Origins, Principles and Functions of the Estonian State Information System

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Who am I?

- Name: Kuldar Taveter
- Position: Professor, Chair of Software Engineering
- Education:
 - Dip.Eng., TUT, 1988
 - M.Sc., TUT, 1995
 - Ph.D., TUT, 2004
- Work experience:
 - 1985-1989: Institute of Cybernetics
 - 1989-1993: Private companies
 - 1993-1998: Department of Informatics of TUT
 - 1997-2005: Technical Research Centre of Finland
 - 2005-2008: The University of Melbourne, Australia
 - 2008- : Department of Informatics of TUT
 - Jan-Aug 2011: University of South Carolina, USA
- Research areas: Agent-oriented software engineering, engineering of sociotechnical systems, multiagent systems, intelligent systems, ambient intelligence, agent-based simulation

Who is Regina?

- Name: Regina Sirendi
- Position: Lecturer, Tallinn University of Technology
- Education:
 - 2014 ...: Joint PhD at Tallinn University of Technology, Estonia and Swinburne University of Technology, Australia
 - 2012: MSc, Technology and International Development, University of Edinburgh, UK
 - 2010: BA, Public administration and governance, University of Tallinn
- Work experience:
 - 2014 ...: Tallinn University of Technology
 - 2008-2012: Private companies
- Research areas: Service design, agent-oriented modelling, public sector marketing, service-orientation

Some facts on Estonia

• 84,2% of the population use Internet



- 82,9% of the households are connected to Internet
- 100% of schools are connected to Internet
- 100% of public sector are connected to Internet
- 79% of enterprises use e-government services
- More than 1000 public WiFi networks have been registered
- The whole territory of Estonia is covered by mobile Internet
- 99,6% of all banking transactions are done electronically
- 96% of Personal Income Tax Declarations are submitted on-line



The origins of Estonia's e-government (1)

- 1993 Strategy paper by the IT community to establishing foundations and principles for the management of "modern, wellfunctioning state information systems"
 - A specialised IT department in the central government
 - Finances allocated for all IT expenditures at various government agencies
- E-government in Estonia was moulded by a number of laws

The origins of Estonia's e-government (2)

- 1996 The law of private data protection
- 1996 The foundations of informatics
- 1997 and 2006 The law of databases
- 1998 The foundations of information politics
- 2000 The law of identification documents and digital signature
- 2001 The law on public information
- Principles of the Estonian Information Policy (1998, 2004)
- Digital Agenda (2013)

The origins of Estonia's e-government (3)

- Government wide backbone network EEBone (Peatee) implemented in 1998:
 - Joined governmental organisations with secure access to the Internet and intranet
- X-road network implemented in 2001:
 - Enabled a diverse range of government databases to communicate with one another

The origins of Estonia's e-government (4)

- Liberal economic regime
- Sound financial policies
- Birth of the modern banking sector became an influential IT innovator
- Introduction of Internet banking in 1996
- Simple, high-quality, secured system
- Qualities that led many governmental agencies to use the identification verification system of Internet banking
- However, initiative by individual governmental agencies
 rather than following a grand plan by the government
- Influence of "ethical hackers", such as Cybernetica Ltd.

Starting points



- Legislative framework and adaption of the new thinking
- Technological needs were described
- Government and public sector understood the importance of digitalised management

Technological pillars



Electronic Identity:

 Authentication of a user by digital certificate embedded in the ID card or SIM card



Digitalised information:

 Information systems and databases on all levels of government



Formalised exchange:

 X- road - the connection of government databases by a data exchange service layer

National chip-based Identity Card

Issuing authority: Estonian Citizenship and Migration Board Service contractor: TRÜB Switzerland

Start of issue: January 1, 2002

Conformance with: ICAO Doc. 9303 part 3

More than 1 100 000 smart-card type ID-cards have been issued



Inside 16 Kb RSA crypto chip are : 2 private keys; authentication certificate; digital signature certificate; personal data file

Estonian architectural framework (source, Andres Kütt, RIA)



Denoting the main focus of the framework.

The layers used to split the underlying architecture into manageable, technologically uniform parts.

