President's Report

22 June 2009

Paul Twomey

President and CEO

Agenda

- New gTLD Program

- IDN ccTLD Fast Track Process Implementation

- FY 2010 Operating Plan and Budget

- Improving Institutional Confidence: The Way Forward

- New Accountability Mechanisms

- Enhancing Security, Stability, Resiliency

- DNSSEC – Interim Solution

- Joint SO/AC Meeting

- IANA

- Public Participation

- Contractual Compliance

- Policy Development

- Our New Board members

New gTLD Program

- Where are we now?
  - Analysis of public comment on Applicant Guidebook v.2
  - Excerpts of updated modules posted for public comment ☐ ends 20 July 2009
  - Final IRT recommendations on trademark protections

Explanatory memoranda☐

Thick vs. thin Whois

Research on standards for morality and public order

Proposed Registry Restrictions Dispute Resolution Procedure

Discussions on 3-character string requirement

New gTLD Program

- Overarching issues wiki □
    - Trademark protection
    - Economic analysis
    - Impact on security and stability
    - Malicious conduct

New interactive timeline

gTLD & IDN Historic Timeline

Generic Top-level domains	Internationalized Domain Names
March, 2007 • GNSO - IDN Working Group Outcomes Report.	March, 2007 • Laboratory testing of internationalized top-level domains successfully conducted
May, 2007 • GNSO - Reserved Names Working Group Final Report	June, 2007 • IANA Root Zone Procedures for Test IDN Deployment
June, 2007 • GNSO - Final Report Protecting the Rights of Others Working Group.	August, 2007 • IDN .test Root-Zone Evaluation
August, 2007 • Final Report from GNSO Committee posted for public comment	October, 2007 • ICANN launches global test of Internationalized Domain Names ICANN unveils mechanisms for individuals and businesses to try out 11 new internationalized domain name test suffixes.
September, 2007 • Council adopts GNSO's report	

1998
1999
2000
2001
2002
2003
2004

ICANN

Generic Top-level domains

Q1, 2010 • New gTLD launch - First Applications Accepted

Economic Analysis

- Consumer benefits analysis
- Vertical integration issues – registry and registrar separation

- Steve Salop: Professor of Law and Economics, Georgetown University Law Center (Formerly Associate Director for Special Projects and Industry Analysis, Bureau of Economics, US Federal Trade Commission)

- Josh Wright Professor, George Mason University Department of Economics (Formerly Scholar in Residence, Bureau of Competition, US Federal Trade Commission)

- Chaired by Joe Sims

http://syd.icann.org/node/4237/

IDN ccTLD Fast Track

- Draft Implementation Plan □ IDN ccTLD Fast Track Process, rev 3
- Public comment period ends 15 July 2009
- Final Plan to be ready before October Seoul meeting

Session
Ballroom A (L3)
Monday 17:00 – 18:30

Explanatory memoranda□

Revised Documentation of Responsibility (DoR)

Revised IDN Tables Development and Usage

Financial Contributions for IDN ccTLD Development and Deployment

http://icann.org/en/announcements/announcement-31may09-en.htm

FY 2010 Operating Plan and Budget

- Executive management and Board Finance Committee committed to limited growth

- Economic slowdown equals slower growth to revenue

- Incentive for signing new RAA assumes reduced transaction fees from $0.20 to $0.18

- Operating expenses constrained to less than 5% increase while still completing large resource-intensive projects such as new gTLD implementation planning

- More community consultation and more detailed feedback contributed to this Operating Plan and Budget

