Algorand Network

Topology and software powering Algorand



Public Networks

- Mainnet
 - The main Algorand network where production applications live
- Testnet
 - A network for specifically made for testing
 - Running same software version as MainNet
- Betanet
 - Running future software versions



Configurable Modes

- Participation
 - Used to participate in consensus to secure network
 - Contains last ~1000 blocks
- Archival
 - Contains the entire blockchain
 - Required for indexer, which is used to query blockchain
- Relay
 - Routes data between participation nodes
 - Do not affect consensus



Decentralization

- Participation nodes
 - ~200 unqiue accounts participating
 - ∘ ~1.5B ALGO online
 - Permisionless
- Relay nodes
 - ∘ ~120 nodes
 - Default relays chosen by Foundation
 - Anyone can run relay, but nodes must point to it



Consensus - Pure Proof of Stake

- Three Steps
 - i. Block proposal: Accounts propose new blocks to the network
 - ii. Soft Vote: Committee votes on proposals and filters down to one
 - iii. Certify Vote: Separate committee votes to certify the block
- Selection
 - Each account generates random numbers via VRF
 - The amount of random numbers generated (thus chance of participating) is proportional to ALGO in account
 - New participants are selected for each step



Participating

- Requirements
 - Must be running participation node
 - Must register as online with participation key
 - Seperate from signing keys
 - Must have 0.1 ALGO
- Information
 - No explicit staking
 - No rewards
 - No slashing



Governance

- ALGO-based voting on proposals
- Currrently ran by Foundation
- Roadmap towards decentralization
 - xGovs to propigate proposals



Node Requirements

- Minimum requirements
 - 4 vCPU
 - 8GB RAM
 - 100 GB SSD (NVMe SSD recommended)
 - 100 Mbit broadband
- Recommended for participation
 - 8 vCPU
 - 16GB RAM
 - 500GB NVMe SSD
 - 1Gbps broadband symmetrical with low latency connection to the network



Relay Requirements

- 16 vCPU
- 32 GB RAM
- 3 TB NVMe SSD or equivalent
- 30 TB/month egress
- 1 Gbps connection with very low latency



Software

- algod Algorand Daemon
 - The node software that connects with the rest of the network
 - HTTP endpoints for submitting transactions and reading state
- kmd Key Management Daemon
 - Manages account keys
 - HTTP endpoints for managing and querying local accounts
- indexer
 - Software that can run alongside an archival node
 - Saves blockchain state in SQL database
 - Provides HTTP endpoints specifically for querying on-chain data



Interacting With Nodes

- goal
 - Command-line utility for interacting with algod and kmd
- SDKs
 - Leverage HTTP endpoints to interact with algod and kmd
- Public API services
 - Services that expose HTTP endpoints for their node(s) publicly



Installation

- sandbox
 - Leverages docker to quickly deploy a node
 - Often used for local networks for development and testing
- Manual installation
 - Compile from source
 - Update script for automated install
 - Package manger on debian-based or RedHat-based operating systems

