

# Food Cooperative & Group Buying System - Tokenomics & Smart Contract Design

## Overview

This document outlines the **tokenomics model and smart contract logic** for a **decentralized food cooperative** that integrates **group buying and global project funding**.

## 1. System Components

### ◇ Token Structure

Token	Function	Purpose
<b>Food-USD</b> (Stablecoin)	Used for food purchases & funding projects	Ensures <b>stable pricing</b> , preventing speculation.
<b>GroToken</b> (Governance & Rewards)	Used for <b>voting, staking, and earning discounts</b>	Encourages <b>long-term participation &amp; fair decision-making</b> .

### ◇ Key Features

- **Group Buying Smart Contracts** → Allows members to **pool funds for bulk food purchases**.
- **Decentralized Project Funding** → Community votes to **fund local and global food sustainability initiatives**.
- **Staking & Rewards** → Members earn **GroTokens for participation**, ensuring **engagement and liquidity stability**.
- **Governance DAO** → **GroToken holders vote** on food purchases, supplier selection, and funding allocations.

## 2. Smart Contract Design

### Group Buying Contract (Solidity Example)

```
// SPDX-License-Identifier: MIT
pragma solidity ^0.8.0;

contract GroupBuy {
    struct GroupOrder {
        address[] participants;
        uint totalCollected;
        uint targetAmount;
        bool completed;
    }

    mapping(uint => GroupOrder) public orders;
    uint public orderCounter;
```

```

function createGroupBuy(uint _targetAmount) public {
    orderCounter++;
    orders[orderCounter] = GroupOrder(new address[] (0), 0, _targetAmount,
false);
}

function joinGroupBuy(uint _orderId) public payable {
    require(msg.value > 0, "Must send Food-USD to participate.");
    require(orders[_orderId].completed == false, "Group buy already
completed.");

    orders[_orderId].participants.push(msg.sender);
    orders[_orderId].totalCollected += msg.value;

    if (orders[_orderId].totalCollected >= orders[_orderId].targetAmount) {
        orders[_orderId].completed = true;
        executeGroupBuy(_orderId);
    }
}

function executeGroupBuy(uint _orderId) internal {
    address supplier = 0xSupplierAddress; // Placeholder
    payable(supplier).transfer(orders[_orderId].totalCollected);
}
}

```

## Voting & Governance Smart Contract

```

contract FoodCoopDAO {
    struct Proposal {
        string description;
        uint voteCount;
        bool executed;
    }

    mapping(uint => Proposal) public proposals;
    mapping(address => bool) public hasVoted;
    uint public proposalCounter;

    function createProposal(string memory _description) public {
        proposalCounter++;
        proposals[proposalCounter] = Proposal(_description, 0, false);
    }

    function voteOnProposal(uint _proposalId) public {
        require(hasVoted[msg.sender] == false, "Already voted.");
        proposals[_proposalId].voteCount++;
        hasVoted[msg.sender] = true;
    }
}

```

```
function executeProposal(uint _proposalId) public {
    require(proposals[_proposalId].voteCount > 10, "Not enough votes.");
    proposals[_proposalId].executed = true;
}
```

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## 3. Economic Model & Simulation

### ◇ Example: Group Buy Economics

- **Target Food Purchase:** 1,000 lbs of rice at \$1.50/lb.
- **Minimum Buy-In Per User:** \$15 (10 lbs minimum).
- **Participants Needed:** 100 people to reach the goal.
- **Savings vs. Retail:** Retail price = **\$1.90/lb**, bulk buy gets it for **\$1.50/lb** (21% savings).
- **Bonus:** Each participant **earns 5 GroTokens** for participating.

### ◇ Example: Governance & Project Funding

- **Community votes to fund a permaculture farm project.**
- **Required Funding:** \$5,000.
- **Total Voters:** 500 people.
- **Vote Weighting:** Each voter **stakes at least 10 GroTokens**.
- **Funding Release:** The farm **receives the grant** if **300+ people vote YES**.

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## 4. Next Steps & Development Plan

### Phase 1: Validate the Math

- **Run simulations** with different participation levels.
- **Ensure sustainability** of rewards & food pricing.

### Phase 2: Develop Token & DAO System

- **Decide on blockchain infrastructure** (Ethereum L2, Solana, or Polygon).
- **Create Food-USD & GroToken smart contracts** for transactions & governance.
- **Test a small-scale DAO for voting & funding decisions.**

### Phase 3: Launch Prototype

- **Pilot a group-buying event using a simple web platform.**
- **Test governance with a small food-related project vote.**
- **Refine logistics, partnerships, and onboarding process.**

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## Conclusion

This **Food Cooperative + Group Buying + DAO Funding** model is designed to: ✓ **Provide affordable food access through bulk buying.**

- ✓ **Empower communities with democratic decision-making.**
- ✓ **Support regenerative agriculture & sustainability.**
- ✓ **Create a transparent, fair economic system for food security.**

Would you like further refinement of the **mathematical models, governance rules, or tokenomics strategy** before implementation? 🚀