

Government Blockchain Association

The GBA Token

Executive Summary

DRAFT 0.4

June 26, 2020

Contents

[1 Executive Summary 1](#_Toc44088086)

[2 GBA Decentralized Autonomous Organization (DAO) 1](#_Toc44088087)

[3 Government Business Blockchain Platform (GBBP) 2](#_Toc44088088)

[3.1 Overview 2](#_Toc44088089)

[3.2 Gateways 2](#_Toc44088090)

[3.3 Transaction Fees 3](#_Toc44088091)

[3.4 Consensus Participants 3](#_Toc44088092)

[4 GBA Token 3](#_Toc44088093)

[4.1 Reward Token 3](#_Toc44088094)

[4.1.1 GBA Reward Token Specification Summary 4](#_Toc44088095)

[4.2 Voting Token 4](#_Toc44088096)

[4.3 Voting Process 4](#_Toc44088097)

[4.4 Utility Token 4](#_Toc44088098)

[4.4.1 GBA Utility Token Specification Summary 5](#_Toc44088099)

[4.5 Play Token 5](#_Toc44088100)

[4.5.1 GBA Play Token Specification Summary 5](#_Toc44088101)

[4.6 Wallet 6](#_Toc44088102)

[4.6.1 Self-Sovereign Identity 6](#_Toc44088103)

[4.7 GBA Token Allocation Model 6](#_Toc44088104)

[4.7.1 First Allocation 6](#_Toc44088105)

[4.7.2 Second Allocation 6](#_Toc44088106)

[4.7.3 Third Allocation 6](#_Toc44088107)

[4.7.4 Subsequent GBA Token Monthly Distributions 7](#_Toc44088108)

[4.8 GBA Marketplace 7](#_Toc44088109)

[4.9 Compliance 7](#_Toc44088110)

[4.9.1 Secondary Market Considerations 7](#_Toc44088111)

[4.9.2 Token Exchange 8](#_Toc44088112)

[5 Key Benefits 8](#_Toc44088113)

[5.1 GBA Organization 8](#_Toc44088114)

[5.2 GBA Community Members and Participants 8](#_Toc44088115)

[6 Token Roadmap 8](#_Toc44088116)

[Appendix X – GBBP Architectural Overview 10](#_Toc44088117)

[Appendix X – GBA History and Background 12](#_Toc44088118)

[Appendix X – The GBA Token Project Team 13](#_Toc44088119)

[Appendix X – Acknowledgements 14](#_Toc44088120)

Disclaimers

References and Related Documents

* GBA Token White Paper
* GBA Member DAO Phase 1 Concept paper, 3/18/2020 (Max Gravitt)
* GBA GBBP Technical Specification

# Executive Summary

The Government Blockchain Association (GBA) is a global non-profit organization comprised of thousands of government and private sector professionals dedicated to the improvement of government operations using blockchain technology.

The GBA is committed to helping government and private sector professionals and organizations around the world understand, implement and benefit from blockchain related technologies and capabilities.

The GBA aims to be a thought-leader in developing and implementing ground-breaking blockchain innovations to support new management and economic frameworks. Consequently, the GBA itself is the test subject of an exciting experiment to explore how any group of people, including corporations and government agencies, could replace traditional hierarchical management and governance models with a consensus-based model, leveraging the collective intelligence to achieve the following:

* Create a self-sufficient incentive-based economy that promotes positive contributions to the GBA and enhances the value of the network for the GBA community.
* Prove the blockchain technology use-case to enable organizations with large communities to benefit using a similar incentive-driven ecosystem.
* Create the infrastructure to transform the government blockchain community into a Distributed Autonomous Organization.
* Prove as a testing ground for the ultimate long-range vision of using a token to fuel inter- and intra-government transactions.

To initiate this exploration, the Government Blockchain Association (GBA) is introducing the GBA Decentralized Autonomous Organization (DAO)[[1]](#footnote-1), the Government Business Blockchain Platform (GBBP), and the GBA Token creating the key components of the GBA ecosystem.

Each of these ecosystem components is discussed in detail in the following sections.

