

#### Towards Real Democratic DAOs

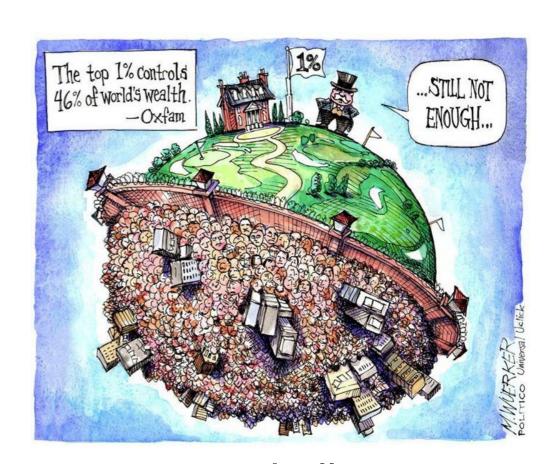
Prof. Bryan Ford
Decentralized and Distributed Systems (DEDIS)
Swiss Federal Institute of Technology (EPFL)
dedis.epfl.ch – dedis@epfl.ch

DAO Symposium – November 28, 2024

## We're facing hard global problems

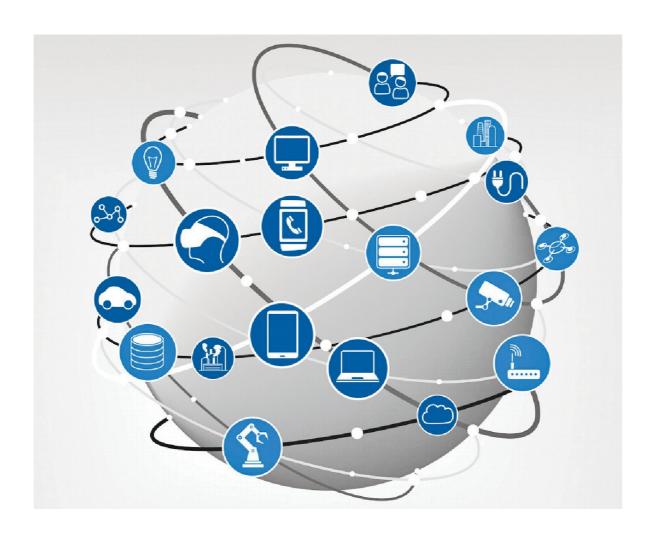


Climate change



**Exploding** inequality

# Global problems need global tools

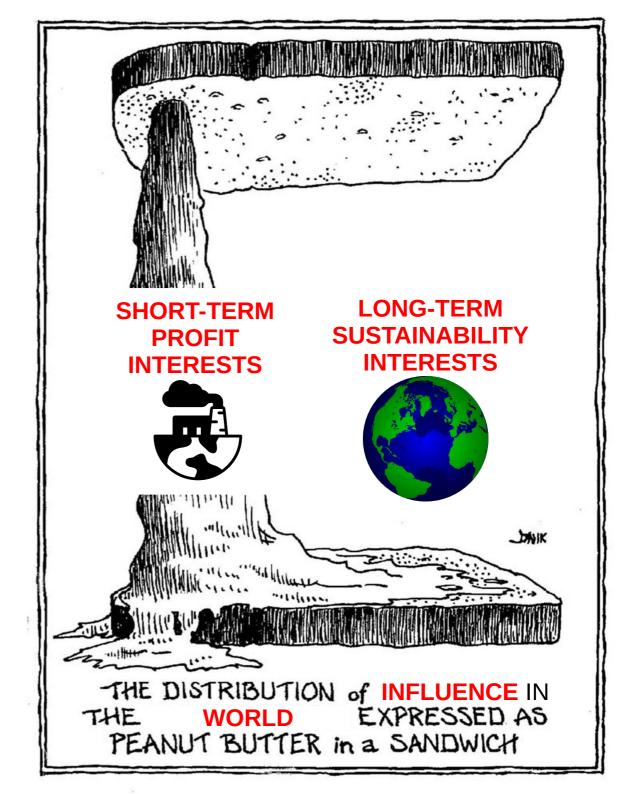


Like **DAOs** ... right?

A fundamental meta-problem

"Money is power"

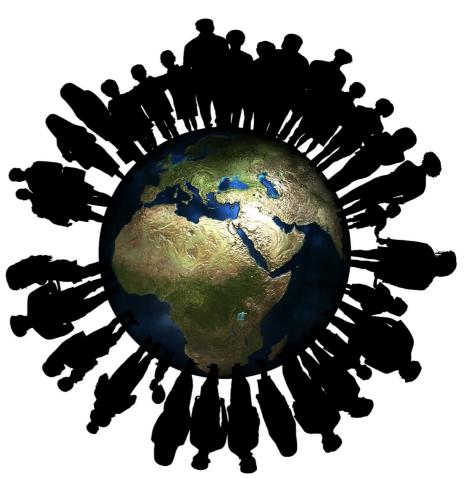
Real solutions can't win votes dominated by entrenched power



## Could global systems like DAOs...



Help us find wise solutions?



In everyone's collective interest?

# The world's most urgent need

A coherent, secure, inclusive "global town hall"



## Talk Roadmap

- A need: sane collective decision & action
- A vision: representative global deliberation
- A foundation: proof of personhood
- A challenge: voter coercion, astroturfing
- A program: decentralized systems for all

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- A program: decentralized systems for all

# Global town hall: requirements

We need a true *global deliberation platform* that gives everyone a voice! ...right?

Like...
UseNet?

(R.I.P.)

"The first DAO"?



