Towards a New & (more) Ethical Revenue Model of Data



prof. dr. ir. Erik Mannens



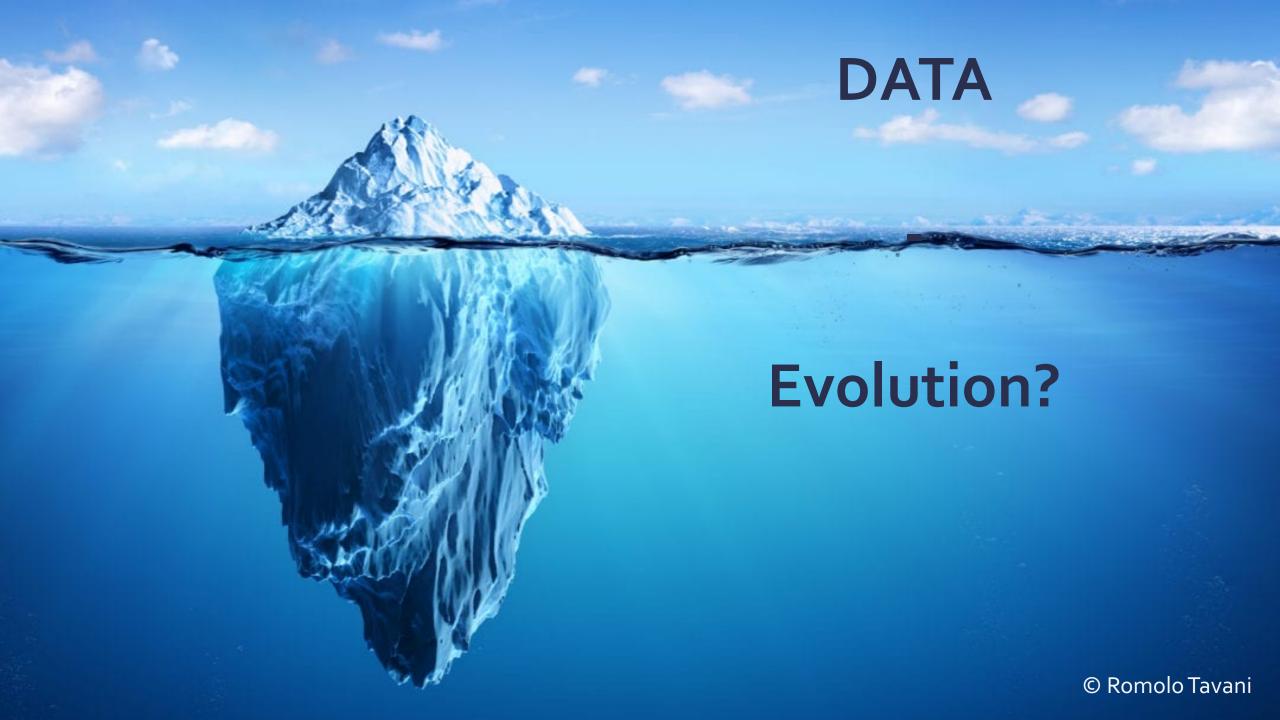




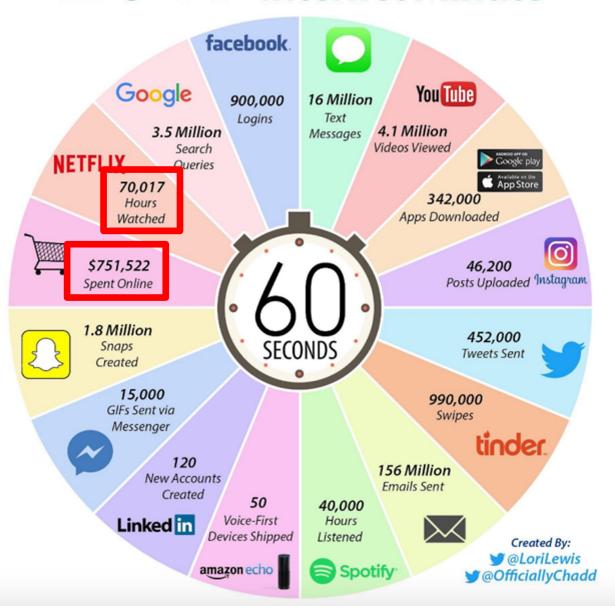








2017 This Is What Happens In An Internet Minute



2020 This Is What Happens In An Internet Minute



THE COMING FLOOD OF DATA IN AUTONOMOUS VEHICLES

RADAR ~10-100 KB PER SECOND SONAR ~10-100 KB PER SECOND

GPS ~50KB PER SECOND

CAMERAS ~20-40 MB PER SECOND

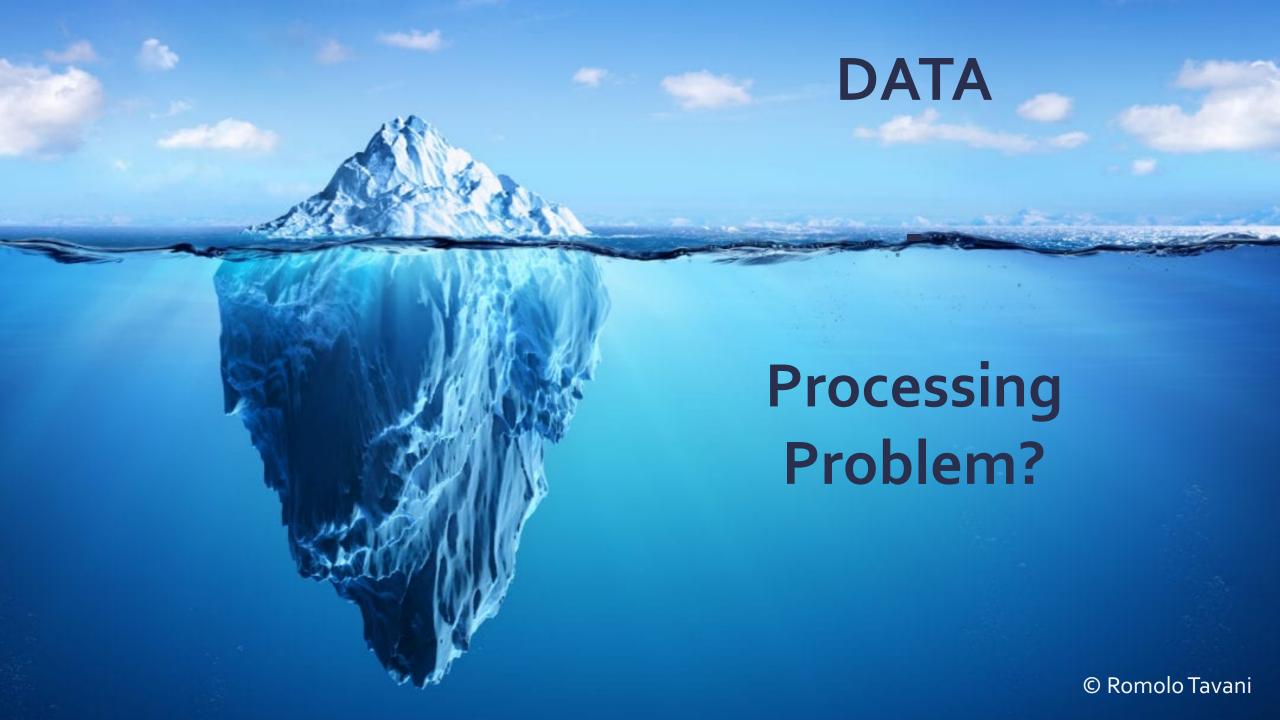
AUTONOMOUS VEHICLES
4.00 GB
PER DAY... EACH DAY

~10-70 MB