# GBA Decentralized Autonomous Organization (DAO)

The GBA has set out to explore feasibility of moving its governance structure to a Decentralized Autonomous Organization (DAO) model.

The GBA DAO is initially conceived as a voting or survey system to support GBA governance activities. The GBA Leadership Team remains the ultimate authority and can override DAO decision recommendations.

By incorporating the use of distributed ledger technology, the GBA will discover the feasibility of an organization that:

* Tracks and fairly rewards an individual’s contributions to an organization
* Grants those individuals voting power within an organization
* Operates by a rules-based consensus model
* Maintains transparency to eliminate fraud
* Enables sustainability through immutable records and peer-to-peer (P2P) transactions

*Refer to the GBA DAC Approach – Phase 1 document for detailed information about the GBA DAO.*

# Government Business Blockchain Platform (GBBP)

## Overview

The Government Business Blockchain Platform is an Ethereum Proof-of-Authority[[2]](#footnote-2) (PoA) Consortium, write-permissioned blockchain configured, owned and operated by the GBA.

All nodes on the GBBP are currently implemented with Hyperledger Besu, a modular Java-based client for permissioned blockchains and the public Ethereum Mainnet. Core blockchain nodes may utilize either a fully maintained system or a software as a service (SaaS) platform.

The GBA has X node managers in region a, region b, region c. The organization seeks to increase the number of nodes and expand into additional global regions to enhance the worldwide network.

## Gateways

The platform includes GBA gateway nodes that connect the GBA Hub Blockchain to the EOS, Telos, Hive, and Ethereum blockchains. The nodes watch each blockchain and call smart contracts to transfer information and tokens. The gateways allow GBA tokens to freely pass between blockchains through the central GBA Hub as specified in the *GBA GBBP and Token Technical Specification* document. Additional gateways can be configured to accommodate any other blockchain for which client blockchain tokens and software are created.

## Transaction Fees

Gas[[3]](#footnote-3) prices are zero and simple token transactions on the core blockchain have no fees. The member pays any gas prices and/or any transaction or other fees on linked blockchains.

Gateway nodes may utilize either a fully maintained system or a software as a service platform. Node/Gateway owners are responsible for the costs of maintaining their nodes/gateways. Machine node/gateway owners are responsible for keeping the software on their nodes (including operating system, fire wall and anti-virus) up to date (software as a service (SaaS) platforms will provide this automatically as part of the service).

## Consensus Participants

Consensus participants (nodes that can write to the blockchain) and gateways must be approved by the GBA and may be removed at any time. Consensus participants and gateways shall not serve non-GBA functions nor connect to non-consortium machines except for standard Internet functionality, gateway-linked blockchains and GBA-approved oracles.

Consensus participants and gateways shall not accept connections from any non-participant except for GBA wallets, gateway-linked blockchains, GBA-approved oracles and GBA-approved read-only nodes.

# GBA Token

There are 3 GBA Tokens: **Reward** token, **Utility** token, and the **Play** token.

*(Voting token pending decision)*

## Reward Token

The GBA Reward token functions as a reward for GBA members, contributors, and leaders who make the most significant and impactful contributions to the GBA organization. GBA Reward Tokens may be used to pay for GBA membership, training, conference admission, participation on special projects, and other products and services within the GBA ecosystem.

Other groups may also use the GBA Reward Token to redeem products and services of their own or require a certain level of Reward Token ownership as a pre-requisite for certain privileges.

The GBA will never sell GBA Reward tokens, but a secondary market platform will be provided to allow GBA members and other token holders to sell their GBA Reward tokens to each other.

GBA Reward Tokens grant the token holder some voting value.

### GBA Reward Token Specification Summary

Token Symbol: GBAREW

Total Supply: (Fixed) 1,000,000,000

Divisible up to: 2 Decimal places (0.01)

Contract Address:

## Voting Token

The GBA is currently leaning towards implementing a Voting Token. Although the Reward Token has some voting value, the Voting Token would carry significantly more voting power.

If introduced on the GBBP, the Voting Token would be available on the secondary market for purchase and sale between GBA members.