## What UseNet was (thought to be)

#### **Netizens: On the History and Impact of Usenet**

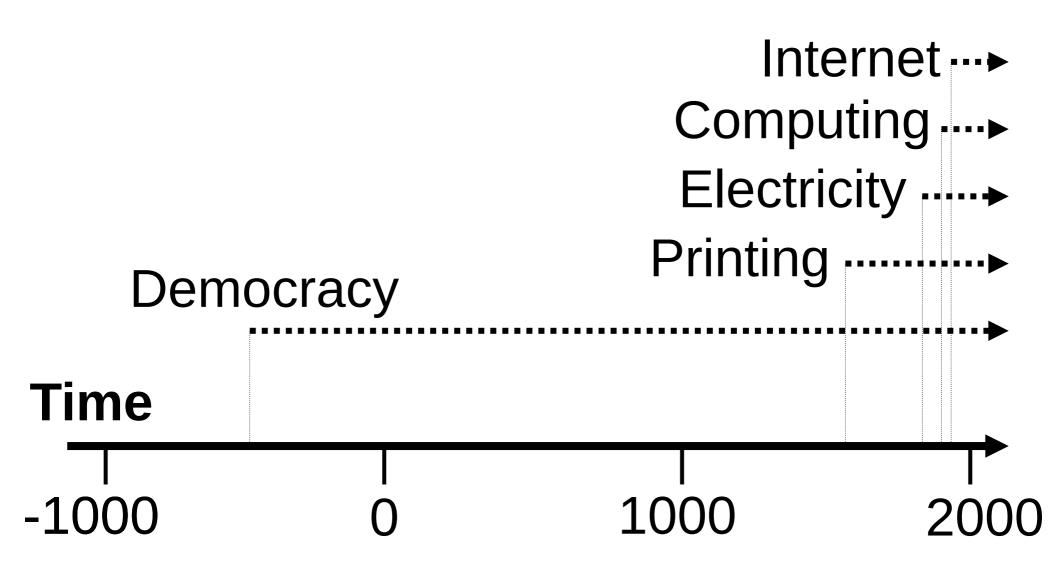
A great historical perspective on how "netizens" thought UseNet would democratize the world!

Distributed! Decentralized! Democratizing! Scalable! (huge, deep newsgroup hierarchy) Delay/disruption tolerant! Everyone has a voice!

But... (oops)

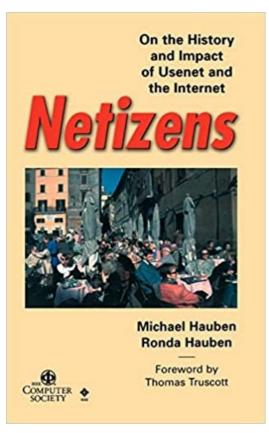
no useful spam control, no effective governance, no way to identify (real) people for deliberation, ...

#### A few transformative technologies



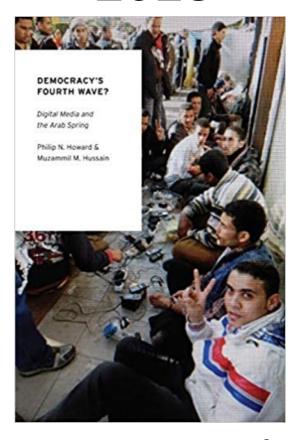
## Is our technology "Democratizing"?

1997



Chapter 18
"The Computer as a Democratizer"

2013



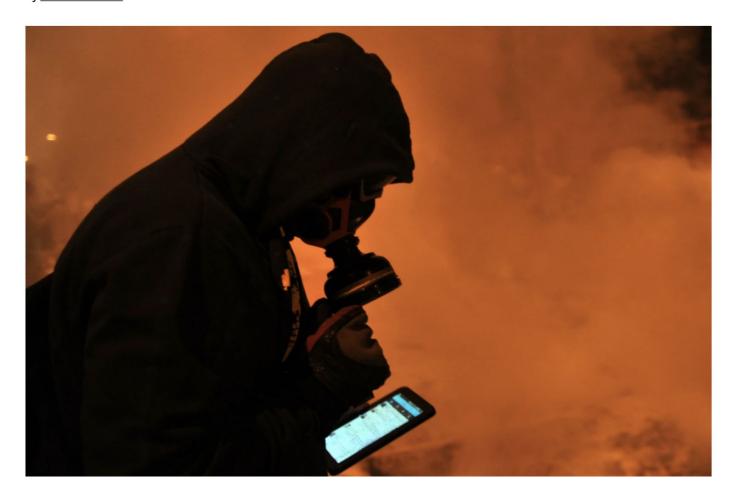
"Democracy's Fourth Wave? Digital Media and the Arab Spring"

# Is our technology "Democratizing"?

#### **How Social Media Helps Dictators**

It's been hailed as "liberation technology." But it has a darker side.

By Erica Chenoweth



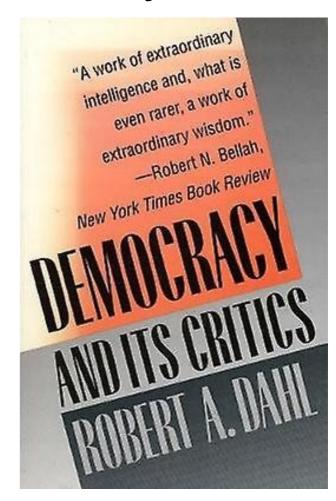
2016

# Why democracy...and what is it?

Council of Europe, "Democracy"

Robert Dahl, "Democracy & its critics"





#### Why democracy...and what is it?

Council of Europe, "Democracy"

Robert Dahl, "Democracy & its critics"

#### **Key criteria:**

- Individual autonomy
  - Equality

#### **Key criteria:**

- Effective participation
  - Voting equality
- Enlightened understanding
  - Control of the agenda
    - Inclusiveness

# Is our technology "Democratizing"?

Giving "everyone"
 a voice & a platform



- Equality?
- Enlightened understanding?
- Effective participation?



