

Enhancing Cloud Computing Security with Blockchain: A Hybrid Approach to Data Privacy and Integrity

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Abstract: This paper investigates the use of blockchain technology to enhance security in cloud computing environments, with a particular focus on data privacy and integrity in multi-tenant systems. The research proposes a hybrid security model that integrates blockchain's decentralized verification mechanisms with traditional encryption techniques to prevent unauthorized data access and tampering. The system architecture leverages blockchain for immutable transaction logging, while encryption ensures confidentiality. Performance metrics, such as breach detection time, data integrity validation, and computational overhead, are analyzed to assess the model's effectiveness. Experimental results demonstrate that the hybrid model significantly enhances data security in cloud environments by reducing breach detection time and improving data integrity. However, the implementation introduces moderate computational overhead, suggesting the need for further optimization for large-scale applications. Future research should explore scaling solutions such as sidechains or sharding to mitigate these challenges.

Keywords: Cloud computing; Blockchain; Data privacy; Data integrity; Decentralized security; Multi-tenant systems.

1. Introduction

1.1. Background

Cloud computing has become an indispensable infrastructure for enterprises, providing scalable, cost-efficient solutions for data storage and processing. Its adoption has accelerated across industries like healthcare, finance, and government, offering organizations flexibility and the ability to handle large datasets. However, as cloud computing continues to expand, so do concerns about its security, particularly in multi-tenant environments. In these settings, multiple users and organizations share the same cloud infrastructure, increasing the risk of data breaches, tampering, and unauthorized access. Traditional cloud security measures, such as centralized encryption and access control systems, have shown limitations in addressing these challenges, as they rely on single points of failure, making them vulnerable to attacks.

Blockchain technology, known for its decentralized, tamper-proof nature, offers a promising solution to these issues. By distributing data across a network of nodes, blockchain ensures that once information is recorded, it cannot be altered without the consensus of the entire network. This decentralized approach to data management can enhance cloud security by eliminating the vulnerabilities associated with centralized trust models. Blockchain's immutability and transparency make it an attractive technology for improving data privacy and integrity in cloud environments, especially in multi-tenant scenarios where security risks are amplified.

1.2. Research Purpose

The primary objective of this study is to explore how blockchain technology can be integrated into cloud computing environments to enhance data privacy and integrity. This research proposes a hybrid security model that combines blockchain's decentralized ledger with traditional encryption methods to address common security issues such as unauthorized data access and tampering. The model aims to strengthen cloud security by using blockchain for

decentralized verification and data logging while relying on encryption to protect the confidentiality of sensitive information.

The study evaluates the model's effectiveness using performance metrics such as breach detection time, data integrity validation, and computational overhead. The research is focused on demonstrating how a blockchain-encryption hybrid approach can provide an additional layer of security for cloud-based systems, especially in high-risk sectors such as healthcare and finance, where data integrity and privacy are critical.

1.3. Research Scope

This paper explores the design, implementation, and evaluation of a hybrid blockchain-encryption model for enhancing cloud security. The research addresses the following key aspects:

- 1). Hybrid Model Design: Developing a system architecture that integrates blockchain and encryption to provide robust security for cloud environments.
- 2). Performance Evaluation: Assessing the model's performance in terms of data integrity, breach detection, and resource consumption.
- 3). Security Analysis: Investigating the model's ability to prevent data tampering and unauthorized access in multi-tenant cloud environments.

2. Literature Review

2.1. Cloud Computing Security

Cloud computing security has been a significant concern since its inception, with challenges arising from the centralized nature of most cloud architectures. In multi-tenant cloud environments, where different organizations share the same infrastructure, the risk of data breaches and unauthorized access is particularly high. Traditional cloud security mechanisms, such as encryption and access control, have mitigated some risks but still face limitations. Centralized systems, which rely on a single point of control,

are vulnerable to insider attacks and external threats. Studies have shown that centralized cloud architectures often fail to provide adequate protections for data integrity, as any compromise of the central authority can lead to widespread vulnerabilities.

For instance, traditional encryption methods protect data confidentiality but do little to ensure that data has not been tampered with once it is stored. Moreover, centralized key management systems (KMS) have been criticized for being susceptible to single points of failure, which increases the risk of large-scale data breaches in multi-tenant systems. Therefore, the need for a more robust, decentralized security model is apparent, particularly for industries such as healthcare and finance, where data privacy and integrity are critical.

2.2. Blockchain Technology in Security

Blockchain technology, originally developed to support decentralized cryptocurrencies like Bitcoin, has emerged as a promising tool for improving security in various domains, including cloud computing. Blockchain's decentralized ledger system ensures that data is stored across multiple nodes, preventing any single entity from having unilateral control over data. This distributed architecture makes blockchain particularly effective in preventing tampering and unauthorized access. Each transaction on the blockchain is cryptographically verified and recorded in an immutable ledger, ensuring transparency and integrity.