Token Symbol: GBAVOT (TBD)

Total Supply:

Divisible up to: X Decimal places

Contract Address:

## Voting Process

The DAO will determine how tokens will be distributed in the decentralized model. GBA has a process to amend the voting process as needed.

To operationalize the GBA bylaws, voting activities must meet the criteria outlined in the *GBA Bylaws* document.

## Utility Token

Members can use GBA Utility tokens to pay for GBA products or services, and to pay transaction fees when users access or use certain resources on the network, such as an interaction with a smart contract application.

The Ethereum-based GBA Utility Token can be used to transfer value across the network of supported blockchains.

The Utility token will be tied to the value of Ethereum. It can be bought from and redeemed by the GBA for an equivalent number of Ethereum ETH tokens.

Utility tokens are “sold” by sending Ethereum to the GBA Ethereum main net account in order to receive an equal number of utility tokens. Conversely, Utility tokens may be redeemed/exchanged for an equal number of Ethereum tokens.

Other blockchains will be supported in the future for sale and redemption but the value of utility tokens will always remain equal to the current value of Ethereum and exchanged with the blockchain’s local currency according to that rate.

Redemption fees will include whatever transaction costs/fees assessed by redeeming local blockchain.

The number issued is always equal to the number of Ethereum in the GBA’s Ethereum account.

### GBA Utility Token Specification Summary

Token Symbol: GBAUTIL

Total Supply: (Variable) Equal to the number of Ethereum in the GBA’s Ethereum account

Divisible up to: 18 Decimal places (0.000000000000000001)

Contract Address:

## Play Token

The GBA Play Token is only for teaching, tutorials and platform testing and verification purposes and have no other value. Play Tokens are distributed by the token tutorial and other sources.

### GBA Play Token Specification Summary

Token Symbol: GBAPLAY or PLAY (TBD)

Total Supply: (Fixed) 1,000,000,000

Divisible up to: 2 Decimal places (0.01)

Contract Address: 0xf2E99e3a23741449fA942705F4D504b6a099be8b

## Wallet

GBA members can use MetaMask, an open source wallet application available to anyone. The wallet enables users to send and receive GBA tokens to and from another wallet.

Metamask serves as a keychain for the GBBP’s complete wallet functionality.

The GBBP allows GBA tokens to be transferred between supported blockchains. The wallet user interface allows users to:

* Initiate cross-blockchain or core blockchain token transfers,
* Store their GBA tokens and track their GBA token balance, and
  + - * List GBA buy and sell requests.

### Self-Sovereign Identity

EarthID, a self-sovereign identity solution, is integrated into the GBBP to provide decentralized identity management through the GBA wallet. The system will authenticate users and verify their active GBA membership status to allow GBBP network access.

## GBA Token Allocation Model

### First Allocation

In the first genesis, the GBA distributes a pre-determined total of GBA Reward tokens to a small group of GBA recipients. The GBA bylaws specify the initial electors in the DAO based on their financial, time, and other impactful contributions to the establishment of the GBA organization early in its inception. These selected recipients are designated as initial electors in the GBA DAO. For the list of electors, refer to the *GBA Bylaws*.

Once the initial Voting Tokens are distributed, all token allocation decisions are made via a voting process. Tokens may be staked in the GBA DAO, and votes are weighted based on the percent of staked GBA Reward Tokens. DAO members may propose and vote on any changes to the token allocation model.

### Second Allocation

The second allocation is a “catch-up” release of GBA Reward Tokens to retroactively reward those who have made significant contributions to the GBA over the last 2+ years.

### Third Allocation

In the third allocation phase, GBA members will access a web-based proposal form to submit a request for GBA Reward tokens. The DAO electors will review proposals and award requestors as evaluated against the following criteria:

1. Time allocated to GBA
2. Impact of contribution to GBA
3. TBD
4. TBD

GBA tokens may also be distributed from cold storage to GBA members based on a rewards program that the GBA Leadership Team members review, approve, and publish.