#### Democratic DAOs: requirements

The *real* requirements for "democratic" systems

- Open to participation by all (of course)
- Accessible anywhere, even if poorly-connected
- Coherent global-scale discussion, deliberation
- Genuinely self-governed, not by "guardians"
- One person one vote, *not* one dollar one vote
- Ensure that participants represent themselves

UseNet mostly got the first 2...the others are hard!

## Talk Roadmap

- A need: sane collective decision & action
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- A challenge: voter coercion, astroturfing
- A program: decentralized systems for all

#### Who gets how much influence?

#### Wealth-centric

One dollar, one vote

#### **Person-centric**

One person, one vote







[Verity Weekly]

#### "Democratizing" requirements

Key requirements based on democratic theory:

- Open to participation by all (of course)
- Accessible anywhere, even if poorly-connected
- Coherent global-scale discussion, deliberation
- Genuinely self-governed, not by "guardians"
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- Ensure that participants represent themselves

#### Who gets how much influence?

#### Wealth-centric

- Stock corporations
- Loyalty programs
- Online gaming
- CAPTCHA solving
- Proof-of-work
- Proof-of-stake
- Proof-of-X for most X

#### **Person-centric**

- Democratic states
- Elected parliaments
- Membership clubs
- Committees
- Town hall meetings
- Direct democracy
- Liquid democracy

#### Contrasting Influence Foundations

Wealth-centric

**Person-centric** 



**Largely Solved** 



**Largely Unsolved** 

## Which could help "save the world"?

**Wealth-centric** 

**Person-centric** 

Been there, done that...

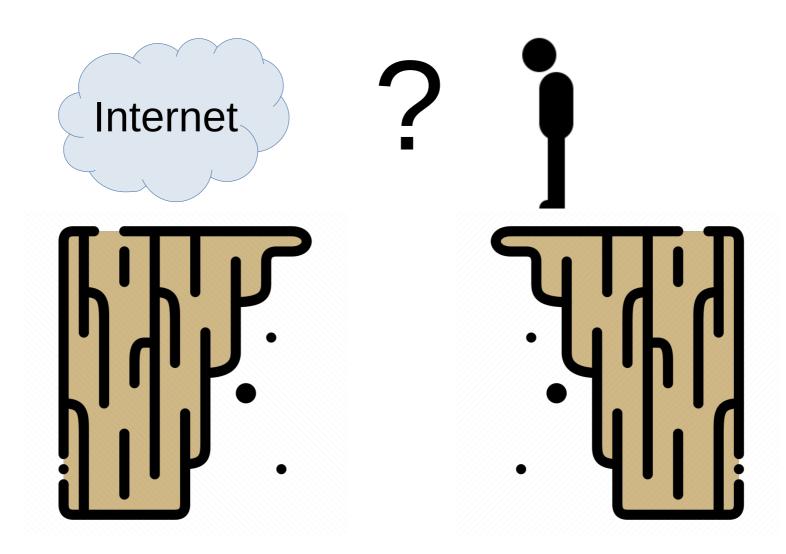
No guarantee of success, but...

it's the status quo!

No other plausible option to get global buy-in

#### A Fundamental Problem

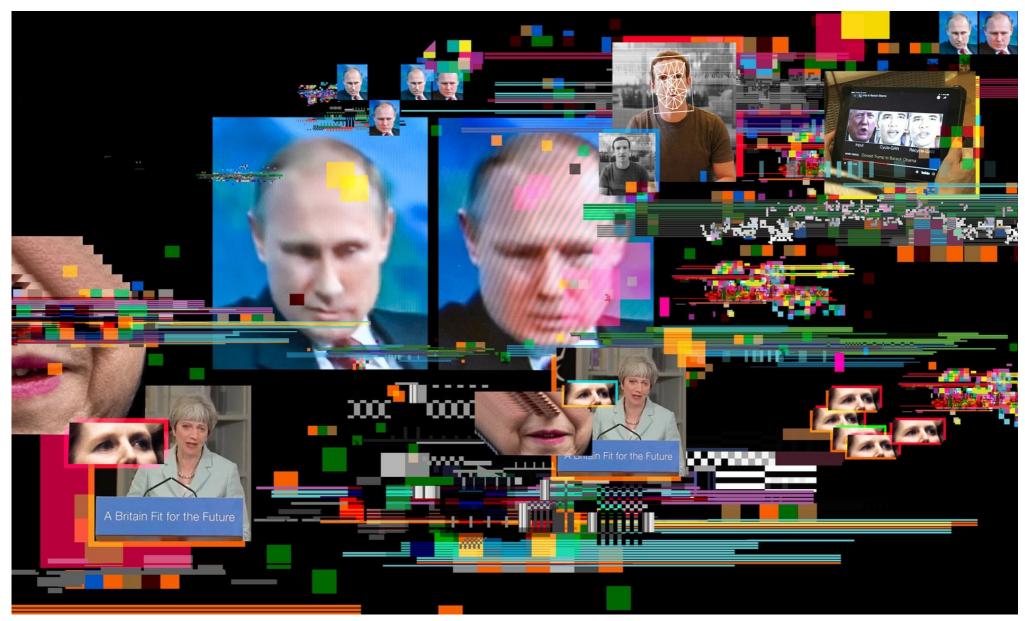
Today's Internet doesn't know what a "person" is



