Secretnodes.org

Burn ENG for SCRT! Allocation Multisig

Proposal

April 16, 2020

V 0.9 DRAFT

Summery

This proposal is merely intended to solve the issue of how to efficiently pay out the parties doing work for the approved proposal 4.

In proposal 4 the initial budget was 422k SCRT. Through a draft period we opted to remove a proposed 2% minting fee. In this final budget we are keeping everything the same other than increasing the audit budget in order to make sure we cover the full costs of the audit.

Due to the risks of not knowing what SCRT will be worth when it goes to reimburse those who pay for the audit, not knowing when SCRT will be liquid / listed, and the need for audit costs to be covered up front we have determined the final amount we need allocated for audit is 163k SCRT and the total allocation for Burn ENG for SCRT! is 285k SCRT.

Allocation Amount

285k SCRT - Multisig Controlled

Who is Submitting

Established in 2018, we're a grassroots organization that believes society is facing a fork in the road in regards to privacy, security, data rights and their trend towards further degradation. We aim to be a refuge at this impasse and are committed to supporting the enigma ecosystem by helping to empower its stakeholders.

Secretnodes.org

https://secretnodes.org

Ian Dixon - CEO & Founder (Twitter)

Background/Problem

With multiple parties involved in the technical work behind proposal 4 the current options for paying everyone are as follows.

1. Everyone submits their own proposal to the network asking for funds the network approved for them to receive for their work on proposal 4. This would require several proposals to be approved on the network.
2. One proposal requesting an allocation of 322k SCRT to a multisig, which is lower than the 422k SCRT budget shown in proposal 4.

Solution

Considering the parties involved in the swap already have good standing in the community I propose a 3 of 4 multisig with the following keyholders. Note : The keys used for mutlisig must be the key associated with the validator of each of the listed parties.

1. Laura
2. Ian
3. Dan
4. Taariq

In order for funds to be misused 3 of the 4 parties would have to maliciously collude and go against the strict payout guidelines in this proposal and there is no way to act maliciously without the world seeing where the funds have gone and who signed the transactions.

Payout Guidelines

The only acceptable output of funds from this multisig for this proposal are for the following..

- Overarching Project Management
- Deploying testnet for testing burn and minting modules.
- Create Code for Burn ENG for SCRT!
- Implement Code in Mathwallet Front End
- Reimbursement for audit costs

The only acceptable conditions for outputs of funds from this multisig to contributors is as follows.

- The work specific work done by the party receiving a payout as outlined in the final budget is fully completed and tested as working.

Exception to the rule is that the audit needs to be paid for up front. So the audit allocation must be the first approved tx sent from the multisig and it must go to compensate the party/parties that ultimately pay for the audit. No other payments can be made first for any reason.

Clarification 1 Payouts will only be made to the public keys of validators. Participants are responsible for communicating an alternative address for payment via email to ian@secretnodes.org from an email address connected to their organization or other address that is deemed acceptable.

Feedback

Any feedback you have should be made either in the enigma forums or in the Secret Foundation Chat.

Enigma Forums Thread: https://forum.enigma.co/t/token-swap-proposal/1364

To participate in real time discussions around proposals made on the Enigma Blockchain join us in Secret Foundation: https://t.me/secretfoundation

Relationships & Disclosures

Secretnodes.org has not yet received any grants or investments related to the new EnigmaBlockchain. Relationships with all Enigma stakeholders, including validator operators, protocol and tool (wallet, staking interface) developers, SCRT stakers, ENG holders, and yet-to-be-identified stakeholders will be critical to carrying out these activities, and to upholding our standing in the community. For this reason, we want to operate with as much transparency as possible. While we propose an allocation of SCRT for validators in the proposal we do not believe we are asking for handouts or being rewarded for unwarranted efforts. We believe without these efforts, what we aim to achieve may never actualize. We ask that all stakeholders recognize the efforts we have put in and continue to put in supporting the Enigma protocol. We firmly believe that the SCRT allocation detailed herein is the only way to incentivize participation amongst validators, code creators, auditors, and all who will help make **Burn ENG for SCRT!** happen expeditiously. Furthermore, it should be noted that any user wishing to **Burn ENG for SCRT!** does so at their own risk. Secretnodes.org bears no responsibility for open source code functionality, and this proposal should in no way shape or form be construed as any solicitation/offer.