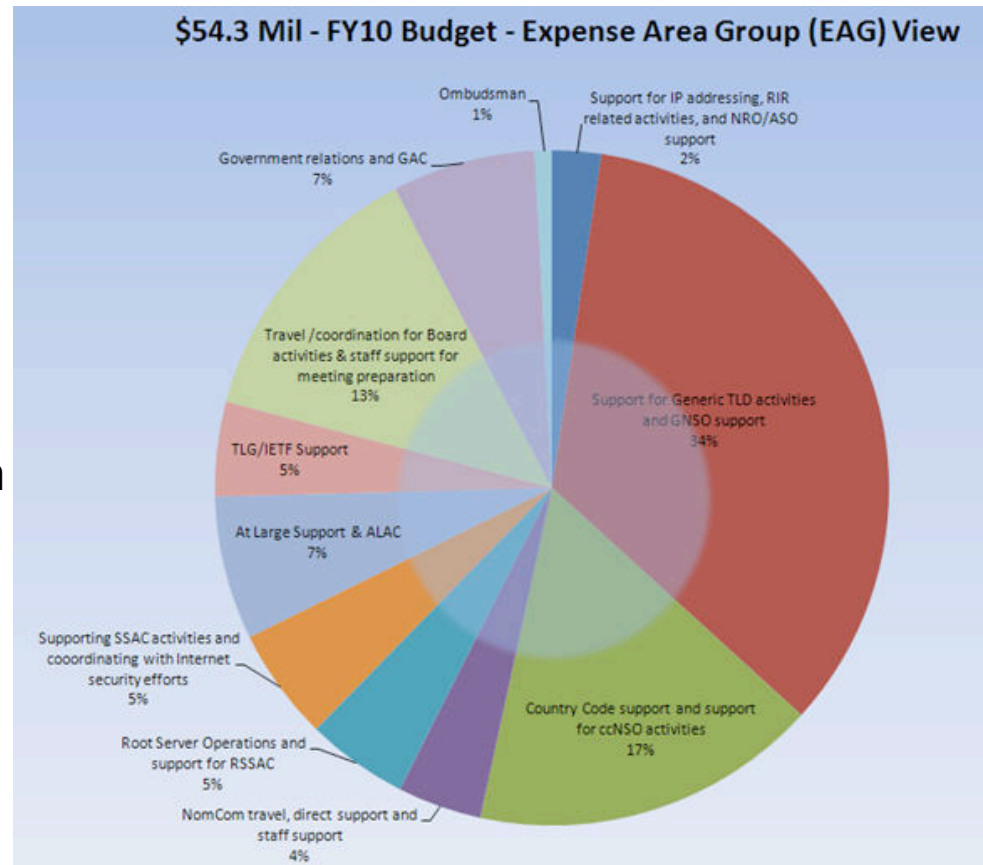- Board adoption to take place during Sydney meeting

http://www.icann.org/en/announcements/announcement-17may09-en.htm

FY 2010 Operating Plan and Budget

- Functional reporting introduced in FY09, included in FY10 Plan and Budget
- Per community feedback, Expense Area Group (EAG) reporting now implemented
- Travel support administration in place by Seoul meeting in October
- Travel support guidelines updated, clarified □ posted for public comment

$54.3 Mil - FY10 Budget - Expense Area Group (EAG) View

Ombudsman 1%

Support for IP addressing, RIR related activities, and NRO/ASO support 2%

Government relations and GAC 7%

Travel /coordination for Board activities & staff support for meeting preparation 13%

TLG/IETF Support 5%

At Large Support & ALAC 7%

Supporting SSAC activities and cooordinating with Internet security efforts 5%

Root Server Operations and support for RSSAC 5%

NomCom travel, direct support and staff support 4%

Support for Generic TLD activities and GNSO support 34%

Country Code support and support for ccNSO activities 17%

Improving Institutional Confidence

- *Improving Institutional Confidence: The Way Forward*
  - Distills President's Strategy Committee proposals, community feedback, staff evaluation/implementation recommendations

- Overarching themes □
  - Board accountability mechanisms
  - Internationalization (meeting the needs of the global Internet community of the future)
  - Role of the Governmental Advisory Committee

Workshop
Ballroom A (L3)
Wednesday
13:00 – 14:30

http://icann.org/en/announcements/announcement-2-01jun09-en.htm

New Accountability Mechanisms

Continuing Accountability Mechanisms

- External · ·
  - Must abide by US state and federal laws
  - Can be called to account by US judicial system
- Internal to community ☐
  - Bylaws
  - Global Board
  - Independent NomCom
  - Annually elected company officers

Promoting New Accountability Mechanisms

- Community vote to request the Board to reconsider a decision
- Establish new standing Independent Review Tribunal to review Board decisions for fairness, fidelity and rationality

http://icann.org/en/announcements/announcement-2-01jun09-en.htm

Activities to Enhance Security, Stability, Resiliency

- SSR Plan covering ICANN role, programs, activities □ public comment period ended 19 June

- Co-sponsored DNS security, stability symposium with Georgia Tech to enable diverse experts to analyze major system risks

- Working with TLD community on Conficker worm to block use of the DNS to propagate malicious code

