

## Blockchain Based Vehicle Networking System

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**Abstract:** The Internet of Vehicles (IoV) is a concept that refers to the integration of various communication technologies and devices in vehicles, including sensors, GPS systems, wireless networks, and other data exchange mechanisms. The goal of IoV is to enable vehicles to communicate with each other, with infrastructure such as traffic lights and road signs, and with other stakeholders in the transportation ecosystem. In this paper, we propose a blockchain based IoV, which consists of several key components: A decentralized network of nodes that are connected to each other using blockchain technology. Self-executing contracts with the terms of the agreement written into code on the blockchain. Smart contracts can enable automated payment and other processes. Enables vehicles to communicate with each other directly, sharing data about their location, speed, and other relevant information. Enables vehicles to communicate with infrastructure such as traffic signals, road signs, toll booths and other systems to receive real-time information about traffic conditions, road hazards, and other relevant data. An efficient and secure system for managing and storing data related to transactions, vehicles, and other relevant information. A secure identity management system that ensures proper authentication and authorization of users and devices on the network. The process by which nodes in the network agree on the validity of new transactions and additions to the blockchain. The application prospects of blockchain-based vehicle networking technology are significant, including improved security and transparency, streamlined transactions, enhanced automation, and greater efficiency and sustainability in the transportation ecosystem.

### 1. Introduction

Vehicle networking technology, also known as vehicle-to-everything (V2X) communication technology, is an emerging technology that connects vehicles with other vehicles, infrastructure such as traffic lights, and even pedestrians through wireless communication networks. It allows vehicles to share real-time information about their location, speed, direction, and other data with each other and with the surrounding infrastructure [1].

Some of the key benefits of vehicle networking technology include [2-5]:

**Improved safety:** By sharing information about their surroundings, vehicles can help avoid collisions and prevent accidents.

**Increased efficiency:** With real-time traffic information, drivers can take more efficient routes and reduce travel time.

**Enhanced automation:** Connected vehicles can communicate with traffic signals and other infrastructure to enable advanced driver assistance systems (ADAS) and autonomous driving.

**Reduced environmental impact:** By optimizing routes and reducing congestion, vehicle networking technology can help reduce emissions and improve air quality.

There are two main types of V2X communication: vehicle-to-vehicle (V2V) and vehicle-to-infrastructure (V2I). V2V communication enables vehicles to share information directly with each other, while V2I communication enables vehicles to communicate with infrastructure such as traffic

lights, road signs, and toll booths [6].

Overall, vehicle networking technology has the potential to revolutionize transportation by improving safety, efficiency, and sustainability. However, there are also challenges to implementation, such as ensuring interoperability between different types of vehicles and infrastructure, addressing privacy and security concerns, and developing standards for communication protocols [7].

Blockchain-based vehicle networking technology is an emerging approach that utilizes blockchain and distributed ledger technology (DLT) to enable secure and decentralized communication between vehicles, infrastructure, and other stakeholders in the transportation ecosystem [8].

By leveraging blockchain, vehicle networking technology can provide greater security, transparency, and accountability for data sharing and transactions. Some of the potential benefits of blockchain-based vehicle networking technology include [9-15]:

**Improved security and privacy:** Blockchain provides a tamper-proof and immutable record of all transactions, which can help prevent unauthorized access or manipulation of sensitive data.

**Decentralized governance:** By using blockchain, vehicle networking technology can eliminate the need for a centralized authority to govern communication and data sharing, enabling greater autonomy for different stakeholders in the transportation ecosystem.

**Faster transactions and reduced costs:** Blockchain-based systems can improve the speed and efficiency of transactions by eliminating intermediaries and reducing transaction costs.

**Enhanced automation:** Smart contracts, which are self-executing contracts with the terms of the agreement written into code on the blockchain, can enable automated payment and other processes.

**Improved sustainability:** By optimizing routes and reducing congestion, blockchain-based vehicle networking technology can help reduce emissions and improve air quality.

However, there are also challenges to implementing blockchain-based vehicle networking technology, such as ensuring interoperability between different blockchain networks and developing standards for communication protocols. Additionally, there may be concerns around data privacy and regulatory compliance.

Overall, blockchain-based vehicle networking technology has the potential to transform transportation by enabling secure and decentralized communication between different stakeholders in the transportation ecosystem, leading to improved safety, efficiency, and sustainability [16].