# People aren't digital, only profiles are

```
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aultPrevented()){var h=a(d);this.activate(b.closest("li"),c),this.a
rigger({type:"shown.bs.tab",relatedTarget:e[0]})})}}},c.prototype
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e")||!!d.find("> .fade").length);g.length&&h?g.one("bsTransition
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# Fakery is exploding, especially w/ AI



[lan Sample, The Guardian]

#### PoP: brief problem statement

- How to "identify" real (human) persons...
  - For online coordination, deliberation, DAOs
  - Ensuring accountability, "one person one vote"
- ...without actually "identifying" them?
  - Protect participant privacy, anonymity, freedom
  - Avoid requiring real ID cards or trackable proxies
- Achieve "proof of personhood" without "proof of identity"?

Preprint: https://bford.info/pub/soc/personhood/

#### Identity and Personhood in Digital Democracy: Evaluating Inclusion, Equality, Security, and Privacy in Pseudonym Parties and Other Proofs of Personhood

Bryan Ford Swiss Federal Institute of Technology in Lausanne (EPFL)

November 4, 2020

# Key desirable (required?) goals

Can we achieve Proof of Personhood that is:

- Inclusive: open to all *real people*, not to bots
- Equitable: all *people* get equal power, benefits
- Secure: correct operation, verifiable by people
- Privacy: protects rights & freedoms of people

"We must act to ensure that technology is designed and developed to serve humankind, and not the other way around"

- Tim Cook, Oct 24, 2018

#### Personhood Online: Approaches

- Documented Identity: e.g., government-issued
  - Privacy-invasive, IDs not hard to fake or buy
- Biometric Identity: India, UNHCR, Worldcoin
  - Huge privacy issues, false positives+negatives
- Trust Networks: PGP "Web of Trust" model
  - Unusable in practice, doesn't address Sybil attacks
- Physical Presence: in-person participation
  - Requires no ID, trust, connections: just *a body*
  - Proposed in Pseudonym Parties [SocialNets '08]

#### A few Proof of Personhood efforts

- Pseudonym Parties [Ford, 2008]
- Proof-of-Personhood [Borge et al, 2017]
- Encointer [Brenzikofer, 2018]
- BrightID [Sanders, 2018]
- Duniter [2018]
- Idena [2019]
- HumanityDAO [Rich, 2019]