- Partnering with regional ccTLDs associations to provide security and resiliency training

Consultation
Room 2 (L2)
Wednesday
14:00 – 15:30

Forum
Abuse of DNS
Ballroom A/B (L3)
Thursday 14:30 – 18:30

http://www.icann.org/en/topics/ssr/ssr-draft-plan-16may09-en.pdf

DNSSEC □ Interim Solution

- US government, VeriSign, ICANN to develop interim solution to sign root zone as soon as feasible

- DNSSEC rollout process involves □

  - Testing, then production deployment

  - Consultation with Internet technical community

  - ICANN-VeriSign collaboration on operational and cryptographic issues

- Need to shore up vulnerabilities that threaten accuracy and integrity of DNS data is greater than ever

Workshop: DNSSEC
Function Room 5-6 (L2)
Wednesday
9:00 – 12:30

http://icann.org/en/announcements/announcement-2-03jun09-en.htm

Joint SO/AC Meeting

- Institutional improvement topics □
  - Ongoing independent reviews of elements of the ICANN model
  - Improving Institutional Confidence consultation and recommendations
  - Conclusion of the Joint Project Agreement with the US government in September

Joint SO-AC Public Meeting
Ballroom A/B (L3)
Monday 14:00 – 16:30

Specific questions ⌴

Policy staff as Board intermediary

Board communication with ACs

Transparency of communications

Roles, responsibilities of SOs, ACs, Policy staff

IANA

- Initiating deployment testing of RZM/e-IANA in cooperation with VeriSign and NTIA
- Six-month testing period with specific exit criteria

Key issues

Continue support for insertion of IDN ccTLDs and new gTLDs in root zone

Business Excellence program to start FY 2010

ITAR gaining increased use

Active participant in root scaling study

Public Participation

Current Work

- New 10- and 15-working day document deadlines
- GAC chair and Board member will be participating remotely for Sydney
- More documents translated into more languages for every meeting
- More public comment periods ☐ and summaries ☐ than ever before
- Interpretation in French, Spanish and local language at all meetings
- Improved chatrooms

Public Participation Committee Meeting
Function Room 1-2 (L3)
Wednesday 9:00 – 10:00

Participation at Sydney

- Full remote experience for main room (Adobe Connect)
- Online question box in five languages
- Daily videos
- Improved ICANN.mobi site
- Twitter feeds of ICANN related information

Contractual Compliance

- Enforcement
  - Record numbers of breach and termination notices issued since Mexico City meeting in March
  - New systematic termination of registrars noncompliant with RAA Registrar Data Escrow requirements

- FY2010 Audits
  - Registrar primary contact information, non-implementation of UDRP decisions
  - Registry reporting requirements under AGP limits policy

- Studies
  - Whois Data Accuracy for all registered gTLD names
  - Percentage of gTLD names registered by privacy and proxy services
  - Study update on Constituency Day

> Workshop
> Whois Data Accuracy
> Function Room 3 (L2)
> Wednesday 9:00 – 10:30

http://www.icann.org/en/compliance

Policy Development

GNSO	ccNSO	SSAC
• GNSO improvements 🔲 new constituency • Geographic regions review charter ready for Board approval • Research on Whois requirements • Expired domain name recovery changes • Inter-registrar transfer policies • Fast fluxing cybercriminals	• DNSSEC survey to be relaunched • Relationship with IDN ccTLD operators • Timetable for introducing IDN ccTLDs • Global policy for recovered IPv4 address space	• Use of characters from local languages in domain registration records • DNSSEC status report • Study of protection of domain registrations continues • Review of recent attacks against registrants, registrars, and registries

http://www.icann.or/en/topics/policy/update-may09/en.htm

Meet Our New Board Members

- Raymond A. PIzak
  - Involved in Internet registry operations since 1991
  - ARIN President-CEO 2000-2009
  - Past co-chair of IETF DNS Operation Working Group; coauthor of several RFCs
  - Active participant in WSIS and IGF

Meet Our New Board Members

- ## Michael Silber
  - Involved in ccTLD and ICANN communities for several years
  - Leading South African Internet and e-Commerce lawyer
  - Regulatory advisor to the South African Internet Service Providers' Association
  - Founder member of the South African chapter of the Internet Society (ISOC-ZA)
  - Director of dot-za Domain Name Authority since 2004

Thank You