## **2. Related Work**

The main technical categories of the Internet of Vehicles (IoV) include [17-20]:

**Vehicle-to-Vehicle (V2V) Communication:** Enables vehicles to communicate with each other directly, sharing data about their location, speed, and other relevant information.

**Vehicle-to-Infrastructure (V2I) Communication:** Enables vehicles to communicate with infrastructure such as traffic signals, road signs, toll booths and other systems to receive real-time information about traffic conditions, road hazards, and other relevant data.

**Vehicle-to-Pedestrian (V2P) Communication:** Enables vehicles to communicate with pedestrians, cyclists and other vulnerable road users to alert them of potential dangers and improve road safety.

**Vehicle-to-Network (V2N) Communication:** Enables vehicles to communicate with cloud-based services and remote servers to access real-time traffic data, navigation services and other applications.

The differences between these categories lie mainly in the type of communication, the devices involved and the target audience. V2V and V2I are focused on vehicle-centric communication, while V2P is focused on pedestrian and cyclist safety. V2N, on the other hand, involves communication between vehicles and cloud-based services or remote servers. Each of these categories has its own unique requirements and challenges when it comes to implementation, interoperability, and security.

Centralized vehicle networking (CVN) refers to a communication system that relies on a centralized server or authority to manage and control the exchange of data between vehicles, infrastructure and other stakeholders in the transportation ecosystem. While this approach has some

advantages such as ease of implementation and centralized control, it also has several drawbacks:

**Single Point of Failure:** A centralized server is vulnerable to cyber-attacks, system failures or other disruptions that can bring down the entire network.

**Limited Scalability:** CVN may struggle to scale up to handle an increasing number of users and devices, resulting in performance issues and slower response times.

**High Costs:** Centralized systems can be expensive to develop, deploy and maintain, especially when considering the costs of hardware, software, and personnel.

**Lack of Transparency:** In a centralized system, the management and control of data is concentrated in the hands of a few individuals, leading to concerns around transparency and accountability.

**Privacy Concerns:** Centralized systems are more susceptible to privacy breaches or data leaks, as personal information is stored and managed in a single location.

Overall, these drawbacks highlight the limitations of centralized vehicle networking and emphasize the need for more decentralized, secure and scalable alternatives, such as blockchain-based vehicle networking technology.

### 3. Blockchain Design

Decentralized network construction refers to the process of building a network that is distributed among multiple nodes, rather than relying on a centralized server or authority. There are several methods for constructing decentralized networks, including:

**Peer-to-Peer (P2P) Networks:** In a P2P network, all nodes have equal status and can communicate directly with each other. This approach eliminates the need for a central server or authority, providing greater security and scalability.

**Federated Networks:** Federated networks involve multiple independent organizations or entities that work together to provide a shared service or infrastructure. These networks provide the benefits of decentralization but also allow for coordination and collaboration between different stakeholders.

**Mesh Networks:** Mesh networks use a decentralized architecture where every node in the network can communicate with any other node within range. This approach allows for greater resilience and flexibility, as nodes can join or leave the network as needed without affecting overall system performance.

**Blockchain Networks:** Blockchain technology provides a decentralized and tamper-proof ledger that can be used to manage transactions and data exchange between different nodes in the network. This approach has been applied in various industries, including finance, healthcare, and transportation.

Overall, these methods provide different approaches to constructing decentralized networks, each with their own strengths and weaknesses depending on the specific use case and requirements.

Table 1 The process of building blockchain.

Step	Description
1	Define the problem and identify the use case for the blockchain.
2	Choose a consensus mechanism (e.g., Proof of Work, Proof of Stake) that fits the use case.
3	Determine the network architecture (e.g., public, private, hybrid) and the number of nodes needed.
4	Choose a programming language and develop the smart contract(s) that will run on the blockchain.
5	Implement the blockchain protocol and test it for security and functionality.
6	Launch the blockchain network and allow participants to join.
7	Monitor and maintain the blockchain to ensure its security and performance.
8	Continuously improve the blockchain by upgrading the protocol and adding new features as needed.

As shown in Table 1, the process of building a blockchain involves defining the problem, designing the architecture, developing smart contracts, testing, deploying, and maintaining the

blockchain.