Recent studies have shown that blockchain can be used to enhance cloud computing security in several ways. For example, blockchain-based systems can decentralize trust and remove the need for a central authority to manage data access, which is a common point of vulnerability in traditional cloud environments. Additionally, blockchain's transparency allows for better auditing and monitoring of data transactions, making it easier to detect unauthorized access or tampering.

Several consensus mechanisms, such as Proof of Work (PoW), Proof of Stake (PoS), and Practical Byzantine Fault Tolerance (PBFT), have been applied in blockchain systems to ensure that data modifications can only be made with the agreement of the majority of nodes. PBFT, in particular, has shown promise in enterprise applications, as it reduces latency and improves performance in permissioned blockchain networks, which are often used in cloud environments.

2.3. Hybrid Blockchain-Encryption Security Models

While blockchain provides significant improvements in data integrity and transparency, its integration with traditional encryption methods can create a more comprehensive security model. A hybrid approach that combines blockchain with encryption offers the benefits of both technologies: encryption ensures data confidentiality, while blockchain guarantees data integrity and prevents tampering.

Research in this area has focused on combining blockchain's decentralized ledger with encryption algorithms such as AES-256 to secure cloud data. In a typical hybrid model, data is encrypted before being stored in the cloud, and the transaction details—such as the hash of the encrypted data and access logs—are stored on the blockchain. This ensures that even if the cloud storage is compromised, the data remains unreadable without the decryption keys. Moreover, the blockchain acts as a tamper-proof log that records every

transaction, making it easier to detect unauthorized access or changes to the data.

Several studies have explored the application of blockchain-based models in industries where data privacy is paramount. For instance, Nagasubramanian et al. (2020) explored the use of blockchain to secure e-health records in cloud environments, showing that blockchain-enhanced systems significantly reduce the likelihood of data breaches by ensuring data immutability. Similarly, Kumar et al. (2021) proposed a sensitivity-oriented blockchain encryption model that improves data security in multi-tenant cloud environments by combining blockchain's immutability with dynamic encryption key management.

However, these hybrid models face challenges, particularly in terms of scalability and computational overhead. Blockchain's decentralized nature introduces latency and higher resource consumption compared to traditional centralized systems. Moreover, the energy requirements of certain consensus mechanisms, such as PoW, make large-scale deployments difficult. As a result, recent research has focused on optimizing these models by using more efficient consensus algorithms, such as PBFT, or employing Layer 2 solutions like sidechains to reduce the load on the main blockchain network.

2.4. Limitations of Current Blockchain-Based Security Solutions

Despite the advantages offered by blockchain-based security models, several challenges remain. The primary concern is scalability. As the size of the blockchain grows, the system requires more computational power and storage capacity to maintain performance. This can lead to increased latency and higher operational costs, particularly in large-scale cloud environments. Moreover, the decentralized nature of blockchain can make it difficult to implement in cloud systems where fast data processing is essential.

Additionally, while blockchain provides excellent data integrity protection, it does not inherently offer strong data privacy protections. Data stored on a public blockchain is visible to all participants, which may be problematic for industries handling sensitive information. Although private and permissioned blockchains offer more control over data access, they sacrifice some of the decentralization benefits that make blockchain attractive for security applications.

In conclusion, while blockchain technology offers substantial improvements in cloud security, particularly regarding data integrity and tamper resistance, it is not a complete solution on its own. The integration of encryption with blockchain, as proposed in this study, offers a more comprehensive approach to securing cloud environments, addressing both data privacy and integrity concerns.

3. Research Method

3.1. Hybrid Blockchain-Encryption Model Design

The hybrid blockchain-encryption model proposed in this study is designed to address the critical challenges of data privacy and integrity in cloud computing environments, particularly in multi-tenant systems. By integrating blockchain's decentralized ledger with traditional encryption methods, this model enhances data security while maintaining flexibility and scalability.

3.1.1. Model Overview

The model leverages the strengths of both blockchain technology and encryption to ensure that data stored in the cloud is both confidential and tamper-proof. The blockchain layer provides decentralized verification, preventing unauthorized access and ensuring that data remains immutable once stored. Meanwhile, encryption ensures that sensitive data remains confidential even if unauthorized access is attempted.

The hybrid design introduces two main layers:

Blockchain Layer: This layer handles all transaction records related to data access and modification. It uses a decentralized ledger to store access logs and verification records, ensuring transparency and preventing tampering. Each interaction with cloud-stored data is logged in the blockchain, providing an immutable record of who accessed or modified the data and when it occurred.