### Subsequent GBA Token Monthly Distributions

*TBD*

After the initial distribution phases, GBA tokens are distributed each month from the GBA cold storage reserve. The GBA DAO will determine the subsequent token allocation criteria and distribution algorithm.

## GBA Marketplace

GBA will maintain an internal marketplace within its ecosystem where members can list assets like the GBA token for sale/trade.

*Is there more on this?*

## Compliance

In order to comply with SEC regulations, the GBA will never sell GBA tokens. Initially, the tokens will be released manually on a monthly basis. It is currently intended that eventually they will be released by a smart contract on a more frequent basis; however, no promises are expressed, or implied and token distribution may cease, or the details be altered at any time.

### Secondary Market Considerations

GBA token holders can sell their GBA Reward and GBA Utility tokens on the secondary market.

*there are other examples where people have been able to buy and sell utility tokens with dollars. no issue with money transfer regulators. Cite the other examples.*

### Token Exchange

The GBA will not list the Token on an exchange until the regulatory environment is defined to the point that GBA leadership has confidence that it can be done in full compliance with relevant legal, regulatory and statutory requirements.

# Key Benefits

## GBA Organization

The GBA token offers significant benefits to GBA.

* It allows the creation of an incentive-based economy to fuel the advancement of their program that still allows users to gain monetary rewards,
* Rewards early members who grow the community the most while encouraging member retention, and
* Improves member acquisition by closing parts of the ecosystem to those who don’t have access to tokens.

## GBA Community Members and Participants

GBA members will benefit in several ways. Membership will include access to the GBBP, and members will be automatically granted a stake in the organization. Members will be incentivized to continuously contribute to GBA’s knowledge base, and tokens will drive membership growth for GBA, increasing the value of GBA membership.

# Token Roadmap

The table below describes the milestones planned to continue progress on the developing and maturing of the GBA token.

| **Milestone** |  | **Target Date** |
| --- | --- | --- |
| Review/approve version X.X of the GBA token Whitepaper | Board of Directors, Executive Director | July 15 |
| Build GBA Leader Board | COO, CMO, CTO |  |
| Distribute GBA tokens | COO, CMO, CTO |  |
| Deploy GBA DAO Interface | DAO Working Group Engineering Team |  |
| Build GBA token Payment Portal | GBBP Engineering Team |  |
| Press Release | Communications Director |  |

# Appendix X – GBBP Architectural Overview

The GBBP is a multi-blockchain platform. Master nodes are established based on a set of rules established and maintained by the GBA. The master nodes all maintain copies of the following items:

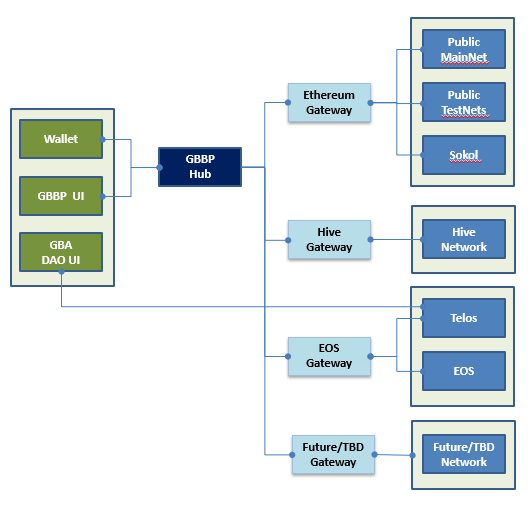
* Code that calculates and verifies the distribution & allocation of assets on the blockchain
* Shared ledger of the on-chain wallets, assets and balances on each linked blockchain platform.

Each master node is linked with an existing blockchain platform. Each master node contains an interface that facilitates the transfer of assets on and off the linked blockchain platform.

The master nodes allow for assets to be moved between master nodes and wallets. Wallets are also link to major cryptocurrency blockchains to allow wallet holders to send and receive cryptocurrencies as a payment to buy or sell assets.

The diagram below describes the interactions between the GBA, the master nodes and the GBA wallet.

