

# Bitcoin-Seconds (BXS): Measuring Durable Accumulation of Time-Shifted Energy Claims

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MAB

Navi (GPT-5)

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## Abstract

Bitcoin converts present energy expenditure into cryptographically proven, transferable claims on future energy and work. We propose a Bitcoin-native temporal calculus that measures the *durability* of those claims through time. The framework forms a three-level ladder: (i) an instantaneous flow  $f(t)$  in  $\text{sats s}^{-1}$  capturing the rate of accumulating *durable* energy claims, (ii) its cumulative integral  $S(T)$  in sats, and (iii) the time-weighted integral  $\text{BXS}(T)$  in  $\text{sats}\cdot\text{s}$  (Bitcoin-Seconds). Each driver of durability is observable: income velocity, revealed HODLing strength (coin age), protocol dilution (mechanical inflation), and financial runway. We state falsifiable hypotheses, a node-local implementation, and a backtest recipe to validate that durability-aware measures add information beyond balance, coin age, and ROI.

## 1 Foundation: Bitcoin as Time-Shifted Energy Claims

Proof-of-Work turns present energy expenditure into a cryptographic record that persists and becomes a transferable claim on future energy and work. When Satoshi mined 50 BTC per block in 2009–2010, the marginal dollar cost of electricity was tiny; today that same 50 BTC can command millions of dollars in labor and energy. Thus, energy expended in 2009 was preserved as a transferable claim across sixteen years of halvings, market cycles, and protocol upgrades. *This temporal persistence of energy claims is what Bitcoin-Seconds aims to measure.* We seek to quantify not only *how much* Bitcoin is held or earned, but *how durably* those claims persist through time and conditions.

## 2 Measurement Problem: Durable vs. Transient Accumulation

Not all Bitcoin accumulation is equal. Some flows are quickly liquidated (transient), others are held and financially sustainable (durable). Balance and coin age alone cannot distinguish between an entity accumulating under stress (low runway, forced to sell soon) versus one accumulating sustainably (high runway, demonstrated HODLing). The BXS framework provides this distinction by weighting flows with coin-age, protocol-era context, and surplus-to-spending runway. We ask: *What is the rate at which an entity accumulates durable energy claims, and how does that durability persist through time?*

### 3 Drivers and Notation

Let  $t \in [0, T]$  be time in seconds. All series are assumed piecewise continuous and integrable on  $[0, T]$ .

- $i(t)$ : income inflow  $[\text{sats s}^{-1}]$ .
- $\mu(t)$ : spending outflow  $[\text{sats s}^{-1}]$ .
- $A(t)$ : value-weighted coin age (revealed HODLing strength)  $[\text{s}]$ .
- $I(t)$ : protocol monetary expansion rate  $[\text{s}^{-1}]$ , defined mechanically as

$$I(t) = \frac{\sigma(h(t))}{S(t)} \lambda(t),$$

where subsidy  $\sigma$  is in BTC per block, circulating supply  $S$  in BTC, and  $\lambda$  is blocks per second.

- $s(t)$ : current holdings  $[\text{sats}]$ .
- $r$ : retirement (forward) horizon  $[\text{s}]$ .
- $CP(t)$ : cumulative inflation-adjusted cost (optional)  $[\text{sats}]$ .

**Baselines.** Choose positive baselines  $A_0 > 0$  and  $I_0 > 0$  for normalization. Unless stated otherwise:  $A_0$  is a rolling 180-day median of  $A(t)$  per entity;  $I_0$  is a per-epoch rolling median of  $I(t)$ . We will evaluate robustness to baseline windows in sensitivity checks.

**Surplus-to-Spending Ratio (SSR).** *Intuition:* SSR measures *financial runway*: how long can holdings sustain current spending, adjusted for future income?

$$\text{SSR}(t) = \frac{s(t) + r i(t) - CP(t)}{\max\{t, t_{\min}\} \max\{\mu(t), \mu_{\min}\}} \quad (\text{dimensionless}).$$

Numerator: current savings plus forward income capacity minus past costs. Denominator: elapsed time multiplied by present spending rate. Floors  $t_{\min} > 0$ ,  $\mu_{\min} > 0$  avoid division by zero at startup or near-zero spending. Negative  $\text{SSR}(t)$  indicates drawdown pressure; we do not clip negatives.

### 4 Instantaneous Flow of Durable Claims

$$f(t) = i(t) \cdot \frac{A(t)}{A_0} \cdot \frac{I(t)}{I_0} \cdot \text{SSR}(t) \quad (1)$$

**Units and meaning.**  $f(t)$  is in  $\text{sats s}^{-1}$  (BTC/s or sats/s). It is the *rate of accumulating durable energy claims*, i.e., income weighted by:

1.  $A(t)/A_0$ : revealed HODLing strength (demonstrated time preference),
2.  $I(t)/I_0$ : protocol-era context (dilution/halving environment),
3.  $\text{SSR}(t)$ : financial runway to maintain claims (ability vs. intent).

**At-a-glance recap.**

$$\text{SSR}(t) = \frac{s(t) + r i(t) - CP(t)}{\max\{t, t_{\min}\} \max\{\mu(t), \mu_{\min}\}}, \quad S(T) = \int_0^T f(t) dt, \quad \text{BXS}(T) = \int_0^T S(t) dt.$$

**Why multiplicative?** Durable accumulation requires all dimensions to align; failure in any one dimension (e.g., no runway, low age, high dilution) lowers effective durable flow. Multiplication captures these interaction effects parsimoniously.