- Pseudonym Pairs [Nygren, 2019]
- DFINITY Virtual People Parties [Williams, 2021]
- Worldcoin [Worldcoin, 2023]

#### PoP based on physical presence

- Ford/Strauss, "An Offline Foundation for Online Accountable Pseudonyms" [2008]
  - In-person pseudonym parties to create PoP tokens

# An Offline Foundation for Online Accountable Pseudonyms

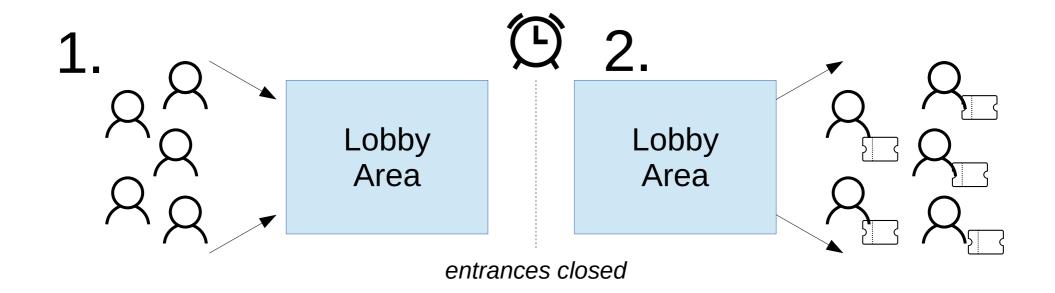
Bryan Ford Jacob Strauss

Massachusetts Institute of Technology

# PoP based on physical presence

Principle: real people have only one body each

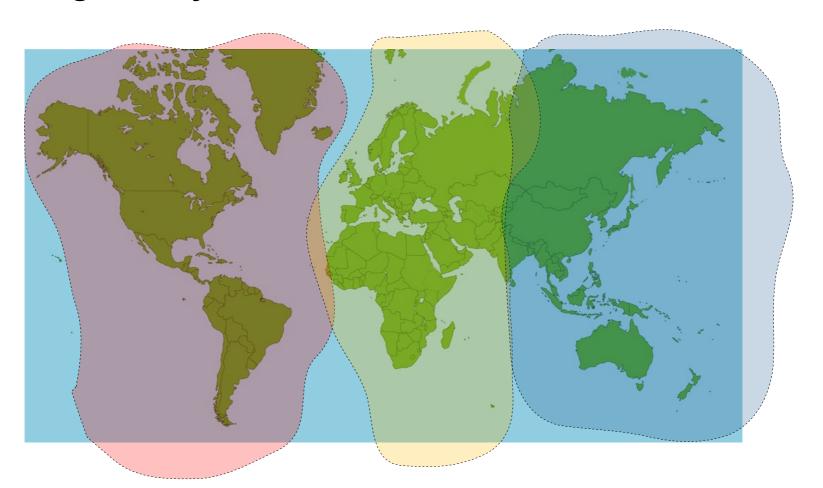
- Attendees gather in "lobby" area by a deadline
- At deadline: doors close, no one else gets in
- Each attendee gets one token when leaving



#### Scalable via simultaneous events

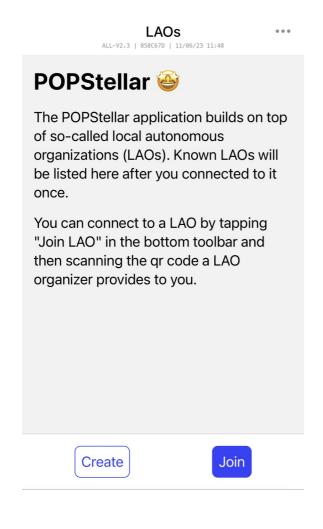
Potentially at many grassroots-organized events

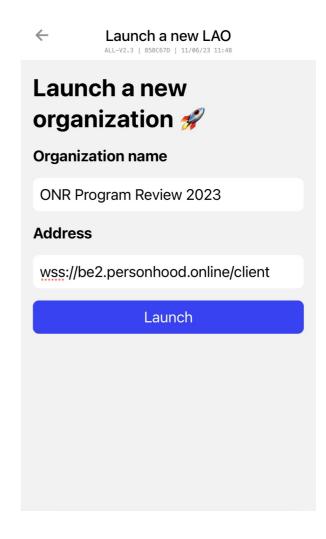
• Even globally, in a few "timezone federations"



# Local Autonomous Organizations

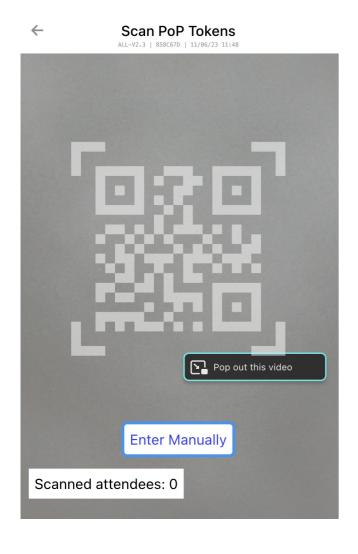
#### Any person or group may create an ad-hoc LAO



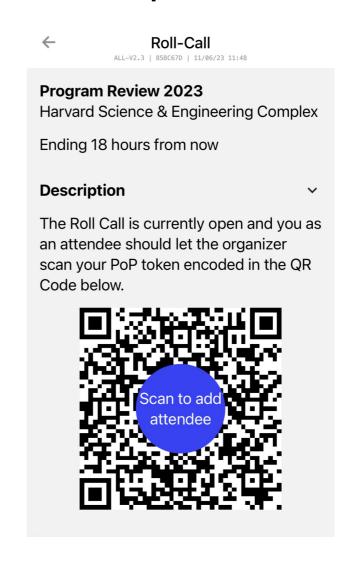


#### Organizer scans attendees' tokens

#### Organizer:



#### Participant:



# **Encointer:** in-person PoP system

• Uses periodic synchronized **encounters** to verify personhood in-person, mint coins, ...



# Anti-tracking PoP tokens

Roll-calls are already privacy-preserving

Yield PoP tokens with no identifying information

But PoP tokens could still be tracked, correlated

Pseudonymity is not the same as anonymity!

Goal: blinded untraceable usage of PoP tokens

Pseudonym-friendly but accountable!

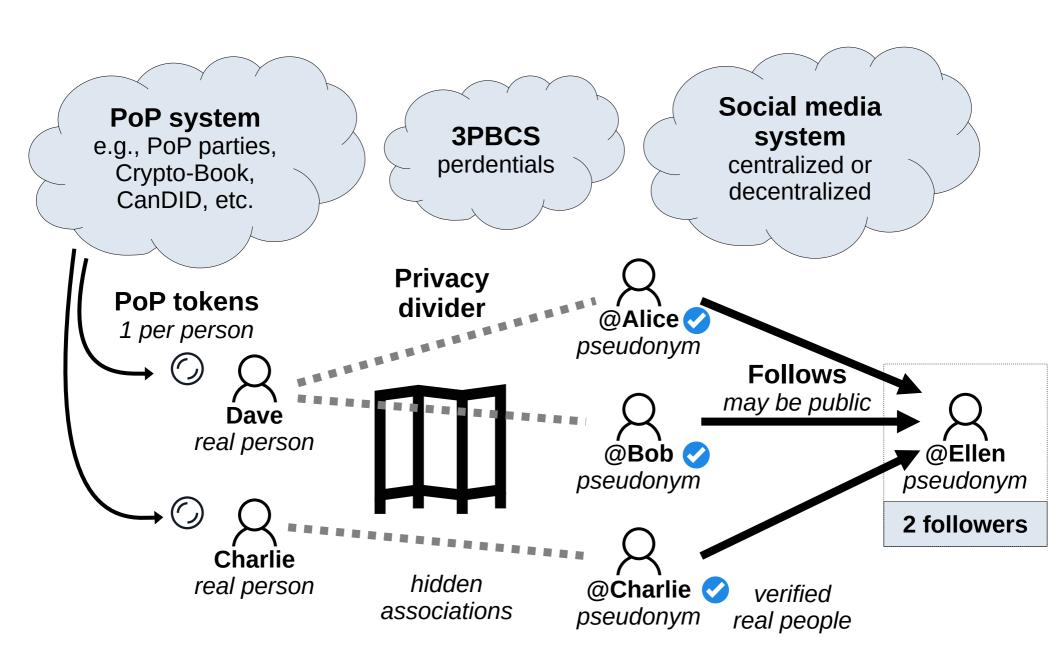
# **3PBCS:** a privacy-preserving **per**sonhood-based cre**dential** system

3PBCS creates **perdentials**: credentials usable to

- Reveal & prove properties about the bearer
  - e.g., age > 18, have Ph.D. from U, usual SSI stuff
- Create pseudonyms with "real person" status
  - Sybils allowed! professional, personal, hobby...
- Allow counts/quotas with 1-per-person weight
  - Followers, likes, etc. count only unique real people

Builds on any PoP scheme + Coconut credentials

#### Perdentials: an illustrative scenario



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#### Collusion and Coercion in PoP

Case study of the **Idena** PoP network, 2019-2022