PER SECOND









Multiple heterogeneous Data Sets

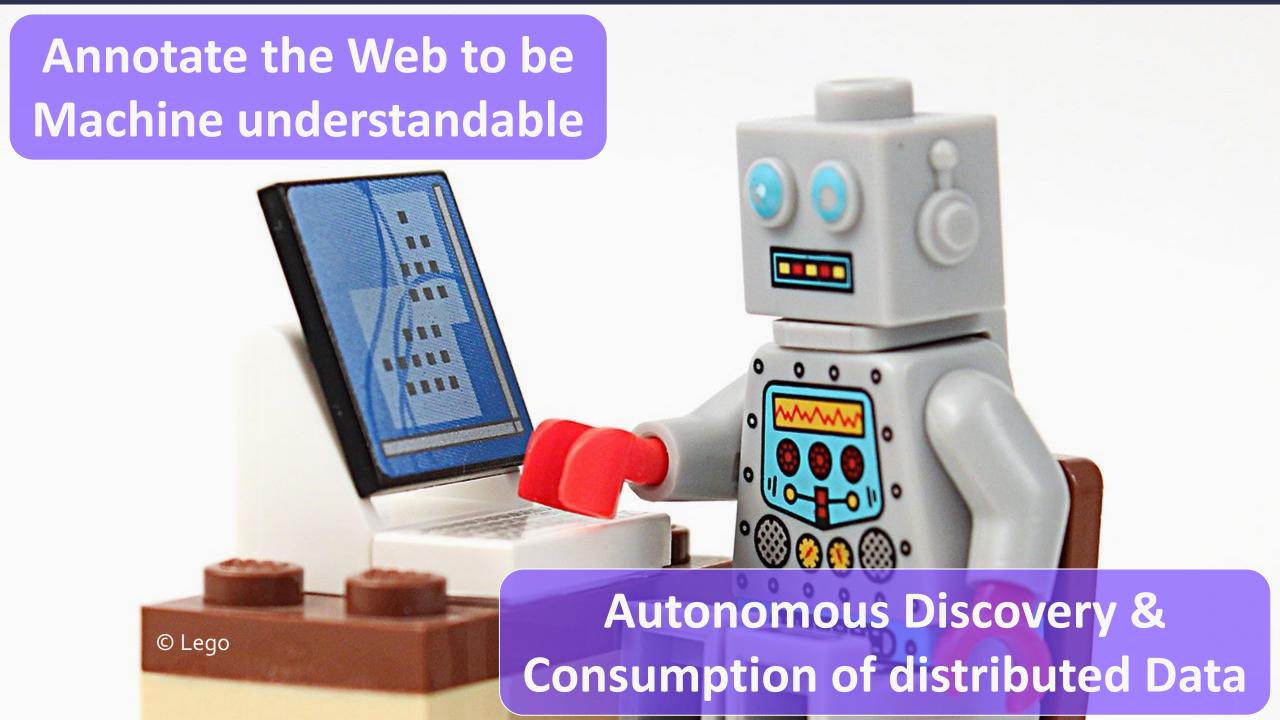




Democratize Knowledge for Machines



Quality depends greatly on the Amount of accessible Knowledge







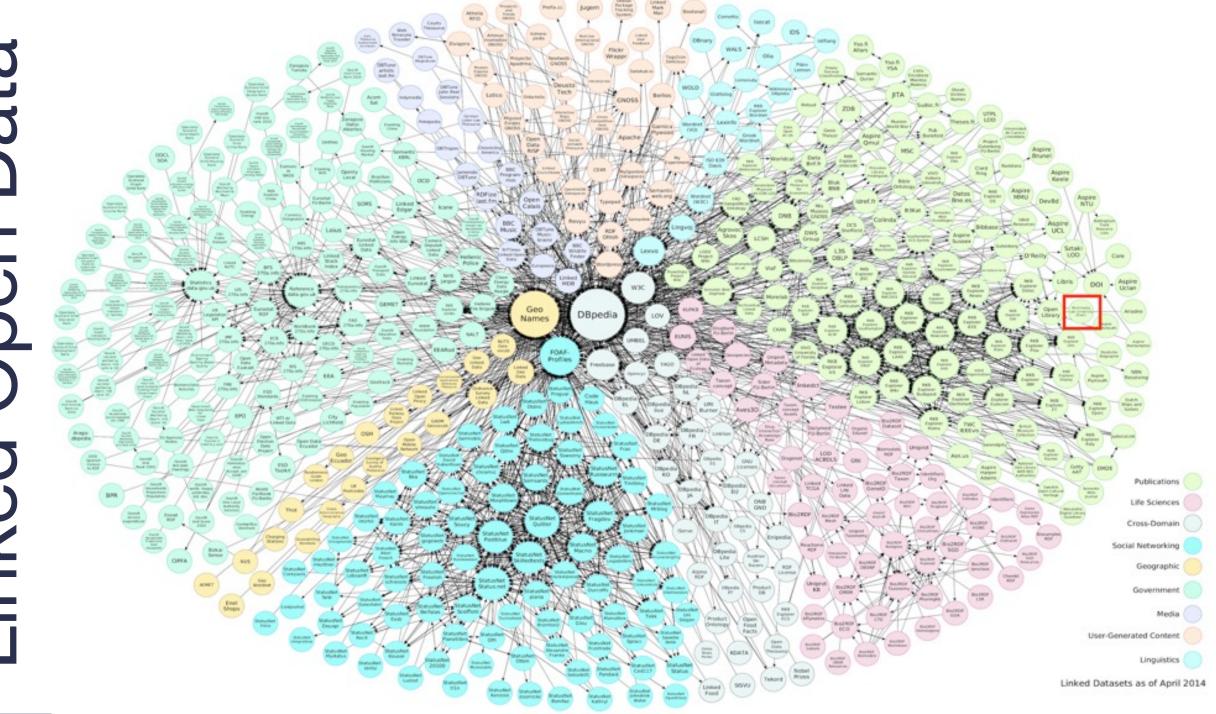




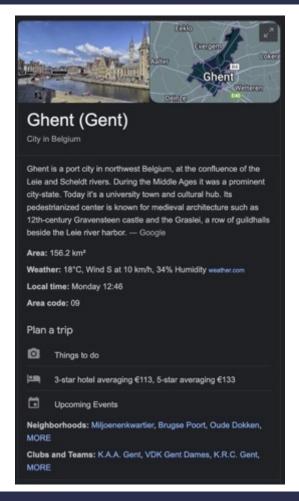


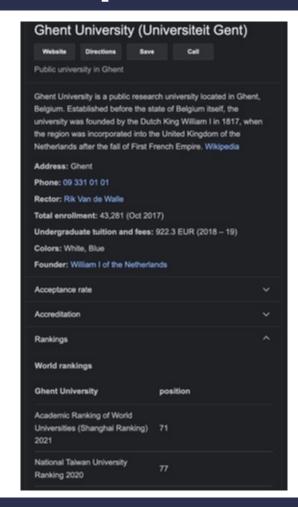


Data _inked Open



Knowledge Graphs







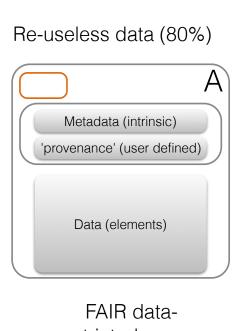


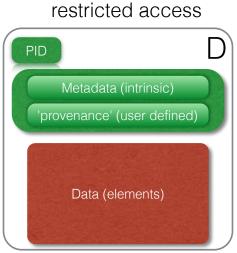


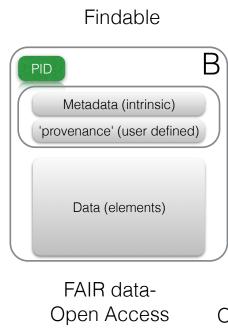
Data as increasingly FAIR Digital Objects