Agencies as containers for the individual information systems.

X-road – nationwide architecture for e-government



X-road populated for healthcare (Source: Riho Oks)





Why X-Road? (2)



Why X-Road? (3)



Example of public service based on X-road (1)

Parental benefit – best e-government service in 2004 (interoperability of 5 information systems from 5 government organizations)



Example of public service based on X-road (2) by Ahto Kalja



Parential benefits in Internet

Another public service via X-road: Submitting tax declarations on-line



E-participation via X-road

E-voting in Estonia (176 328 e-voters in 2015!)

TUGITOOLIVALIJAD ASUVAD HÄÄLETAMA...



E-voting in Estonia



2005 - local elections

2007 - parliamentary elections

2009 I - local elections

2009 II - European Parliament elections

2011 - parliamentary elections

Public services in Estonia

- Around 2500 public services available
- e-Banking, e-Tax Board, e-Police, e-Voting, e-School, e-Health, e-Road Administration, e-Social Insurance Board, e-Prescription, e-Business Registry, e-Land Registry, e-Building Registry.... e-Residency
- For example, it takes only 15 minutes to establish a company online

X-road of Finland: work in progress



European Interoperability Framework: work in progress



Do you notice any difference of EIF from X-road of Estonia?

Government as a Platform (GaaP)



The government Cloud within Estonia (Source: Kotka & Liiv)



The government Cloud includes international public clouds (Source: Kotka & Liiv)



The concept of data embassies (Source: Kotka & Liiv)

ESTONIAN DATA EMBASSIES



Proposed network of Estonian Data Embassies (Source: Kotka & Liiv)



Best public service in Estonia in 2015





The Republic of Estonia is the first country to offer e-Residency - a secure digital identity available to everybody in the world interested in **running a location independent international business online**.

e-Residents receive a smart ID-card to use for:
- secure digital authentication
- digital signing of any documents

This way, the ID-card gives access to digital services which so far have been available only for Estonians.

e-Residency does not give a citizenship, physical or tax resid any rights of travel and entry to Estonia or to the EU.



Government-as-start-up: quick launch + iteration

e-Residency launched on 1 December 2014.

As of September 29, 2015:

- 5,000 applications from 114 different countries
- 4,500 cards issued *aka* actual e-Residents out there
- 20,000 potential e-Residents signed up to newsletter

From May 13, 2015 e-Residency is in **public beta** - everybody can apply and get the card in Estonian representations in 34 countries around the world.
We look for user feedback to constantly improve and add the services.



Summary of freelancer's pain points



Solution

1. Establish a company online

2. Open a bank account in Estonia

3. Administer the company online

4. Digitally sign documents and contracts

E-residency as a platform



S https e-estonia.com/e-residents/for-developers/ - For Developers - e-Estonia

Estonian e-Residency

ABOUT SERVICES & BENEFITS APPLY

FOR DEVELOPERS

S HELP CONTACTS

Using e-Residency in your web application

e-Residency can be easily integrated into your desktop web application in a few hours. It uses client-side SSL certificates that have been a cryptographic standard for nearly 20 years.

- 1. Order an SSL certificate from a certificate authority like StartSSL or SK.
- 2. Download root certificates.
- 3. Configure your web server to use SSL and accept client-side certificates.
- Check certificate status using a <u>certificate revocation list</u> (CRL) or an <u>online certificate</u> <u>status protocol</u> (OSCP).
- Write your web application to parse the first name, last name, and ID code of the user.

Sample application PHP code

More resources are available here:

ID.ee development center

Unofficial authentication wiki guide

Order test cards

Open source ID card software



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Crucial factors for success of e-residency

- The number and quality of e-services, such as:
 - Opening of bank account <u>online</u>
 - E-notary
- The success of e-residency as a platform
- The number of e-residents

e-Estonia: Main reasons for success

- Appropriate mix of private and public initiative
- Active role of government, project-based development
- Identification infrastructure and secure data exchange environment X-road
- Secure citizen portal and secure document exchange portal
- Supportive legislation
- Little legacy of previous practices