#### Compressed to 0:

The Silent Strings of Proof of Personhood<sup>1</sup>

Puja Ohlhaver<sup>2</sup>, Mikhail Nikulin<sup>3</sup>, Paula Berman<sup>4</sup>

https://papers.ssrn.com/sol3/papers.cfm?abstract\_id=4749892

#### Idena: essential idea

- Account holders
   (hopefully real humans)
   participate online in
   synchronized events
- Must solve several reverse Turing tests ("FLIP" puzzles) in 2 minutes
- Run validation nodes, earn "crypto-UBI", ...

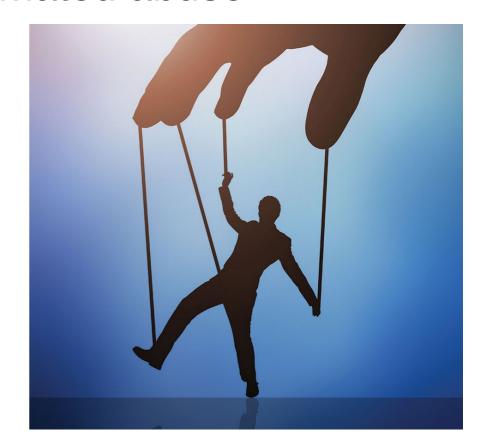




#### Idena: the Puppet Pool Takeover

Key lessons from "Compressed to 0" report:

- FLIP challenges technically appeared to work to filter and/or deter automated abuse
- But network increasingly dominated by pools paying real people to serve as puppets
- Pool operators exploit economies of scale, information asymmetry



#### Idena: the Puppet Pool Takeover

#### **Idena Network History**

(Number of Accounts & IDNA price)

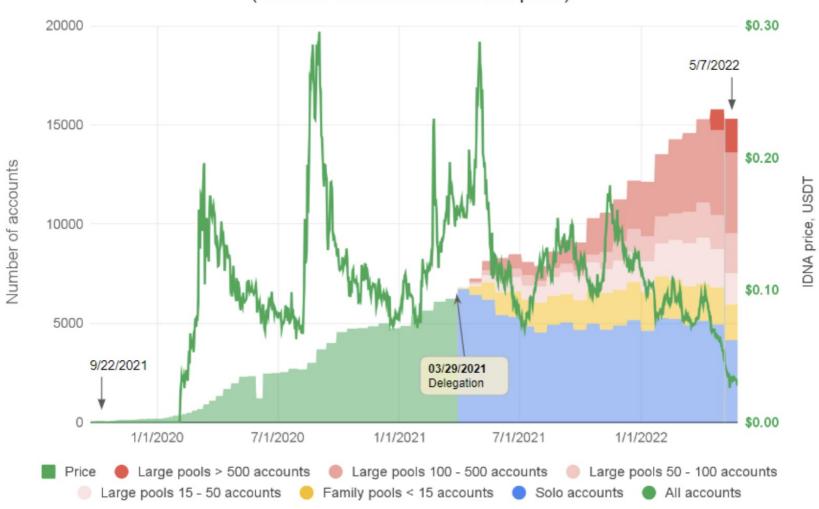


Figure 8: Idena Network History 42

# Idena: the Puppet Pool Takeover



#### "Democratizing" requirements

Key requirements based on democratic theory:

- Open to participation by all (of course)
- Accessible anywhere, even if poorly-connected
- Coherent global-scale discussion, deliberation
- Genuinely self-governed, not by "guardians"
- One person one vote, not one dollar one vote
- Ensure that participants represent themselves

#### PoP for deliberation, governance

Can PoP enable online robust self-governance?

Adds missing "one-person-one-vote" foundation

But...

Whose interests do participants represent?



# The Coercion, Vote-Buying Problem

How can we know people vote their **true intent** if we can't secure the environment they vote in?



# The Coercion, Vote-Buying Problem

Both **Postal** and **Internet** voting are vulnerable!

Election Fraud in North

Carolina Leads to New Charges

July 30, 2019

for Republican Operative



#### The Coercion, Vote-Buying Problem

DAOs might make the problem worse!

Hacking, Distributed



# On-Chain Vote Buying and the Rise of Dark DAOs

on-chain voting voting e-voting trusted hardware identity selling ethereum

July 02, 2018 at 03:22 PM

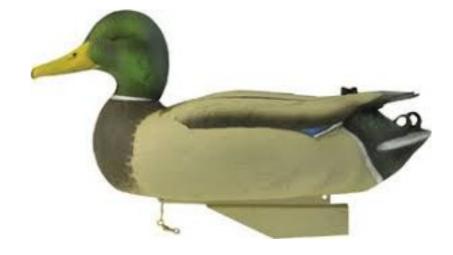
Philip Daian, Tyler Kell, Ian Miers, and Ari Juels

