Blockchain Technology

Explained

HOW DOES IT WORK?

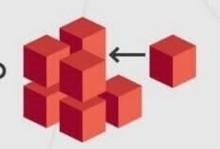


SOMEONE REQUESTS A TRANSACTION.

THE REQUESTED TRANSACTION IS BROADCAST TO A PEER-TO-PEER NETWORK CONSISTING OF COMPUTERS, KNOWN AS NODES.



THE NETWORK OF NODES VALIDATES THE TRANSACTION AND THE USER'S STATUS USING KNOWN ALGORITHMS.



ONCE VERIFIED, THE TRANSACTION IS COMBINED WITH OTHER TRANSACTIONS TO CREATE A NEW BLOCK OF DATA FOR THE LEDGER.



THE NEW BLOCK IS THEN ADDED TO THE EXISTING BLOCKCHAIN, IN A WAY THAT IS PERMANENT AND UNALTERABLE.

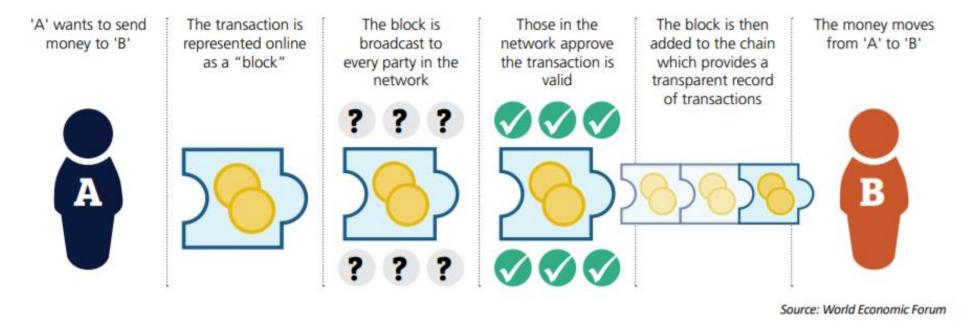
Source: masterthecrypto

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Blockchain Technology

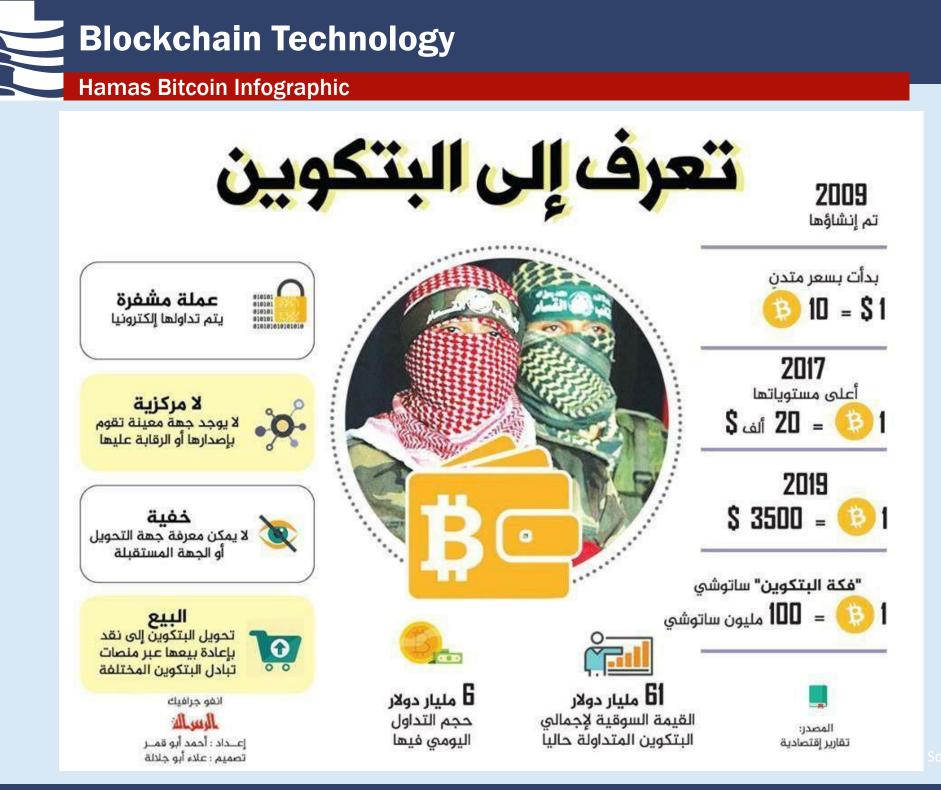
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How Blockchain Works



Source: NCSL

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- State Action
 - Vermont 2015
 - Vermont 2016
 - 2017: Arizona, Delaware, Illinois, Nevada
 - 2019: 28 states

Federal Action

Government Services Administration

• World Economic Forum

- Global gross domestic product
- Taxes