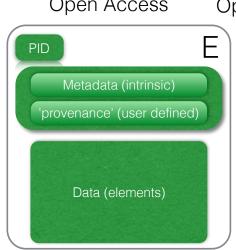
FAIR

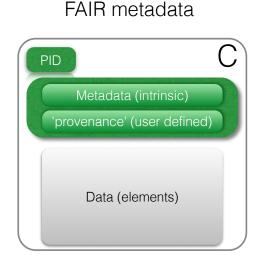
FINDABLE ACCESSIBLE INTEROPERABLE RE-USABLE



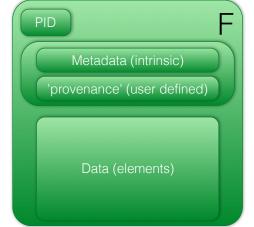




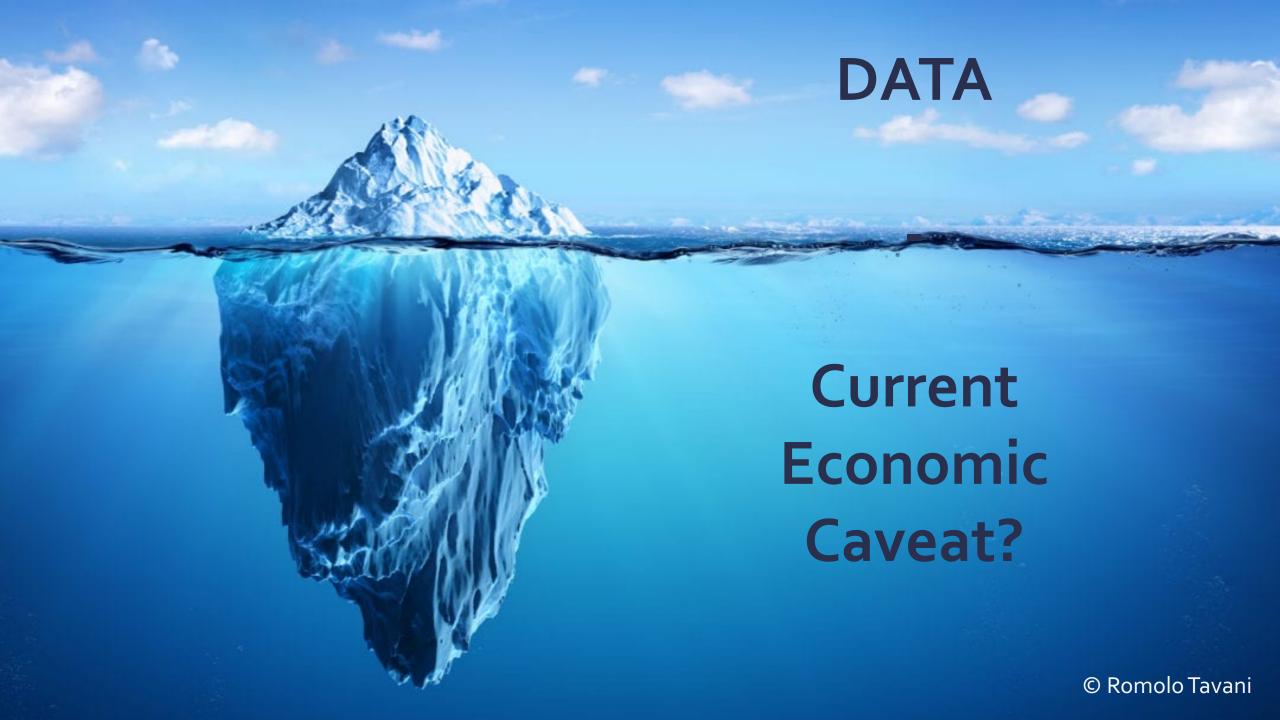














Web 1.0 - 1990

read only \rightarrow consumers \rightarrow free content (with ads)