As shown in Table 2, the composition of car networking blocks includes information such as vehicle status and location, driving behavior data, and other relevant data points that can be used for various purposes such as safety, maintenance, and navigation.

As shown in Table 3, car networking blockchain is the implementation of distributed ledger technology to establish a secure and decentralized network for communication and transactions between vehicles and other stakeholders in the automotive ecosystem.

Table 2 The composition of car networking blocks.

Data Type	Description
Vehicle Status and Location	Information about the current status of the vehicle (e.g., engine on/off, speed, fuel level), as well as its location data obtained through GPS or other sensors.
Driving Behavior Data	Data on the driver's behavior while operating the vehicle, such as acceleration, braking, turning, and lane changes, which can be used for safety analysis and feedback to drivers.
Maintenance Data	Information on the vehicle's maintenance needs, such as oil changes, tire pressure, and battery life, based on sensor data and manufacturer recommendations.
Navigation Data	Route information, traffic conditions, and other real-time data that can assist drivers in reaching their destinations more efficiently.
Environmental Data	Data on external factors that may affect the vehicle's performance, such as weather conditions and air quality.
User Preferences	Customization options for users, such as preferred routes, music playlists, and climate control settings.
Security and Identity Data	Authentication and authorization data for access to the vehicle's system, as well as security-related information such as attempts at unauthorized access or tampering.

Table 3 The process of blockchain for the Internet of Vehicles.

Step	Description
1.	Data Collection: Collect data from various sources such as sensors on vehicles, traffic management systems, and other connected devices in the IoV ecosystem.
2.	Data Processing: Process the collected data and transform it into digital transactions that can be recorded on the blockchain.
3.	Smart Contract Execution: Use smart contracts to execute rules and logic for managing the data, such as validating transactions and enforcing regulations.
4.	Consensus Mechanism: Verify and validate the data using consensus mechanisms like Proof of Work or Proof of Stake.
5.	Data Storage: Store the validated data in blocks on the blockchain, creating an immutable ledger that is transparent and secure.
6.	Access Management: Control access to the data by using encryption and permissioned access to maintain privacy and security.
7.	Data Sharing: Share the stored data with authorized parties, such as government agencies, insurance companies, and other stakeholders, for various applications such as traffic management, predictive maintenance, and personalized services for drivers.
8.	Continuous Improvement: Continuously improve the blockchain ecosystem by upgrading the protocol and adding new features as needed to adapt to changing requirements and emerging technologies.

#### 4. System Design

As shown in Table 4, the process of building an Internet of Vehicles involves connecting vehicles, infrastructure, and other devices to a network and utilizing data analytics and machine learning algorithms to provide smart services and applications.

Table 4 The process of building an Internet of Vehicles.

Step	Description
1.	Connectivity: Establish connectivity between vehicles, infrastructure, and other devices using protocols such as cellular, Wi-Fi, and Bluetooth.
2.	Data Collection: Collect data from various sources such as sensors on vehicles, traffic management systems, and other connected devices in the IoV ecosystem.
3.	Data Analytics: Analyze the collected data using data analytics tools and machine learning algorithms to extract insights and identify patterns.
4.	Smart Services: Develop smart services and applications based on the analyzed data, such as traffic prediction, collision avoidance, and personalized recommendations for drivers.
5.	Security and Privacy: Ensure security and privacy of the data and communication channels by implementing encryption, access control, and other security measures.
6.	Standardization: Develop and adopt standards for interoperability and seamless communication between different devices and systems in the IoV ecosystem.
7.	Regulations: Address legal and regulatory issues related to data privacy, liability, and intellectual property rights in the context of the IoV.
8.	Collaboration: Foster collaboration among stakeholders such as automakers, technology providers, government agencies, and academic institutions to drive innovation and adoption of IoV technologies.

The design steps for a blockchain-based vehicle networking system typically involve the following:

**Define the use case:** Identify the specific problem or opportunity that the system is intended to address, such as improving safety, reducing congestion, or enabling new business models.

**Choose the appropriate blockchain platform and consensus mechanism:** Select a blockchain platform such as Ethereum, Hyperledger Fabric, or Corda that best fits the use case, and choose an appropriate consensus mechanism such as Proof of Work or Proof of Stake.

**Design the network architecture:** Determine the network topology, including the number and type of nodes, and decide on the communication protocols.

