A <u>major bottleneck of statelessness is block witness size</u> Below are proposals to reduce block witness size. The first five proposals are already planned to be used.

- (1) Hexary to binary tree overlay. Over 3x savings in the number of merkle hashes.
- (2) Multiproofs to deduplicate merkle hashes. ~1.5x savings in number of merkle hashes near the root.
- (3) Maximize overlapping merkle paths. Related to (2), but worth mentioning separately. We need fast algorithms to build blocks which maximize overlapping merkle paths. Unfortunately, it is <u>undecidable</u> a priori

which merkle paths will be used by general transactions. But it may be decidable for<u>some transactions</u>. Users may send overlapping transactions together. Perhaps 2x savings in number of merkle hashes is within reach – open problem.

- (4) Witness encoding. Tree structure encoding is a small fraction of the witness size, which is dominated by hashes and code, but maybe this fraction can be further reduced. A few percent savings in witness size.
- (5) Code merkleization. Gives <u>2x code size reduction</u>. Also noteworthy is that code compression gives <u>3x-4x code size reduction</u>.
- (6) Deposit-as-rent. Power-users can deposit 1 Eth per byte to store their account in a witness-free way. The total of these bytes will currently be at most 110 MB (plus some overhead). Savings from this is an open question.
- (7) Cache. Experiments by Alexey and Igor show that a cache of recent block witnesses can give a ~10x (!!!) savings in witness size. Unfortunately, consensus caches are complicated, so caches may be at the networking-layer until we become desperate for consensus witness size reductions. If consensus caching is considered, a related option is a consensus transaction pool (a two-step process (i) transactions with access lists but no witnesses are included in blocks and put in a consensus transaction pool, and (ii) their execution is delayed until a reasonable amount of time, say 100 blocks, for their witnesses to propagate).
- (8) 20 bytes per merkle hash. We already depend on 20 byte hashes for addresses. For security, the system can be adaptive: when a hash collision is detected, it triggers a tree remerklization to add two extra bytes per hash. This gives a 1.6x savings in hash size.
- (9) New stateless-friendly dapps. Stateless-friendly patterns are needed. Savings from this is an open question.

Any block witness size reduction proposals missing? Any feedback on the above proposals?