

# Road Blockchain: A Blockchain-Based Intelligent Road Traffic Management System

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**Abstract:** Blockchain technology is an innovative technology based on distributed ledgers, featuring core characteristics such as immutability and transparency, thanks to its unique encryption and consensus mechanisms. This technology has been applied in various industries including finance, supply chain, and healthcare, effectively enhancing operational efficiency and security in these fields[1]. For instance, in finance, blockchain technology has been used to create safer payment systems and transparent transaction records; in supply chain management, it facilitates transparent tracking of goods and strengthens anti-counterfeiting measures; in healthcare, it ensures the security and privacy of medical records. This paper introduces a new concept, "Road Blockchain," which is an innovative method of applying blockchain technology to road traffic management. By integrating blockchain technology with road traffic systems, it enables real-time, immutable recording of traffic data. This not only optimizes traffic flow and reduces congestion but also significantly enhances road safety, for example, through real-time updates of traffic status and accident records. In this way, blockchain technology demonstrates its tremendous potential and innovative applications in the field of urban traffic management, offering new solutions for future smart city transportation systems.

**Keywords:** Blockchain; Intelligent Transportation; Traffic Management

## 1. Introduction

As smart car technology rapidly advances and urbanization accelerates, traffic congestion has become a major challenge faced by cities worldwide[2]. Statistics show that traffic congestion not only consumes significant amounts of time and energy but also has severe environmental impacts and profoundly negative effects on economic and social development. For

instance, traffic congestion in the United States results in economic losses amounting to tens of billions of dollars each year[3]. Therefore, finding effective traffic management solutions has become urgent, as traditional methods are increasingly unable to meet the growing demands and complexities of traffic management.

Against this backdrop, blockchain technology, with its unique advantages in data transparency, security, and immutability, has been proposed to address the issues in the field of traffic management. This research introduces an innovative concept—"Road Blockchain"—which uses blockchain technology to optimize traffic flow and reduce congestion. The Road Blockchain system divides roads into multiple blocks, with each block acting as an independent unit for data collection and transmission, utilizing blockchain technology to record and verify traffic data, thereby achieving real-time traffic management and optimization.

Furthermore, Road Blockchain incorporates smart contract technology, which automatically executes predefined rules to adjust traffic flow, such as traffic light control and lane changes. This automated and decentralized management approach not only enhances the efficiency of traffic systems but also reduces human errors and delays.

This paper will elaborate on the design principles and application processes of Road Blockchain, validate its effectiveness and practicality through the study of vehicle traffic efficiency at a simple intersection, and simulation experiments. Initially, the basic design of Road Blockchain, including the definition of blocks and the integration of blockchain technology, will be introduced. Subsequently, the application process of Road Blockchain in actual traffic management, including the interconnectivity between smart vehicles and road blocks, will be detailed. Lastly, through actual data and simulation results, this paper will demonstrate how Road Blockchain

effectively reduces traffic congestion, improves road usage efficiency, and discusses its potential socio-economic benefits.

Through this innovative traffic management system, we aim to provide a new solution to urban traffic congestion problems, not only improving the efficiency of urban residents' commutes but also promoting the development and application of intelligent transportation technologies.

## 2. Road Blockchain Design

### 2.1 Definition of Road Blocks

Drawing on foundational literature and research on blockchain technology and smart contracts, such as the concepts of intelligent traffic management and the Internet of Things, the concept of a road block plays a fundamental and crucial role in constructing a blockchain-based intelligent road traffic management system. A road block is a basic unit that divides city roads according to a certain physical length or traffic function area. Each road block, equipped with advanced sensors and communication devices, independently collects and transmits data regarding vehicle flow, speed, type, and environmental conditions. This data includes traditional traffic monitoring information and can also encompass broader environmental monitoring data, such as climate changes and road conditions, which are critical factors affecting traffic flow.

Data from each road block is transmitted in real-time to a central data processing center or directly uploaded to the blockchain network through secure network protocols. This design allows each road block to operate independently while maintaining synchronization with the entire city's traffic network through centralized or distributed data processing. The intelligent features of road blocks not only improve the accuracy of data collection and the efficiency of transmission but also provide real-time and reliable support for subsequent data processing and traffic management decisions.