#### The "fake credentials" solution [JCJ]

#### At **registration** time:

Give all voters real and fake voting credentials





#### At **voting** time:

- Real and fake credentials both appear to work
- Only real credentials cast votes that count

# The central challenge

When, where, how do voters get credentials?

Without being coerced at or after registration?

#### **Online** registration or PoP

 Unclear there's any plausible solution that doesn't make unrealistic/magical assumptions

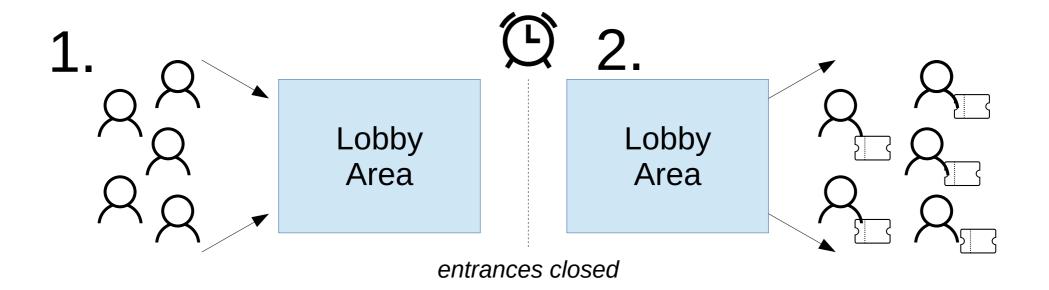
#### **In-person** registration or PoP

We can leverage physical security (again)!

#### PoP based on physical presence

In-person attendees get short-term *tickets* 

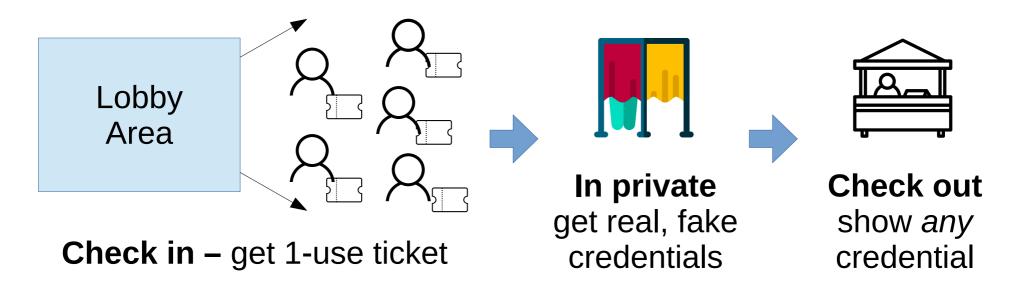
Not (yet) long-term PoP credentials



# PoP based on physical presence

In-person attendees get short-term *tickets* 

- Not (yet) long-term PoP credentials
- Use tickets in a supervised privacy booth nearby
- Create long-term real and fake PoP credentials



# Key technical & behavioral problems

The coercion problem is still far from "easy"

- What happens in the privacy booth?
- How much must voters trust what's in it?
- How do they "know" which credential is real?
- How to ensure a coercer can't learn this?
- Can voters "hide" real credential from coercer?
- Can voters understand and use the process?
- Can and will voters lie to a coercer? ...

#### In-person Coercion Resistance

# TRIP: Trust-limited Coercion-Resistant In-Person Voter Registration

https://bford.info/pub/sec/trip/ (preprint)

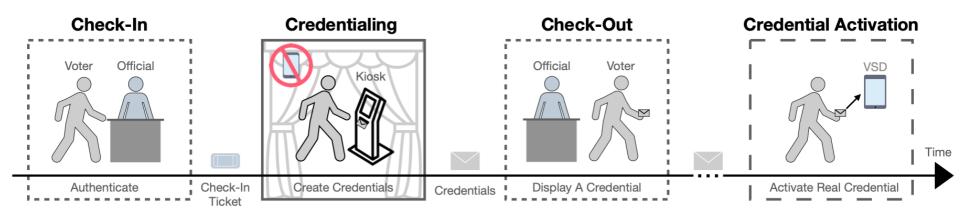
# E-Vote Your Conscience: Perceptions of Coercion and Vote Buying, and the Usability of Fake Credentials in Online Voting

 https://bford.info/pub/sec/trip-usability/ (published in IEEE Security & Privacy '24)

#### TRIP workflow overview

Attendees use digital kiosk in privacy booth to print real & fake paper credentials

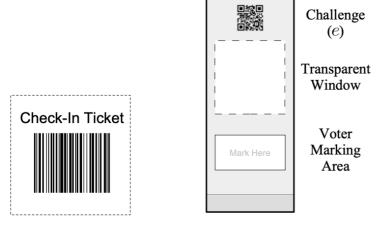
- Cheap, easy to hide from a coercer
- Attendees not under coercion need not trust the kiosk

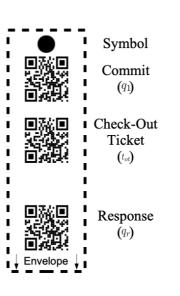


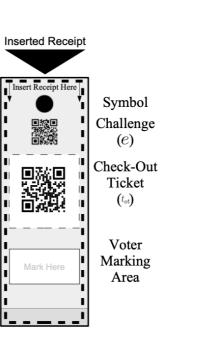
# TRIP paper credential design

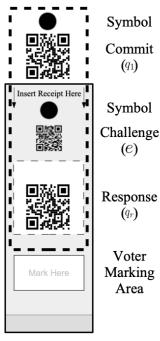
Kiosk prints three QR codes on a receipt printer

- Printing sequence determines real versus fake