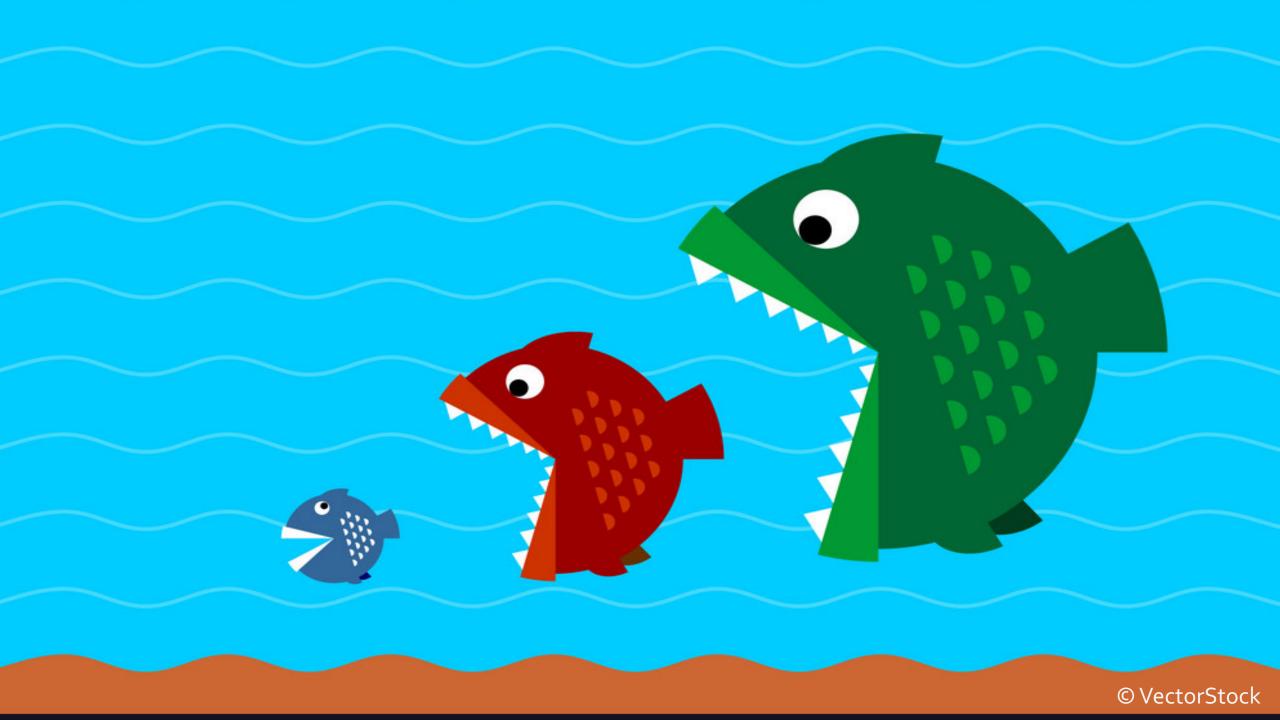


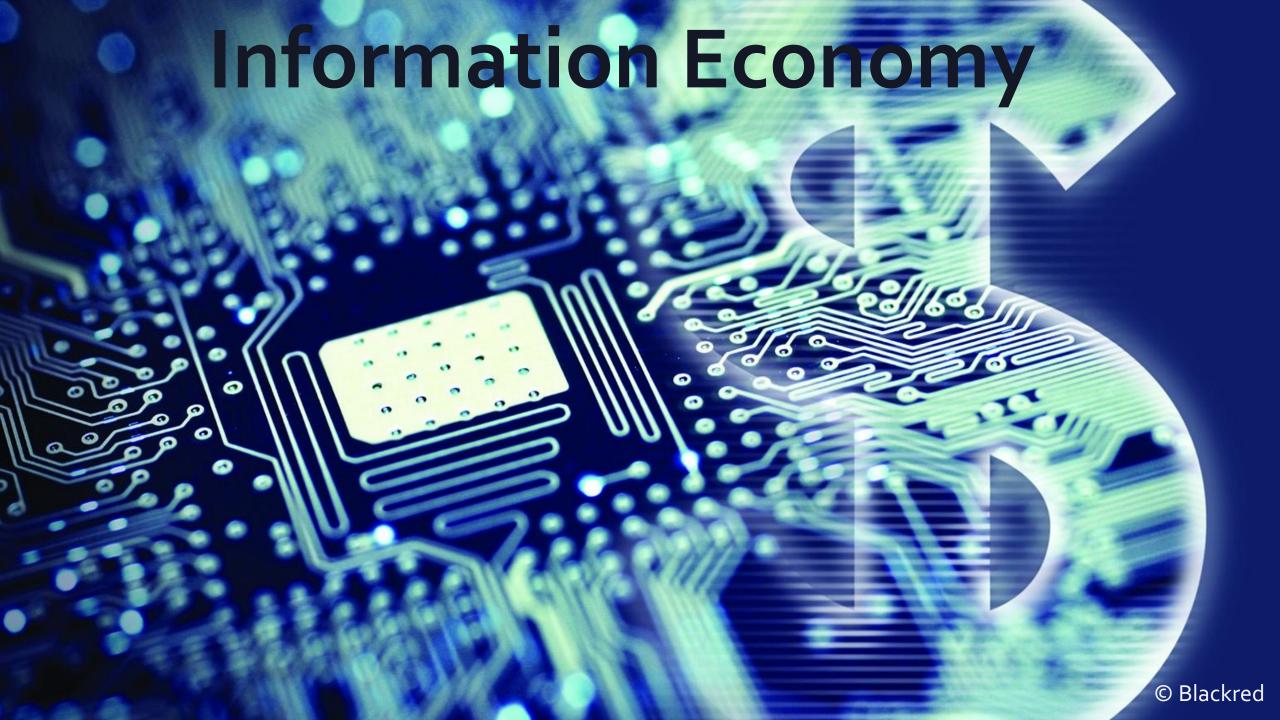
& FALSE ADVERTISING!

© Allesvooruwmancave





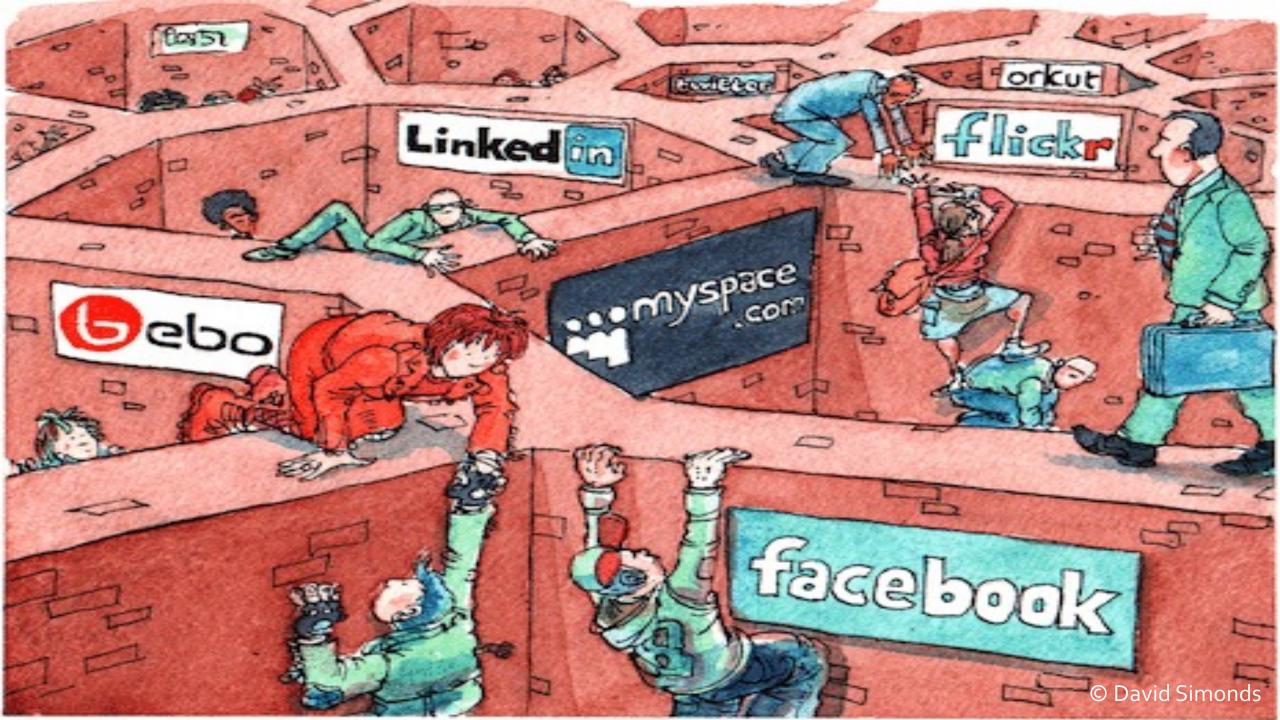




Web 2.0 - 2005

read/write → producers → data harvesting & data selling



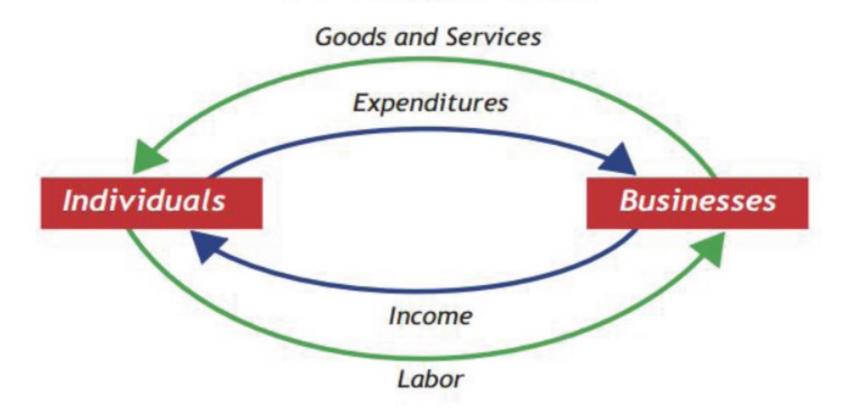






Where did that bring us?