### 2.2 Integration of Blockchain

The application of blockchain technology in the Road Blockchain system is primarily evident in its data immutability, high transparency, and decentralization. Data collected by each road block, such as the number of vehicles passing, speed, and timestamps, is recorded on the

blockchain. Once recorded, this data cannot be altered or deleted, ensuring the authenticity and reliability of the information, which is particularly important for traffic management systems that require high levels of trust and security.

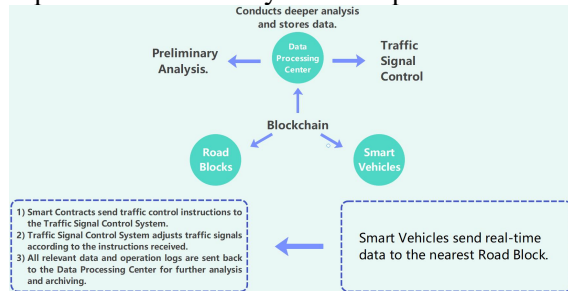
Furthermore, the smart contract functionality of blockchain allows for the automatic execution of predefined algorithms and rules. When the traffic flow in a particular road block reaches a threshold, the relevant smart contract is automatically triggered, notifying adjacent road blocks or traffic management centers to take necessary adjustment measures. This automated processing not only reduces the need for human intervention but also significantly enhances the responsiveness and efficiency of traffic management.

When applying blockchain technology to large-scale urban traffic networks, several scalability challenges remain, particularly in terms of data processing capabilities, storage requirements, and network latency. The volume of traffic data is immense, and as the number of vehicles on the roads increases, the data generated by each roadblock also grows rapidly. Traditional blockchain consensus mechanisms, such as Proof of Work (PoW), may encounter performance bottlenecks when handling such large volumes of data, leading to network congestion and response delays. Adopting more efficient consensus algorithms or distributed architectures could be a potential solution to this issue, alleviating the burden on the main chain and improving data processing efficiency.

Secondly, due to the decentralized and immutable nature of blockchain, all data must be stored permanently, which results in significant storage requirements. In large-scale traffic networks, the continuous accumulation of historical data over time may exceed the capacity of traditional storage systems. Therefore, integrating decentralized storage systems, such as IPFS (InterPlanetary File System), along with hierarchical storage strategies, can help. Critical or recent data can be stored on the main chain, while historical data can be moved to cold storage, effectively distributing the storage load.

Finally, network latency within blockchain systems is another challenge that cannot be overlooked, particularly in traffic management scenarios that require real-time responsiveness. The synchronization and consensus processes

between multiple nodes can introduce significant delays, affecting the system's ability to respond in real-time. By incorporating edge computing technology, data processing and decision-making can be pushed to the network's edge, reducing the burden on centralized computing nodes. This, in turn, reduces latency and improves the overall system's response time.



**Figure 1. Organizational Framework of Smart Contracts**

### 2.3 Application of Smart Contracts

The application of smart contracts within the Road Blockchain system is key to achieving automated traffic management. Contracts programmed to act on real-time data can automatically execute specific traffic control tasks, such as adjusting traffic lights and issuing lane change commands. These smart contracts make decisions based on data collected from each road block, allowing for more refined and dynamic management of traffic flows.

If a road block detects a congestion situation, the corresponding smart contract calculates and implements the optimal traffic diversion plan, which may include extending green light durations, closing entry ramps, or providing route suggestions to passing smart vehicles. These operations are based on the best solutions derived from real-time and historical data analysis, ensuring the scientific validity and effectiveness of traffic management.

Through this method, the Road Blockchain system utilizes smart contracts to automate complex traffic management tasks, not only enhancing the efficiency of the traffic system but also improving the sustainability and safety of urban traffic. This innovative traffic management technology demonstrates the extensive potential applications of blockchain within the smart city framework, providing new perspectives and solutions for future urban traffic management.