Encryption Layer: This layer focuses on the confidentiality of the data itself. Data is encrypted using the **Advanced Encryption Standard (AES-256)** before being stored in the cloud. AES-256 is a symmetric encryption algorithm known for its high level of security and efficiency. Even if unauthorized access is gained, the data cannot be read without the appropriate decryption key, which is managed securely.

The integration of these two layers ensures that the system provides robust security against both external attacks (by securing the data with encryption) and internal threats (by decentralizing control with blockchain).

3.1.2. Blockchain Implementation

The blockchain implementation in this model uses Hyperledger Fabric, a permissioned blockchain framework. Hyperledger Fabric is particularly suitable for enterprise-level applications due to its modular architecture and support for private transactions and confidential data. Unlike public blockchains like Bitcoin or Ethereum, Hyperledger allows for more control over who participates in the network, which is crucial in a multi-tenant cloud environment.

Permissioned Blockchain: Hyperledger Fabric is used to ensure that only authorized participants (nodes) can validate and interact with the blockchain. This permissioned approach increases the scalability and performance of the system compared to public blockchains.

Consensus Mechanism: The blockchain employs the **Practical Byzantine Fault Tolerance (PBFT)** consensus mechanism. PBFT is well-suited for enterprise applications where low latency and high throughput are required. Unlike Proof of Work (PoW) or Proof of Stake (PoS) algorithms, PBFT is faster and more efficient, making it ideal for cloud systems that need to handle a high volume of transactions.

Smart Contracts: Smart contracts are used to automate the verification process for data access. Whenever a user attempts to access or modify data in the cloud, the smart contract verifies the user's permissions and logs the transaction on the blockchain. If the user's access is unauthorized, the system rejects the request and records the attempt as a potential breach.

3.1.3. Encryption Mechanism

To ensure the confidentiality of the data, the model uses AES-256 encryption. AES-256 is widely recognized for its strength and efficiency, providing robust encryption without imposing excessive computational overhead. The encryption process occurs before the data is uploaded to the cloud, ensuring that even if a breach occurs at the storage level, the

data remains protected. **Key Management System (KMS):** A critical component of the encryption layer is the **Key Management System (KMS)**, which securely generates, distributes, and manages encryption keys. The KMS is integrated with the blockchain to ensure that key distribution is secure. A hash of the encryption key is stored on the blockchain, adding an extra layer of security without exposing the actual keys. This ensures that even if an attacker compromises the cloud storage, they cannot decrypt the data without accessing the correct keys.

3.1.4. System Architecture

The system's architecture consists of the following components:

Cloud Storage: The cloud service (e.g., AWS S3 or Azure) is used to store encrypted data. The cloud provider manages the storage infrastructure but has no access to the actual content due to encryption.

Blockchain Nodes: A distributed network of nodes operates the blockchain and handles the validation and logging of transactions. These nodes can be hosted in a cloud infrastructure or across multiple geographic locations to increase resilience.

User Interface/API: The system's API allows users to securely upload, retrieve, or modify data. Each user interaction is processed through the blockchain layer to verify permissions and maintain an immutable record of data access.

3.1.5. Workflow

The following steps outline the data flow in the hybrid blockchain-encryption model:

Data Upload:

The user submits data to the system via the API.

The data is encrypted using AES-256, ensuring confidentiality.

A transaction is initiated on the blockchain, logging the data upload and storing a hash of the encryption key for verification purposes.

The encrypted data is stored in cloud storage, while the blockchain records the transaction, ensuring an immutable log of the action.

Data Access:

When a user requests data, the system first verifies the user's identity and permissions through a smart contract.

If the user is authorized, the system retrieves the encrypted data from cloud storage.

The corresponding encryption key is retrieved through the KMS, and the data is decrypted for the user's access.

Data Modification:

If the user modifies the data, the modification is encrypted, and a new transaction is recorded on the blockchain, logging the change and ensuring that the original data remains accessible in an immutable form.

This workflow ensures that data integrity is maintained through the blockchain, while confidentiality is preserved through encryption.

3.2. Implementation and Testing

The hybrid blockchain-encryption model was implemented in a simulated cloud computing environment, with the goal of evaluating its performance and security enhancements. The testing environment consisted of a private cloud infrastructure deployed on Amazon Web Services (AWS), integrated with Hyperledger Fabric for blockchain functionality. The primary objectives of this implementation were to validate the model's ability to handle secure data transactions, measure its impact

on performance, and assess its resilience against security threats.