The Circular Flow



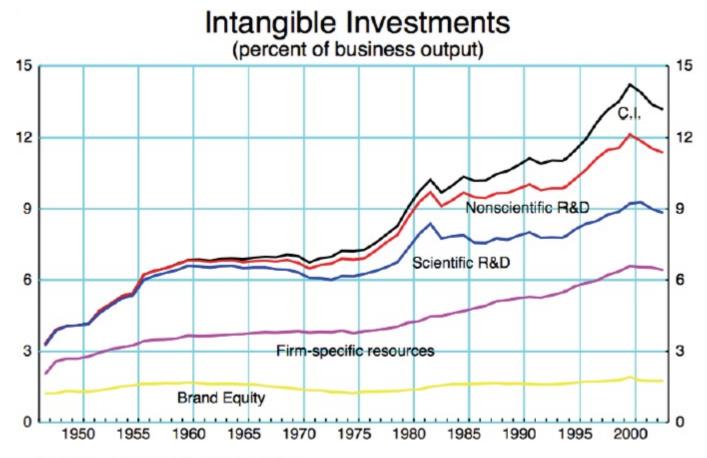


Increasing income inequality

Figure 5: Non-Farm Labor and Corporate Profits Share of GDP, 1950-2016 % of GDP % of GDP **Corporate Profits** (left axis) Non-Farm Labor Share (right axis) Source: Bureau of Economic Analysis, Bureau of Labor Statistics; CEA calculations



Increasing intangible assets (Knowledge)





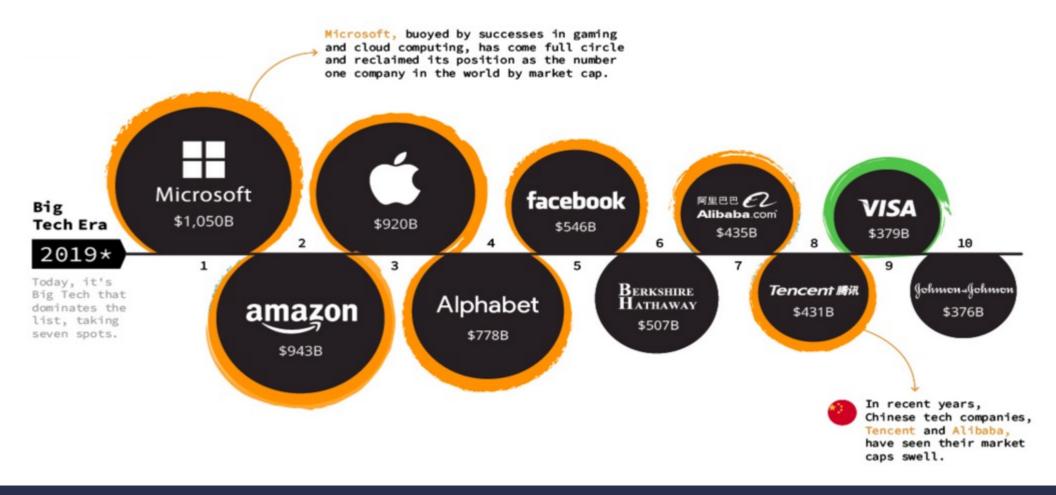


Public corp's by market capitalization (2004)

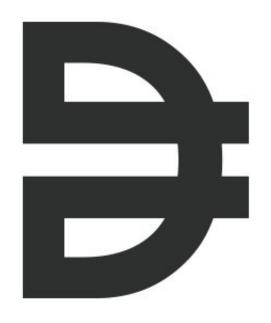




Public corp's by market capitalization (2019)







THE DATA ⇒OLLAR STORE

Companies that invest most in AI R&D?



















Companies that invest most in Data?





















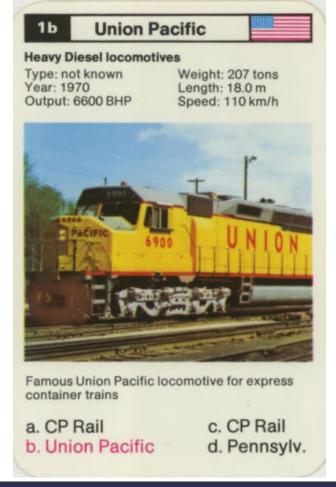


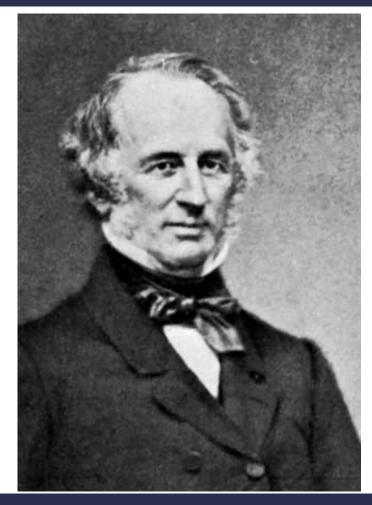
So ... How many times do they cash?





Driving a Wedge - Makes one think, right?









© Toysfromthepast

© Britannica

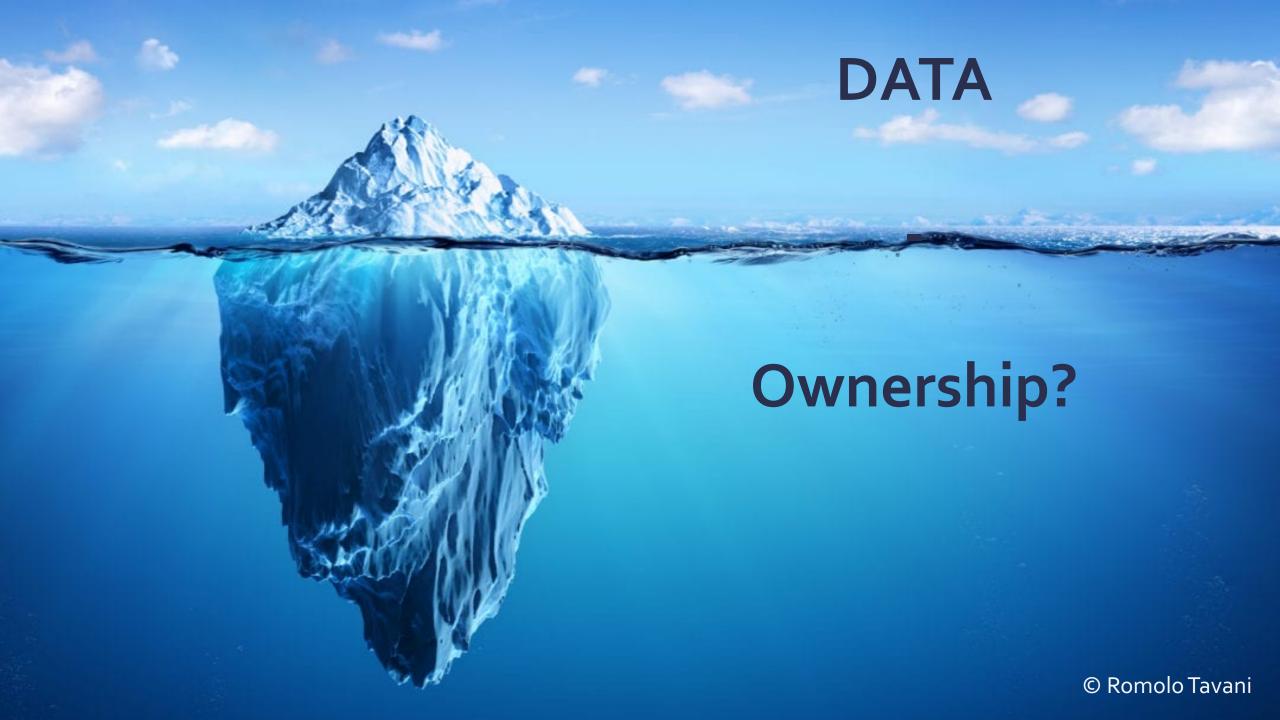
© StandardOil

© hmdb

Platform Economy ... the Good, the Bad & the Ugly







Web3 - 2020

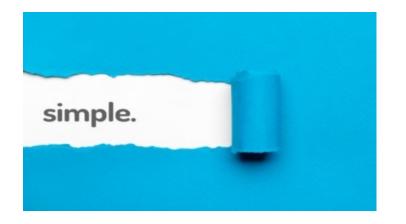
decentralisation, transparency, privacy → self-control → SOLID & Blockchain

















Todays Web Ecosystems

WINNER TAKES ALL

Facebook isn't 'free' when the cost is your data – and Zuckerberg knows it

How Tim Cook and Mark Zuckerberg's war of words reveals a profound split – and potential shift – in how technology companies view and respect our privacy.