## 3. Road Blockchain Application Process

### 3.1 Connection Process Between Smart Vehicles and Road Blocks

In the Road Blockchain system, the connection between smart vehicles and road blocks is the first step in achieving efficient traffic management. Each smart vehicle exchanges real-time data with nearby road blocks via onboard communication systems (such as vehicle networking technology)[4]. When a vehicle enters a new road block area, its onboard system automatically recognizes the unique identifier of the road block and sends a connection request signal through a secure wireless channel. The sensor network of the road block receives this signal and verifies the vehicle's identity and status information, such as speed, destination, and type.

Once the connection is established, the vehicle begins to transmit key data to the road block, including travel speed, position coordinates, and other sensor data. In return, the road block sends back information on current traffic conditions, road surface conditions, and traffic alerts to the vehicle. This two-way communication ensures that vehicles receive the latest road information during transit, optimizing their travel routes and speeds, and enhancing driving safety.

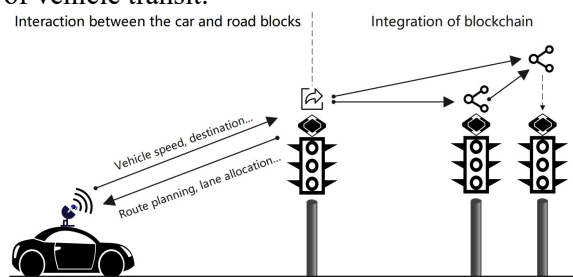
### 3.2 Connection Process Between Road Blocks

The connection process between road blocks is critical to ensuring that the entire traffic network works collaboratively. Each road block not only serves as an independent unit for information collection and transmission but also acts as a node within the entire traffic network. The road blocks are connected through a high-speed communication network, forming an intelligent traffic network that covers the entire city.

When a road block detects a specific event or a change in traffic conditions, such as congestion, accidents, or environmental deterioration, it immediately broadcasts this information to adjacent road blocks through the blockchain network. Upon receiving this information, adjacent road blocks can adjust their traffic control strategies accordingly, such as changing traffic light cycles or issuing lane change recommendations. This information is also passed on to further road blocks, facilitating regional traffic coordination and optimization.

### 3.3 Application of Road Blockchain During Vehicle Transit

During transit, the application of Road Blockchain highlights its significance for real-time traffic management and response. As vehicles move from one road block to another, the information and feedback they receive are continuously updated. During this process, the vehicle's onboard system dynamically adjusts its driving strategy based on the data received, such as traffic flow ahead, accident information, or changes in road conditions. For example, the system might suggest the vehicle to slow down, change lanes early, or choose an alternative route. Additionally, smart contracts automatically execute traffic rules and response measures during this process. For instance, if severe congestion is detected, a smart contract might restrict new vehicles from entering congested segments or adjust traffic signals to optimize vehicle flow. These blockchain-based smart contracts ensure the timeliness and accuracy of traffic management decisions, significantly enhancing road usage efficiency and the safety of vehicle transit.



**Figure 2. Vehicle Transit Signal Transmission Diagram**

### 3.4 Real-Time Data Processing and Feedback Mechanisms in Road Blockchain

Real-time data processing and feedback mechanisms are critical in addressing emergencies such as traffic accidents and sudden congestion. Through the sensors embedded in Road Blocks, the system can quickly detect traffic anomalies, such as sudden stops, lane departures, or abnormal traffic flow, and immediately send alerts to the blockchain network. The smart contracts on the blockchain automatically validate this data and trigger a series of emergency response measures to ensure that issues are resolved in the shortest possible time. This design ensures that information is synchronized across all nodes, allowing vehicles and management systems to adjust strategies promptly in the event of an emergency, thus improving road efficiency and safety.

When a traffic accident occurs on a particular

section of a city road, the smart contract is immediately activated to adjust the traffic light cycles in the affected area, extending the duration of red lights to provide more time for clearing the impacted segment. Additionally, the smart contract sends detour suggestions to adjacent Road Blocks, providing real-time alternative routes for vehicles approaching the accident area to prevent further congestion. This automated emergency response based on smart contracts reduces the need for human intervention, ensuring that traffic management is more efficient and intelligent.