*Refer to the GBA GBBP Technical Specification for more information.*



# Appendix X – GBA History and Background

In August of 2016, Gerard Dache started a meetup called the Government Blockchain Professionals to bring people together to talk about how blockchain technology would impact government. After weeks of marketing and promotions, only two people attended the first event. By January of 2017 approximately 40 people were attending events. In March, Mr. Dache officially registered the Government Blockchain Association (GBA) as a legal entity, and later that year launched the organization’s website, gbaglobal.org.

With dozens of chapters initiated globally, and more to be onboarded, GBA Working Groups were formed to focus discussions and initiatives around chapter-specific topics.

Today the GBA is an organization of more than fifteen thousand affiliated professionals, members, and volunteers across approximately a hundred chapters all over the world developing blockchain solutions globally to deploy locally.

There are now more than 50 GBA Working Groups covering Acquisition Management; Architecture, Engineering, and Construction; Artificial Intelligence; Asset Management; Banking; Big Data; Budgeting, Appropriations & Tracking Working Group; Cannabis; Contract Management; Crypto Asset Management; Cybersecurity; Digital Identification; Economic Analysis; Economic Development; Education & Training; Energy; Financial Regulatory & Compliance; Government Ontology; Health Care; Higher & Continuing Education; Identity Management; Information Technology; Insurance; Intellectual Property; Land Titling; Legislative & Legal; Mining & Cryptocurrency; Public Accountability; Records Management; Simulation; Smart City; Supply Chain; Taxes; Voting, and more.

# Appendix X – The GBA Token Project Team

**Board of Directors:** The Board of Directors’ review and approved the *GBA Token Whitepaper* and any changes that may have an economic or legal impact on the GBA organization or their members.

**Executive Director:** The Executive Director reviews and approves any formal decisions submitted to the Board of Directors.

**GBA Leadership Team:** Reviews and approves any technical architecture changes and algorithmic changes to the GBA token that may impact GBA members.

**Chief Technology Officer (CTO):** The CTO is responsible for the design, development, implementation and maintenance of the GBA token suite of technologies. This includes managing the change control process to ensure that all changes are adequately reviewed and approved by the appropriate levels of oversight.

**Working Groups:** The Working Groups form an advisory function. However, all comments from the Working Groups will be recorded and addressed. All recorded comments and responses will be presented to the GBA Leadership Team (Executive Director, COO, CMO and CTO) for review and approval prior to any change that may impact GBA members. All Working Group leads will be informed of any changes to the *GBA Token Whitepaper*.

**GBA Node Managers:** Individuals responsible for managing GBA Nodes and reviewing, approving, and complying with the *GBA Token Requirements Specification*. These individuals are identified in the *GBA Token Requirements* Document.

# Appendix X – Acknowledgements

The GBA would like to express our appreciation to the following individuals for their contribution to the development of this white paper:

* Bill Elder (Communications)
* [Denise Ferguson](https://www.gbaglobal.org/members/dferguson/) (System QA)
* [Gerard Dache](http://www.gbaglobal.org/members/gdache/profile) (Executive Director)
* [Joe Walton](https://www.gbaglobal.org/members/waltonjb/profile/) (Token/GBBP Working Group Lead)
* [Mark Waser](https://www.gbaglobal.org/members/mark-wasergmail-com/profile/) (CTO)
* [Max Gravitt](https://www.gbaglobal.org/members/digital-scarcity/profile/) (DAO Working Group Lead)
* [Miles Vaughn](https://www.gbaglobal.org/members/mvaughncogentlaw-co/profile/) (Compliance)

1. Wikipedia: A [Decentralized Autonomous Organization (DAO)](https://en.wikipedia.org/wiki/Decentralized_autonomous_organization): is an organization represented by rules encoded as a computer program that is transparent, controlled by shareholders and not influenced by a central government. [↑](#footnote-ref-1)
2. **Proof of authority** (**PoA**) is an algorithm used with blockchains that delivers comparatively fast transactions through a consensus mechanism based on identity as a stake. (Wikipedia.org) [↑](#footnote-ref-2)
3. Gas is a unit that measures the amount of computational effort that it will take to execute certain operations. (source: Blockgeeks.com) [↑](#footnote-ref-3)