RENE RITCHIE 12 Apr 2018

24

The Customer is the product.

You pay more for "relevant" people based on their data they share.



Todays Web Ecosystems

EXTREME BARRIERS FOR NON-DOMINANT PLAYERS

SERVICE PROVIDERS



HIGH INVESTMENTS, HIGH RISKS TO INTRODUCE SERVICES



OF ADDED VALUE
TO THE GIANTS



WITHOUT ACCESS TO THE DATA, LIMITED INNOVATION OPPORTUNITIES

END-USER (ACQUISITION)





COMBINING SERVICES ON SAME DATA NOT POSSIBLE





DATA OWNERSHIP AS A BUSINESS MODEL WILL NO LONGER BE SUSTAINABLE.

Iegal pressure

GDPR

societal pressure data leaks & ownership

competition pressure lack of innovation



BLOCKCHAIN (distributed ledgers)



The Properties of Distributed Ledger Technology (DLT)

Programmable

A blockchain is programmable (i.e. Smart Contracts)

Secure

All records are individually encrypted

Anonymous

The identity of participants is either anonymous or pseudonymous



Unanimous

All network participants agree to the validity of each of the records

Distributed

All network participants have a copy of the ledger for complete transparency

Immutable

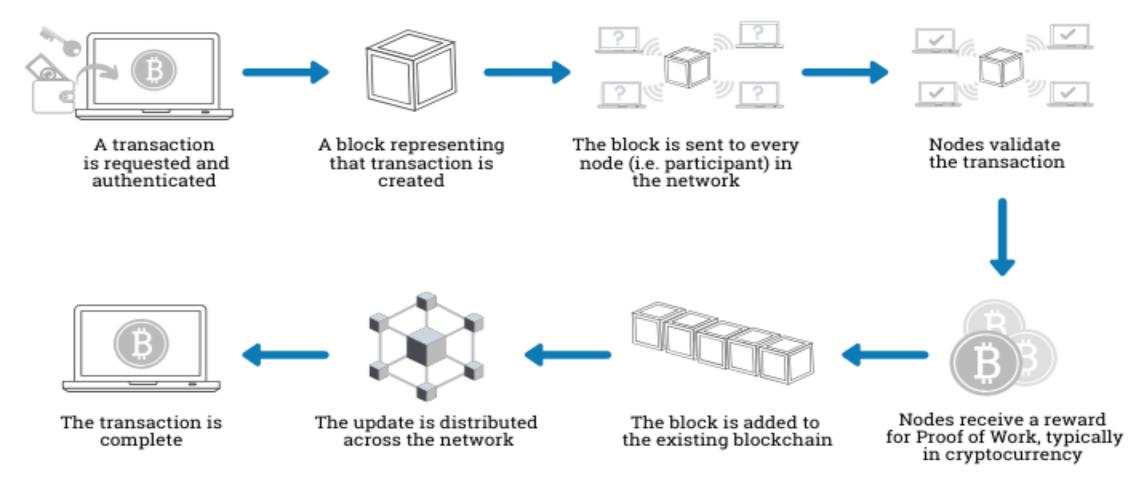
Any validated records are irreversible and cannot be changed

Time-stamped

A transaction timestamp is recorded on a block



How does a transaction get into the blockchain?



Criticism: (ecologically) inefficient

<u>Proof-of-Work (PoW)</u> is the consensus mechanism first popularized for permissionless blockchains and cryptocurrencies through the Bitcoin network. This PoW network is run by validators, so-called miners, who add new blocks of transactions to the network on an ongoing basis. As a reward, these miners receive incentives in the form of block rewards (a fixed amount that is predetermined) and transaction fees (paid by each user conducting a transaction).

Bitcoin's PoW miners compete for these incentives by adding computational power to the network; the more computational power, the higher the chance to receive the incentive. Specialized PoW mining hardware devices generate computational power, so-called <u>ASIC miners</u>, which consume vast amounts of energy in the process. Accordingly, Bitcoin's PoW miners are incentivized to add more and more computational power to the network, consuming more and more



Criticism: "Proof of Work" vs. "Proof of Stake"

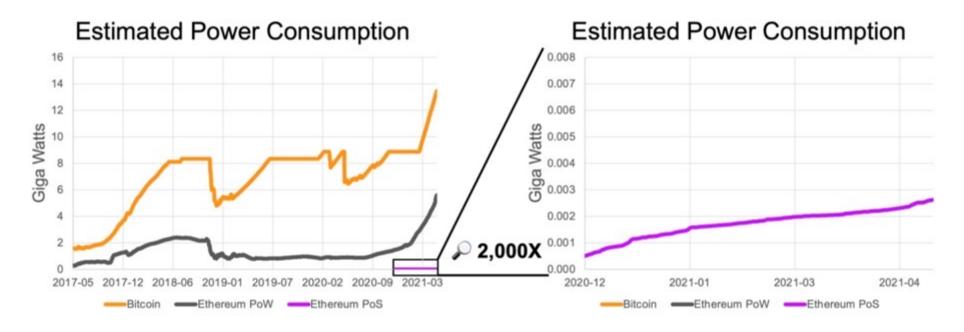


Figure 2 — <u>Bitcoin and Ethereum PoW energy consumption compared to Ethereum PoS</u> (from Digiconomist).



CRYPTO



Bitcoin

A matter of design: why Bitcoin consumes so much energy

Of all the 21 million Bitcoins that can exist at the same time, <u>nearly 90 percent was already mined in mid-2021</u>. This, however, does not necessarily mean that the Bitcoin supply is running out as the last Bitcoin was forecast to be mined around the year 2140. This is a design choice in the cryptocurrency: The closer Bitcoin gets to its supply limits, the computing power – and therefore energy - needed to mine goes up incrementally. The <u>BTC mining difficulty</u> or amount of computing power being applied to mine Bitcoin reflects that: Bitcoin mining in, say, 2014 – when there were less Bitcoin in circulation - was easier and less energy consuming than in 2021. By then, there were significantly more coins in circulation and the cryptocurrency's design essentially tries to halt the creation of more.



Bitcoin Mining Energy Consumption in TeraWatt/Year

Argentinië 125 124 Noorwegen Bitcoin 120 V.A.E. 119 110 Nederland 93 Filipijnen Kazachstan 92 Pakistan 90 84 Finland 82 België 75 Chili



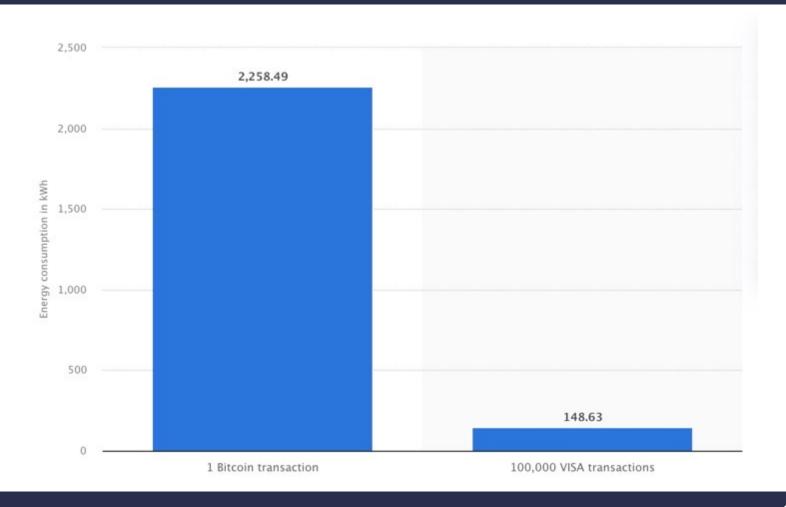
Buy a "mars" bar for 0.00002 Bitcoin



LONDON — Bitcoin transactions use so much energy that the electricity used for a single trade could power a home for almost a whole month, according to a paper from Dutch bank ING.



