALUE

3000000000000000000

TX HASH

FROM ADDRESS

0xd88fddbb00affee532aaab8e1fdf003f5290d0e7e12b82465fa8c0ef57cc4744

CREATED CONTRACT ADDRESS

0×90af25f35206456C319Dfb8489e94420694B6Af3

0×898D719f7D40bEA9b57Dac99B55372fAfC89e778

GAS USED

1353460

VALUE

0

TX HASH

0×0581e8c86d0afb79be986aff6eabe7e603cf86b0f13a307347fc08a2283b0780

FROM ADDRESS

0×0E58bA96502511F6eBbaBf19310C9E74AED18427

TO CONTRACT ADDRESS

0×815aa291A2cb1960aFDa316ea878DD42c03598D0

GAS USED

123049

VALUE

TX HASH

0xa8dfcbfe90ef4ca71683aad1be6771fb4fa8c88226193889a26c59590e3293a2

FROM ADDRESS

0×7B8EAf32A1e40830d38db13cb54Efc0420dA042F

TO CONTRACT ADDRESS

0×815aa291A2cb1960aFDa316ea878DD42c03598D0

GAS USED

45170

VALUE 0

TX HASH

0×7fc678bdad9d7ef5378d3b49546efa9c1b81685ea275592922862ef52b3aff47

CONTRACT CREATION

TX HASH

0×8805489de83268844763b5902c05ce88b3d585fd5193e912a320b9043da43b68

CONTRACT CALL

CONTRACT CREATION

CONTRACT CALL

CONTRACT CREATION

CONTRACT CALL

FROM ADDRESS GAS USED VALUE

TX HASH

0×0b08bf0f01319d30e2e26cfde0a898129211ba8eab6f2c3c735310779fb1b464

FROM ADDRESS CREATED CONTRACT ADDRESS GAS USED VALUE 0×90af25f35206456C319Dfb8489e94420694B6Af3 0×dc373323bEF9B2cF9Fb76EE4f65E156f6f397CC3 1353460 0

TX HASH

0×66e437669f23c8e747f2d272a6177ea4fb3a014ca1faa02a1b2e243f5e5e1c66

FROM ADDRESS GAS USED VALUE

TX HASH

0×f6c0de901fc730c368308bdd8cf3815b741fe5ed3bc9767ea27336f36fbde696

FROM ADDRESS GAS USED VALUE

0×90af25f35206456C319Dfb8489e94420694B6Af3 0×28e2cB3379376ac9CF8cdb7391013dDE0406FAA1 1353460 0

TX HASH

0x08893fa0d9f555aa463ch7he5e3925aca492cf58c28d45f58a0hdec3209hb910