**Develop smart contracts:** Create smart contracts that will execute the specific functions of the vehicle networking system such as managing data, validating transactions, and enforcing rules.

**Integrate sensors and other devices:** Determine the types of sensors and devices that will be used to collect data from vehicles and other sources, and develop interfaces to integrate them with the blockchain platform.

**Ensure security and privacy:** Implement security measures such as encryption, access control, and audit trails to protect the data and communication channels, and ensure compliance with regulations such as GDPR and CCPA.

**Test the system:** Conduct thorough testing of the system to identify and fix any bugs or vulnerabilities, and perform simulations and stress tests to ensure scalability and robustness.

**Deploy and maintain the system:** Deploy the blockchain-based vehicle networking system and continuously monitor and maintain it to ensure ongoing functionality and performance, and make updates and improvements as needed based on feedback and changing requirements.

## 5. System Implementation

The process of using Python programming to achieve vehicle networking involves the following steps:

**Install Required Libraries:** Install required libraries such as Flask, PyOTA, and Requests to enable interaction with the blockchain and other networked devices.

**Set up a Node:** Create a node that can communicate with other nodes in the network, either by joining an existing network or creating a new one.

**Create Smart Contracts:** Develop smart contracts that will govern the functions of the vehicle networking system such as managing data and executing transactions.

**Implement IoT Sensors and Devices:** Integrate IoT sensors and devices such as GPS and accelerometers to collect data from vehicles, and use APIs to interact with them.

**Program Data Validation and Security:** Implement validation and security measures to ensure the integrity and privacy of the data, such as encryption and access control.

**Develop User Interface:** Design and develop a user interface that allows users to interact with the vehicle networking system, such as a web application or mobile app.

**Testing and Deployment:** Test the system thoroughly to identify and fix any issues, and deploy it on a secure and scalable platform such as AWS, Azure, or Google Cloud.

**Maintenance and Continuous Improvement:** Monitor the system continuously to ensure its ongoing functionality and security, and make updates and improvements based on feedback and changing requirements.

The process of using Python programming to store vehicle networking data in blockchain can be broken down into several steps:

**Choose a suitable blockchain platform:** There are many blockchain platforms available, such as Ethereum, Hyperledger Fabric or Corda, each with its own strengths and weaknesses. Select a blockchain platform based on the project requirements.

**Design the blockchain smart contract:** Using a language like Solidity or Vyper, design a smart contract that defines the structure and logic of how the vehicle networking data will be stored in the blockchain.

**Implement the smart contract:** Write the code for the smart contract and deploy it on the selected blockchain platform.

**Collect vehicle networking data:** Write Python code to collect the required vehicle networking data from the sensors in the vehicle.

**Convert data to blockchain format:** Convert the collected vehicle networking data to a format that can be stored in the blockchain. This might involve converting the data to a standardized format like JSON or XML.

**Send data to the smart contract:** Use Python code to interact with the deployed smart contract on the selected blockchain platform, and send the converted data to the smart contract to be stored in the blockchain.

**Verify data storage:** Verify that the data has been successfully stored in the blockchain by querying the smart contract.

## **6. Conclusion**

Blockchain-based vehicle networking has several promising application prospects, including:

**Enhancing Vehicle Security:** Blockchain technology can be used to securely store data related to vehicle security, such as anti-theft features and crash data, which can be accessed by relevant parties in real-time.

**Enabling Data-Driven Decision Making:** Collecting and analyzing data from connected vehicles using blockchain technology can enable data-driven decision-making for automakers, fleet managers, and other stakeholders in the automotive industry.

**Facilitating Autonomous Driving:** Blockchain can provide a secure and decentralized platform for managing data generated by autonomous vehicles, such as location, traffic patterns, and road conditions, which could help improve the safety and efficiency of self-driving cars.

**Improving Supply Chain Management:** Blockchain-based vehicle networking can help streamline supply chain management by tracking the movement of vehicles and parts across different locations, reducing the potential for fraud and errors.

**Providing Personalized Services:** By collecting and analyzing data on driver behavior and preferences, blockchain-based vehicle networking can enable personalized services tailored to individual drivers' needs, such as route recommendations, entertainment choices, and climate control settings.

Overall, blockchain-based vehicle networking has the potential to transform the way we think about transportation and mobility, enabling new business models, improving efficiency and safety, and providing innovative solutions to longstanding challenges.

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