In emergency situations, smart contracts can also dynamically adjust vehicle priority, particularly providing green lanes for emergency vehicles such as ambulances and fire trucks. The system can automatically optimize traffic light control based on the real-time location, speed, and destination of these emergency vehicles, ensuring that they can pass through congested areas quickly and safely. By implementing preemptive emergency measures, other vehicles are guided to avoid the emergency lanes, further enhancing the efficiency of rescue operations.

When handling sudden congestion, if the system detects a significant increase in traffic volume on a specific section of the road, the smart contract will quickly adjust the traffic light cycle or open temporary lanes to divert vehicles entering the congested area. At the same time, the smart contract analyzes historical traffic data to derive the optimal flow control strategy, such as extending green light durations on surrounding roads or opening variable lanes to better manage traffic flow and reduce congestion during peak hours. This real-time regulation mechanism effectively prevents prolonged traffic delays caused by unexpected events.

Additionally, the application of edge computing technology supports the real-time and low-latency responses of the Road Blockchain system. By deploying edge computing devices at each Road Block node, data is processed closer to its source, reducing transmission delays and ensuring faster responses in emergencies. The integration of low-latency communication protocols, such as 5G, further enhances the system's communication efficiency, enabling millisecond-level data exchange between vehicles and management centers.

### 3.5 Potential Security Vulnerabilities in Interactions and Solutions

In intelligent transportation management systems, the integration of Internet of Things (IoT) devices with blockchain technology faces several security challenges. Due to their typically low computational power and storage capacity, IoT devices are often vulnerable to attacks. Malicious attackers could impersonate device identities, send false traffic data, and compromise the accuracy of blockchain records. Moreover, data transmission between IoT devices and the blockchain network usually relies on wireless communication, which makes the system susceptible to man-in-the-middle (MITM) attacks. In such an attack, a malicious third party may intercept or alter data, disrupting the normal functioning of the system. Additionally, vulnerabilities in the firmware and software of IoT devices could be exploited by attackers, allowing them to further infiltrate the system, manipulate sensor data, or execute malicious actions.

On the other hand, blockchain networks themselves also have inherent security risks. Despite their immutable and decentralized nature, the security of the network remains a concern, particularly in systems with a large number of IoT devices. For instance, if an attacker gains control of a majority of the computational resources in the blockchain network (i.e., a 51% attack), they could manipulate traffic data or disrupt the service. Furthermore, if there are flaws in the code of the smart contracts that automate traffic control tasks, these contracts could be exploited maliciously, leading to incorrect traffic management decisions that undermine the stability and security of the system.

To address these security vulnerabilities, intelligent transportation systems need to implement stringent security measures during the interaction between IoT devices and the blockchain. Devices should adopt robust identity verification mechanisms and employ end-to-end encryption for data transmission to prevent spoofing and tampering. In addition, the smart contracts and consensus mechanisms within the blockchain must undergo thorough auditing and testing to ensure that they do not present an attack vector. By strengthening these security defenses, the stability and reliability of the intelligent transportation system can be maximized, mitigating the risks of data leakage, tampering, or system outages.

## 4. Case Study and Simulation

### 4.1 Basic Assumptions

In this study, drawing on related research on traffic simulation and the effectiveness of blockchain applications, we established a scenario in which fifteen vehicles are waiting at a traffic light at an intersection[5]. This experiment examined two different driving response modes: a traditional driver reaction mode and a smart control mode implemented through Road Blockchain technology. In both scenarios, we measured and compared the total time taken for these fifteen vehicles to pass through the traffic signal. This research aims to evaluate the practical effects of the Road Blockchain smart control system in real traffic environments, particularly its potential advantages in improving traffic flow and reducing waiting times.