Bitcoin Transaction Cost





Criticism: (ecologically) inefficient ... squared!!!

EUR 22.2 per 100 kWh

The average cost of electricity in Flanders is at **EUR 22.2 per 100 kWh**, which is relatively higher than in Europe as whole. When it comes to the cost of natural gas, Flanders – at EUR 6.7 per 100 kWh – is less expensive than the European average.

https://www.flandersinvestmentandtrade.com > invest > uti...

Utility costs in Flanders

Thus ... current Bitcoin transaction cost = 496 €

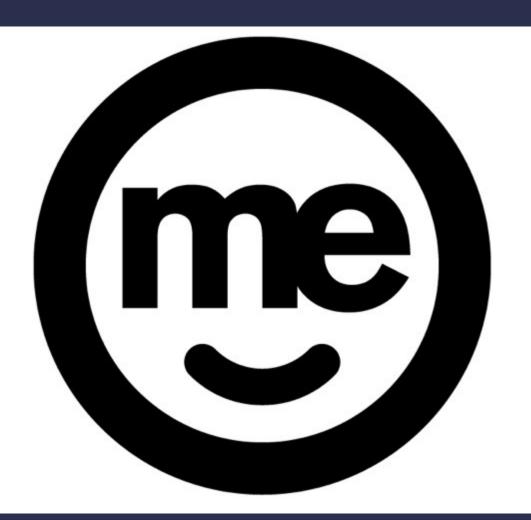


SOLID





"inverted" Apps using only decentralized Data



ALL HAVE # PERSONAL DATA PODS

SENSITIVITY LEVELS

#ACCESS CONTROL RULES

DATA RETENTION POLICIES

DIFFERENT LIFE SPANS



End Users choose where they store their Data

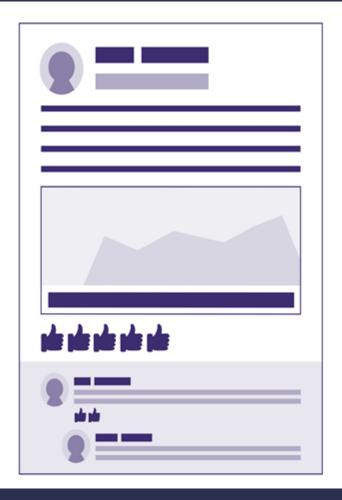
Author's name and latest profile picture stored in author's personal data pod

Work-related opinion about an article stored in data pod of author's company

Discussed article title and photo stored in news website's data pod

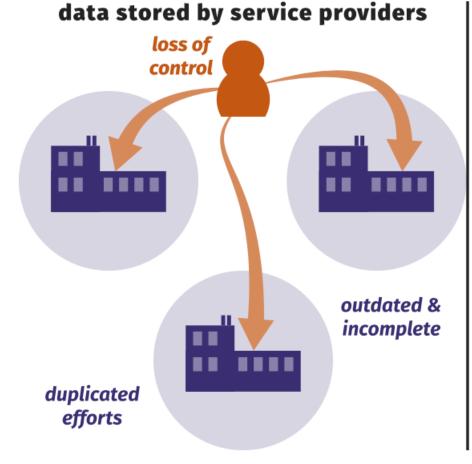
Likes on this post each one in different individuals' data pods

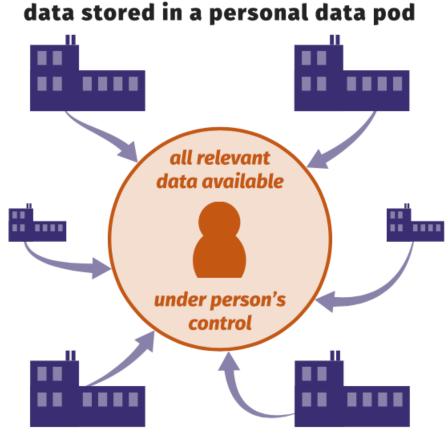
Comments on this post each one in different individuals' data pods





Give Citizens back Control of their personal Data





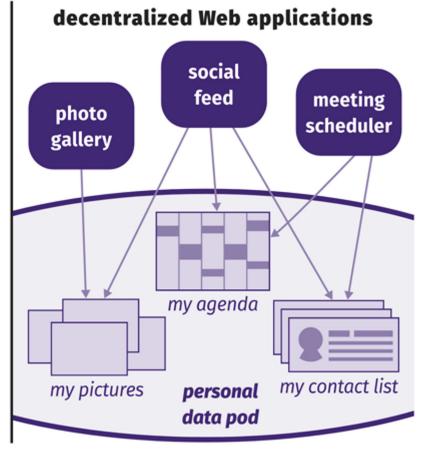


Applications evolve into Views

centralized Web applications

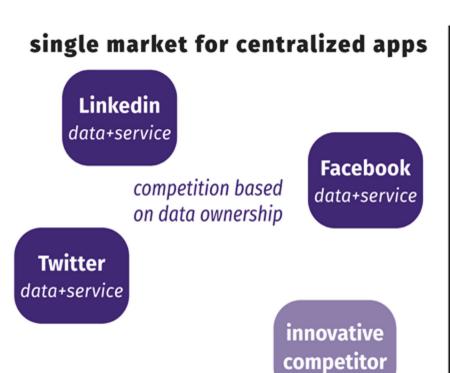






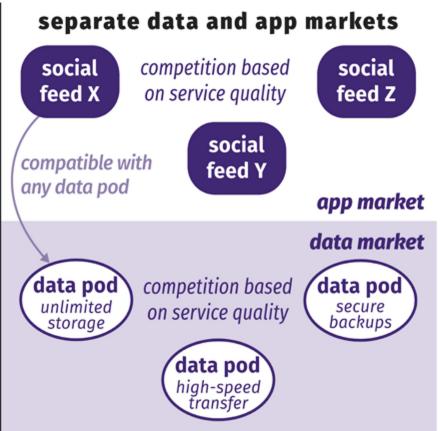


Two-level Competition with Multiple Winners



trouble entering market

because of lack of data





Solid is not a platform to replace others, but a way of building for the Web.

Solid is an ecosystem.

Standards enable interoperability

Solid is a movement.

We need to shift the app builder mindset.

Solid is a community.

Building Solid requires different people, companies, and organisations.

Co-shaping the Future of the Web

IMEC ACTIVITIES SETTING THE GLOBAL SCENE



FRONTRUNNER WITH NEW CONCEPTS



DRIVING STANDARDS



REFERENCE IMPLEMENTATIONS



RML LDF SOLID



Massachusetts Institute of Technology







50+ INDUSTRY COLLABORATIONS



Apps are Views

DATA pods



What's Next?

Flanders leads the Way (internationally)

'We moeten weer baas worden over onze data'





ROLAND LEGRAND | 11 mei 2019 07:53

In deze digitale wereld zijn we de controle over onze data verloren. Dat moet anders, vindt de Gentse professor Ruben Verborgh. 'Bedrijven en individuen moeten hun eigen data beheren en zelf kunnen beslissen wie ze mag zien.' Het Facebook-model heeft afgedaan.

