

## HJ0025 Enrolled

## LRB100 08064 MST 18150 r

HOUSE JOINT RESOLUTION 25

WHEREAS, The development of distributed databases and ledgers protected against revision by publicly-verifiable open source cryptographic algorithms, and protected from data loss by distributed records sharing, colloquially called "blockchain", has reached a point where the opportunities for efficiency, cost savings, and cybersecurity deserve legislative study; and

WHEREAS, Blockchain technology is a promising way to facilitate a transition to more efficient government service delivery models and economies of scale, including facilitating safe, paperless transactions, and permanent recordkeeping immune to cyber-attacks, and data destruction; and

WHEREAS, Blockchain technology can reduce the prevalence of government's disparate, computer systems, databases, and custom-built software interfaces, reducing costs associated with maintenance and implementation and allowing more regions of the state to participate in electronic government services; and

WHEREAS, Nations and municipalities across the world are studying and implementing government reforms that bolster trust and reduce bureaucracy through verifiable open source

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- blockchain technology in a variety of use cases from medical 1
- 2 records, land records, banking, and property auctions; and
- 3 WHEREAS, The State of Illinois, through the recently
- created Illinois Blockchain Initiative, has promoted a 4
- 5 collaborative regulatory exchange with technology firms,
- 6 software developers, and service providers, so that if
- 7 regulation is needed, it will be the product of a collaborative
- 8 and proactive approach, with the goal of encouraging economic
- 9 development through innovation; therefore, be it
- 10 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE ONE
- 11 HUNDREDTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, THE SENATE
- 12 CONCURRING HEREIN, that there is created the
- 13 Legislative Blockchain and Distributed Ledger Task Force to
- 14 study how and if State, county, and municipal governments can
- 15 benefit from a transition to a blockchain based system for
- recordkeeping and service delivery; and be it further 16
- 17 RESOLVED, That the Task Force will consist of the following
- 18 members:
- 19 (1) two members appointed by the Speaker of the House
- 20 Representatives, one who shall be designated as
- 21 Co-Chairperson;

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1	(2) two members	appointed by	the House Mi	nority Leader;
2	(3) two member	s appointed	by the Pres	sident of the
3	Senate, one who shal	ll be designa	ted as Co-Cha	irperson;
4	(4) two member	rs appointed	. by the Se	nate Minority
5	Leader;			
6	(5) one member a	appointed by	the Cook Coun	ty Recorder of
7	Deeds;			
8	(6) one member a	appointed by	the Cook Coun	ty Clerk;
9	(7) one member	appointed	by the state	e Division of
10	Banking;			
11	(8) one member a	appointed by	the Secretary	of State;
12	(9) one member	appointed by	the Illinois	Department of
13	Commerce and Econom:	ic Opportunit	у;	
14	(10) two member	s appointed	by the Illin	ois Department
15	of Innovation and Te	echnology;		
16	(11) one member	appointed by	the Illinois	Department of
17	Insurance; and			

- (12) one member appointed by the Illinois Department 1
- 2 Financial and Professional Regulation; and be it further
- 3 RESOLVED, That all appointments shall be confirmed by both
- Co-Chairpersons; and be it further 4
- 5 RESOLVED, That all appointments to the Task Force shall be
- 6 made within 60 days after the adoption of this resolution;
- 7 vacancies in the Task Force shall be filled by their respective
- 8 appointing authorities within 30 days after the vacancy occurs;
- 9 and be it further
- RESOLVED, That the Task Force members shall serve without 10
- 11 compensation; and be it further
- 12 RESOLVED, That the Task Force may employ skilled experts
- with the approval of the Co-Chairpersons, and shall receive the 13
- cooperation of any State agencies it deems appropriate to 14
- 15 assist the Task Force in carrying out its duties; and be it
- further 16
- 17 RESOLVED, That the members of the Task Force shall be
- considered members with voting rights; a quorum of the Task 18
- 19 Force shall consist of a majority of the members; and be it
- 20 further

- 1 RESOLVED, That the Task Force shall meet initially at the 2 call of the Co-Chairpersons, no later than 90 days after the 3 adoption of this resolution, and shall thereafter meet at the 4 call of the Co-Chairpersons; and be it further
- RESOLVED, That the Illinois Department of Innovation and
  Technology shall provide administrative and other support to
  the Task Force; and be it further
- 8 RESOLVED, That the Task Force shall research, analyze, and 9 consider:
- 10 (1) Opportunities and risks associated with using
  11 blockchain and distributed ledger technology;
- 12 (2) Different types of blockchains, both public and private, and different consensus algorithms;
- 14 (3) Projects and use cases currently under development 15 in other states and nations, and how those cases could be 16 applied in Illinois;
- 17 (4) How current State laws can be modified to support 18 secure, paperless recordkeeping;

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1	(5) The State	Public Key	Infrastructure	and digital
2	signatures; and			
3	(6) Official	reports and	recommendatio	ns from the
4	Illinois Blockchai	n Initiative;	and be it furt	her
5	RESOLVED, That the	e Task Force	shall present	its findings
6	and recommendations to	the General	Assembly in a	report on or

before January 1, 2018.