

# Financial Transparency

## Problem Statement:

Currently co-op members and other concerned parties have little visibility into the state of co-op finances. This makes it difficult to evaluate the health and sustainability of the co-op, which is troubling to potential partners or those considering building on the platform. Without understanding the trajectory of co-op finances, potential investors in dapp companies and network validators who will receive their compensation in REV might worry about the how the co-op will manage its own substantial supply of REV.

## Proposed Solution:

The co-op needs to become financially transparent, at least in summary. The aim of this initiative is to make it co-op policy to release [monthly] P&Ls, Balance Sheet (including breakout of liquid assets showing all crypto holdings at their current market value), and Statement of Cash Flows within [*time lag*] of the end of each [*time period*]. The Audit and Finance Committee shall oversee the process of preparing and publishing the financial statements.

- a. time lag = 20 days; time period = month
- b. time lag = 30 days; time period = quarter
- c. time lag = 45 days; time period = year

## For pasting into the loB channel on Discord:

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1. Financial Transparency
2. Impose a requirement for regular financial disclosures from the Coop to keep members informed and provide context for decisions.
3. <https://docs.google.com/document/d/1pAICqqgYTGBTWuxstamwxiTj0XhElmJrkmjyNI2AuBM>

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