**Table 1. Assumptions and Descriptions**

Variable Symbol	Description	Unit
(N)	Number of vehicles	Vehicles
( $t_r$ )	Reaction time under autonomous driving	Seconds (s)
( $t_{r_b}$ )	Reaction time under blockchain control	Seconds (s)
(a)	Acceleration of the vehicle	Meters/Second <sup>2</sup> (m/s <sup>2</sup> )
(d)	Distance required to pass the intersection	Meters (m)

### 4.2 Calculation of Passage Time

For autonomous driving scenarios, the passage time for each vehicle can be calculated using the following formula:

$$t = t_r + \sqrt{\frac{2d}{a}}$$

Where ( $\sqrt{\frac{2d}{a}}$ ) represents the time required to travel a distance (d) from a stationary state, considering acceleration (a). In scenarios with the Road Blockchain system implemented, due to reduced reaction times and potential coordinated acceleration, we can outline the following formula:

$$t_b = t_{r_b} + \sqrt{\frac{2d}{a}}$$

For (N) vehicles, we need to calculate the total time for all vehicles to pass through the

intersection. Assuming that the vehicles pass one after another, the start time of each vehicle depends on the passage time of the vehicle in front. The total passage time (T) can be approximated as:

$$T = N \times \left( t_r + \sqrt{\frac{2d}{a}} \right)$$

$$T_b = N \times \left( t_{rb} + \sqrt{\frac{2d}{a}} \right)$$

$$\text{Efficiency Improvement} = \left( \frac{T - T_b}{T} \right) \times 100\%$$

To conduct specific calculations, we defined several key variables to assess the performance of vehicles passing through an intersection under different control modes. First, the reaction time for drivers in autonomous driving mode ( $t_r$ ) is set at 2 seconds. Under the Road Blockchain control mode, the reaction time ( $t_{rb}$ ) is significantly reduced to 0.5 seconds, demonstrating the potential of Road Blockchain technology to improve response efficiency. The acceleration ( $a$ ) of the vehicles is set at 2 meters per second squared, a typical value for urban driving. Finally, the distance ( $d$ ) that vehicles need to cover when passing through the intersection is set at 20 meters, considering the common urban intersection distances. These parameters form the basis of our simulation, used to evaluate and compare the application effects of different technologies in traffic management.

Substituting into the formula yields:

$$T = N \times t = N \times \left( t_r + \sqrt{\frac{2d}{a}} \right) \approx 97.05s$$

$$T_b = N \times t_b = N \times \left( t_{rb} + \sqrt{\frac{2d}{a}} \right) \approx 74.55s$$

$$\begin{aligned} \text{Efficiency Improvement} &= \left( \frac{97.05 - 74.55}{97.05} \right) \times 100\% \\ &\approx 23.18\% \end{aligned}$$

Calculations indicate that with the integration of the Road Blockchain system, the total passage time is reduced by about 23.18% compared to autonomous driving scenarios, showing a significant increase in efficiency. This model demonstrates the potential advantages of Road Blockchain technology in intelligent traffic systems, particularly in reducing driver reaction

times and coordinating dynamic vehicle passage through intersections.

## 5. Conclusion

Through the analysis of its design principles, integration process, and the application of smart contracts, this study demonstrates how Road Blockchain (Roadblockchain) can effectively optimize traffic flow and reduce congestion. The Road Blockchain system not only enhances the security and immutability of traffic data but also significantly improves the efficiency and responsiveness of traffic management through the automation of smart contracts.

Future research should focus on further increasing the level of system automation, particularly through the application of AI and machine learning technologies to achieve more intelligent traffic prediction and dynamic control, thereby reducing the need for human intervention and enhancing response efficiency. Additionally, the integration of Road Blockchain with other smart city technologies will be an important direction in future research, especially its collaboration with systems such as smart grids and environmental monitoring, in order to improve the overall operational efficiency of urban environments.

Moreover, with the continued expansion of urban areas, the scalability and adaptability of the system must also be strengthened, particularly in handling large-scale real-time data. Finally, how to protect personal privacy while maintaining the transparency and security of blockchain remains an urgent issue. Approaches such as encryption technology and zero-knowledge proofs can enhance data protection and ensure the security of user information.

Overall, Road Blockchain provides an innovative solution for intelligent transportation systems and is expected to be widely adopted globally [6], driving advancements in smart city traffic management in the future. With the continued development of smart cities and intelligent transportation technologies, Road Blockchain is poised to play a pivotal role in addressing urban traffic congestion, offering strong technological support for its resolution.

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