Hi ji ziet eruit als een jonge techie uit Silicon Valley, maar Ruben Verborgh is professor aan de Universiteit Gent, gespecialiseerd in het wereldwijde web. Hij gebruikt zijn expertise om het bestaande web radicaal te hervormen en werkt daarbij samen met niemand minder dan de uitvinder van het web, de Brit Tim Berners-

Virtuele themanamiddag "Solid -burgers in regie van hun eigen gegevens"

13:00 - 13:55

OPINIE INTERNETREUZEN

Tem de Big Tech: stop data in privékluizen

Om de macht van grote technologiebedrijven terug te dringen, moet je gebruikers controle over hun persoonlijke data geven, schrijft Ruben Verborgh.

Ruben Verborgh

Onderzoeker bij Imec en Massachusetts Institute of Technology, en hoogleraar Webtechnologie aan de UGent. Deze bijdrage verscheen ook in NRC.

Donderdag 30 juli 2020 om 3.25 uur

Introductie Solid: setting the scene

Welkom en introductie van het concept Ruben Verborgh (UGent -imec)

What governments and Solid can do for each other How Solid can impact governments, citizens and business, and why Flanders is in pole position. Sir Tim Berners-Lee (Inrupt)

Burgers in regie van hun eigen gegevens - Waarom Vlaanderen dit belangrijk vindt

De minister-president licht toe waarom de Vlaamse overheid met veel interesse het concept onderzoekt om haar dienstverlening te verbeteren. Minister-president Jan Jambon

Is de burger daar ook klaar voor?

Situatieschets van de verschillende initiatieven die vandaag al lopen bij de Vlaamse onderzoeksinstellingen en overheden

Lieven De Marez (UGent - imec)

Enkele koplopers aan het woord

Pitch van initiatieven die binnen verschillende domeinen vormgegeven worden.

Frederik Delaplace (VRT) - Paul Theyskens (Mydata.org) -Erik Mannens (UGent - imec) - Goedele Van der Spiegel (Informatie Vlaanderen)



SolidLab Vlaanderen

SolidLab Vlaanderen heeft de ambitie om Vlaanderen de leidinggevende Europese kennisregio te maken op het vlak van persoonlijke datakluizen en hun toepassing in de dataeconomie, en dit in een quadruple helix samen met de beleidsmaker, burger en ondernemer.

> Ministerraad - Plan Vlaamse Veerkracht van 17 december 2021



Documenten ministerraad - plan vlaamse veerkracht 17 december 2021 De documenten van deze ministerraad zullen beschikbaar zijn vanaf 20 december 2021 - 14:00 uur.

Plan Vlaamse Veerkracht: subsidie Imec voor opstart SolidLab Vlaanderen

17 december 2021 op voorstel van viceminister-president Hilde Crevits

In het kader van de versterking van het onderzoeksveld en de versnelling van Onderzoek&Ontwikkeling keurt de Vlaamse Regering de opstart goed van SolidLab Vlaanderen en voorziet hiervoor 7 miljoen euro subsidie aan Imec. SolidLab Vlaanderen zal technologisch, maatschappelijk en applicatieonderzoek opzetten om persoonlijke datakluizen mogelijk te maken en expertise in Vlaanderen daarover uit te bouwen.



Research Challenges

Society

- User research and Solid readiness
- Governance and business models
- User interface & User Experience (UX) Design

Technology

- Interop of personal data sources
- Integrity: access control and archiving
- Scalability
- Workflows, processes and orchestration
- Information security

Infrastructure and Testing

- Generic panel and Technical Infrastructure
- Methodology

Effort

Total: 33 FTE (3,5 M€ budget/Y)

Type R&D: FTE

- 65% technology
- 35% society

Type R&D: FTE

- 45% PhD
- 55% (senior) researcher

Research Teams









- User research and Solid readiness
- Governance and business models
- User interface & User Experience (UX) Design

- Interop of personal data sources
- Integrity: access control and archiving
- Scalability
- Workflows, processes and orchestration
- Information security

- Generic panel and Technical Infrastructuur
- Methodology



VAKGROEP METAJURIDICA, PRIVAAT- EN ONDERNEMINGSRECHT











Importance for Flanders



Jan Jambon

Jan Jambon, Minister-president van de Vlaamse Regering en Vlaams minister van Buitenlandse Zaken. Cultuur, Digitalisering en Facilitair Management



Data Utility Company Citizen profile





Hilde Crevits

Viceminister-president van de Vlaamse Regering en Vlaams minister van Economie, Innovatie, Werk, Sociale economie en Landbouw





Wouter Beke

Vlaams minister van Welzijn, Volksgezondheid, Gezin en Armoedebestrijding

Health care





Benjamin Dalle

Vlaams minister van Brussel, Jeugd en Media





Your Data, Your Choice !!!







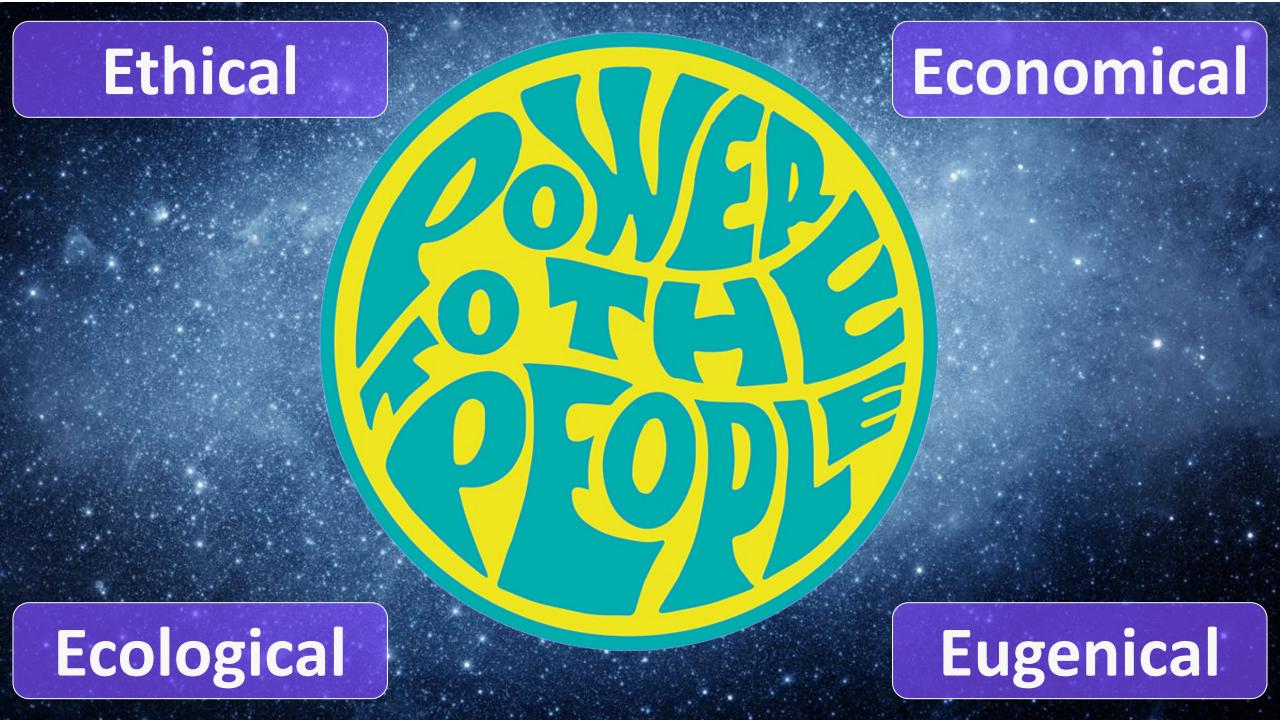














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