- Voter observes this but can't prove it later









(a) Check-In Ticket

(b) Envelope

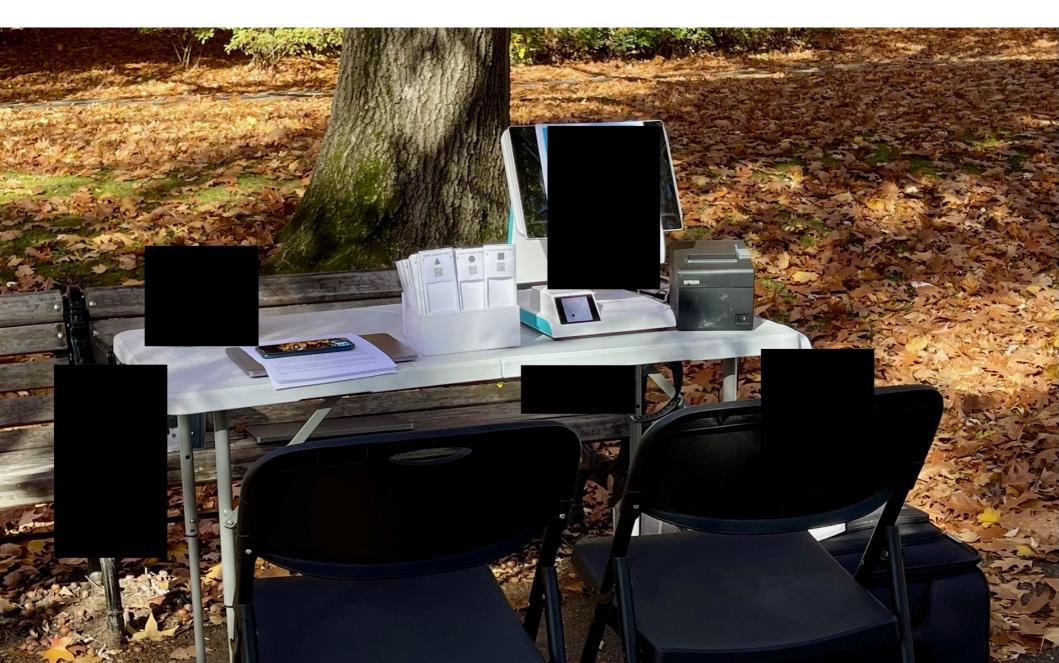
Symbol

(c) Receipt

(d) Transport State

(e) Activate State

# Prototype kiosk setup for full study



# User study – summary of lessons

- Is the problem of voter coercion important?
  - 26% reported experience by someone they know
  - Most likely scenario: ballot selfies; source: family
- Is the TRIP kiosk usable by ordinary people?
  - SUS usability score of 70.4 → 58<sup>th</sup> percentile
- Can voters successfully use TRIP?
  - 83-95% success rate depending on metric
- Will users detect & report a malicious kiosk?
  - 30% without, 57% with, "security education"

#### Next steps, goals, questions

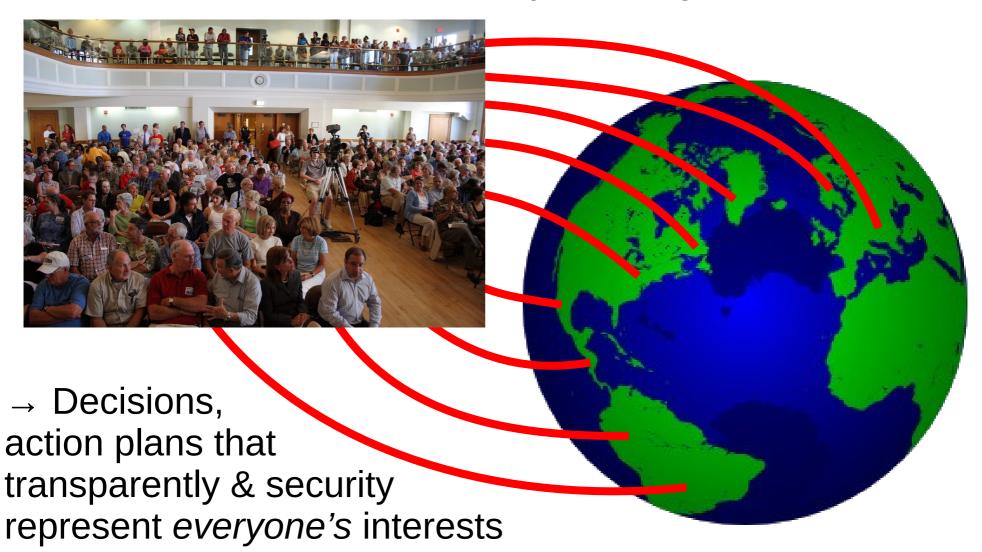
- Real series of presence-based events
  - Tentative: hybrid online/in-person seminar series
  - Participate online or at one of several/many sites
  - Only in-person participants get "voting rights"
  - Social and educational forum: *inform* participants
- User studies of proof-of-presence processes
- What participatory forum(s) to build on top?
  - Simple polls; social media; deliberative debate?
- What will make PoP compelling, sustainable?

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#### Is a true "global town hall" feasible?

For robust discussion of important global issues



#### Towards a true global town hall

If **climate change** is world's most urgent problem, **collective action** is most urgent meta-problem.

- Must get everyone "at the table" on equal basis
- Hard choices require transparency for buy-in

I believe we *can* create distributed infrastructure to solve the meta-problem (then the problem)...

- Start by recognizing how hard meta-problem is
- We have promising pieces, but need systems

#### Towards Real Democratic DAOs

To be truly **democratizing** our systems must be:

- Not just "decentralized" and "open to all" but...
- Facilitate true global interaction, deliberation
- Ensure one person, one vote, one quota
- Ensure participants represent themselves

Only in-person approaches appear able to offer coercion-resistance, social context, education

Build systems, but also get out and be human!



#### Towards Real Democratic DAOs

Further reading:



https://bford.info/pub/