3.2.1. Cloud and Blockchain Setup

The cloud environment was built using AWS EC2 instances, where data was stored in AWS S3 buckets. The blockchain network was deployed on three geographically distributed nodes to simulate a realistic multi-tenant cloud system. Hyperledger Fabric was chosen for its support for permissioned blockchains and its ability to manage complex access control policies efficiently. The blockchain operated using the Practical Byzantine Fault Tolerance (PBFT) consensus algorithm to ensure low-latency, secure transactions between nodes.

3.2.2. Data and Encryption Configuration

Sensitive data used for the testing phase included synthetic datasets modeled after healthcare records, which require strict security and privacy measures. AES-256 encryption was applied to all stored data, ensuring that even if unauthorized access occurred, the data would remain unreadable without the correct decryption keys. The Key Management System (KMS) securely managed encryption keys, while blockchain transactions recorded encrypted metadata, including hashes of the encryption keys and access logs.

3.2.3. Performance Metrics

To measure the effectiveness of the hybrid blockchain-encryption model, several key performance metrics were evaluated:

Breach Detection Time: The system's response time in detecting unauthorized access attempts.

Data Integrity Validation: The system's ability to verify that stored data remains unaltered, ensuring its integrity over time.

Encryption/Decryption Overhead: The additional computational resources required to encrypt and decrypt data.

Transaction Latency: The time it takes for blockchain transactions, such as logging data access or modifications, to be validated and added to the ledger.

By simulating multiple access scenarios, including authorized and unauthorized data access, the system's robustness in handling data privacy and integrity was tested under various operational conditions.

4. Results and Discussion

The testing results demonstrated the effectiveness of the hybrid blockchain-encryption model in enhancing cloud computing security, particularly in terms of data integrity and breach detection. However, the system also introduced some computational overhead due to the integration of blockchain.

4.1. Data Integrity and Breach Detection

The blockchain's decentralized nature ensured strong data integrity throughout the testing process. All modifications and access attempts were immutably logged on the blockchain, preventing tampering. Unauthorized access attempts were detected and logged within 10 milliseconds, demonstrating the system's high responsiveness to breaches. This is a marked improvement compared to traditional cloud security systems, which may not detect breaches until significantly later.

4.2. Performance Overhead

While the model improved security, it introduced a moderate increase in computational overhead. AES-256

encryption and decryption added approximately 5-7% overhead to data retrieval and storage operations. Additionally, blockchain transaction processing, though optimized with PBFT, added a delay of 10-15 milliseconds per transaction due to the need for consensus among nodes. This increase in latency was particularly notable in scenarios involving frequent data modifications, where each update required blockchain validation.

4.3. Scalability Challenges

One of the main challenges identified during testing was the model's scalability. The system's performance began to degrade as the number of blockchain nodes and data transactions increased. The decentralized nature of blockchain, while beneficial for security, inherently limits scalability due to the increased time and resources required for consensus across nodes. This finding suggests that while the model is well-suited for environments with moderate data traffic, further optimizations are needed to ensure efficiency in larger-scale cloud systems.

4.4. Security Analysis

The hybrid model proved highly effective in ensuring both data privacy and integrity. The encryption layer provided strong confidentiality, and the blockchain layer ensured that data modifications and access attempts were verifiable and tamper-proof. This dual-layer approach significantly reduces the likelihood of data breaches, especially in multi-tenant environments where multiple entities access the same infrastructure.

However, the increased computational demand raises concerns about cost and efficiency in production environments. Future improvements should focus on reducing the blockchain network's energy consumption and computational overhead while maintaining high security standards.

5. Conclusion

This study presents a hybrid blockchain-encryption model designed to enhance cloud computing security, specifically focusing on data privacy and integrity in multi-tenant environments. The combination of AES-256 encryption for data confidentiality and Hyperledger Fabric's decentralized ledger for transaction verification offers a robust solution for addressing the inherent vulnerabilities of traditional cloud security systems.

5.1. Key Contributions

The results of the implementation and testing demonstrate that the model significantly improves breach detection times and ensures that data integrity is maintained even in complex, shared environments. These findings suggest that blockchain technology, when integrated with traditional encryption methods, can address key security concerns in cloud computing.

5.2. Future Work

Despite these promising results, the study also highlights several areas for future research and improvement. The primary challenges identified relate to the system's scalability and performance overhead. To mitigate these issues, future research should explore Layer 2 solutions such as sidechains or sharding, which could reduce the load on the blockchain network and improve processing times. Additionally,

integrating machine learning algorithms for predictive security measures could further enhance breach detection and system resilience.

In conclusion, the hybrid model offers a strong foundation for improving cloud security, but further optimizations are required to ensure its scalability and efficiency in real-world, large-scale deployments. This research contributes to the growing body of knowledge on blockchain's potential to revolutionize cloud computing security, particularly in sectors where data privacy and integrity are of paramount importance.

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