**Ladder Schema (informational)**

Level 1 (Flow):  $f(t)$  in  $\text{sats s}^{-1} \rightarrow$  rate of accumulating *durable* energy claims.

Level 2 (Stock):  $S(T) = \int_0^T f(t) dt$  in  $\text{sats} \rightarrow$  total durable claims accumulated.

Level 3 (Time-Weighted):  $\text{BXS}(T) = \int_0^T S(t) dt$  in  $\text{sats} \cdot \text{s} \rightarrow$  persistence of claims (amount *and* duration).

Baseline comparator (size-only):  $\text{BXS}_{\text{core}}(T) = \int_0^T W(t) dt$ .

Figure 1:  $\text{BTC/s} \rightarrow \text{BTC} \rightarrow \text{BTC} \cdot \text{s}$  ladder and interpretation.

## 5 Integration Ladder: $\text{BTC/s} \rightarrow \text{BTC} \rightarrow \text{BTC} \cdot \text{s}$

### 5.1 Level 1: Flow

$f(t)$  in  $\text{sats s}^{-1}$ : rate of accumulating durable energy claims.

### 5.2 Level 2: Stock

$$\boxed{S(T) = \int_0^T f(t) dt} \quad [\text{sats}] \quad (2)$$

### 5.3 Level 3: Time-Weighted Stock (Bitcoin-Seconds)

$$\boxed{\text{BXS}(T) = \int_0^T S(t) dt = \int_0^T \int_0^t f(\tau) d\tau dt} \quad [\text{sats} \cdot \text{s}] \quad (3)$$

**Baseline persistence.** For benchmarking, define the size-only persistence

$$\boxed{\text{BXS}_{\text{core}}(T) = \int_0^T W(t) dt} \quad [\text{sats} \cdot \text{s}] \quad (4)$$

with  $W(t)$  the balance in  $\text{sats}$ . This omits durability adjustments. Optionally, discount by  $e^{-\rho t}$  for time preference.

**Units callout.**  $f(t)$ :  $\text{BTC/s}$  ( $\text{sats/s}$ ).  $S(T)$ :  $\text{BTC}$  ( $\text{sats}$ ).  $\text{BXS}(T)$ :  $\text{BTC} \cdot \text{s}$  ( $\text{sats} \cdot \text{s}$ ).

**Scaling for readability.** Report  $\text{BXS}$  also in  $\text{BTC} \cdot \text{years}$  by dividing by 31,536,000, i.e.,  $\text{BXS}^{(\text{yr})} = \text{BXS} / (365 \cdot 24 \cdot 3600)$ .

## 6 Mechanical Inflation $I(t)$ and Per-Block Form

We compute  $I(t)$  from node-local telemetry:

$$I(t) = \frac{\sigma(h(t))}{S(t)} \lambda(t),$$

which automatically reflects halving epochs and cadence variation. For block-indexed code, a per-block constant form is useful:

$$I_k = \frac{\sigma_k}{S_k} \cdot \frac{1}{\tau_{\text{target}}} \quad \text{with} \quad \tau_{\text{target}} = 600 \text{ s},$$

and an empirical per-second series obtained by smoothing observed inter-block times.

## 7 Comparative View of Metrics

Table 1: What each metric captures and misses.

Metric	Captures	Misses	Use Case
Balance $W(t)$	Amount held (size)	Duration, behavior, runway, network era	Snapshot wealth
Coin Age $A(t)$	HODLing duration (revealed behavior)	Size, financial capacity, network era	HODL strength
ROI (fiat)	Fiat-relative returns	Bitcoin-native dynamics, durability	Fiat-world performance
$BXS_{\text{core}}$	Size $\times$ Time (persistence)	Durability factors (A/I/SSR)	Neutral persistence
<b>BXS (durability)</b>	<b>Size <math>\times</math> Time <math>\times</math> HODLing <math>\times</math> Network <math>\times</math> Runway</b>	Aims to miss nothing	Durable claim accumulation

## 8 Illustrative Magnitudes (Orientation Only)

### Satoshi-like holder (size-only core)

Let  $W \approx 9.68452 \times 10^{13}$  sats and  $T \approx 4.0 \times 10^8$  s. Then

$$BXS_{\text{core}}(T) \approx WT \approx 3.87 \times 10^{22} \text{ sats} \cdot \text{s} \ (\approx 1.23 \times 10^{15} \text{ sats} \cdot \text{yr}).$$

This anchors the scale of raw persistence without durability adjustments.

Table 2: Three-point illustration (orders of magnitude only). Baselines:  $A_0 = 3.0 \times 10^7$  s,  $I_0 = 2.6 \times 10^{-10}$  s $^{-1}$ ; floors:  $t_{\min} = 10^3$  s,  $\mu_{\min} = 10^{-6}$  sats s $^{-1}$ .

Case	$W$ (sats)	$A/A_0$	$I/I_0$	SSR	$f$ (sats/s)
Satoshi-like	$9.68 \times 10^{13}$	13.3	115.4	$2.4 \times 10^9$	$3.7 \times 10^{12}$
Modest ( $\sim 1.2$ BTC)	$1.2 \times 10^8$	1.0	1.0	$10^2$	$10^4$
Micro (0.001337 BTC)	$1.34 \times 10^5$	0.07	1.0	$10^1$	$3 \times 10^1$

Numbers are illustrative only; calibrated estimates require entity-specific series.

## 9 Implementation (Node-Local, Sovereign)

All inputs are computed from a Start9-hosted *mempool.space* and wallet logs:

- $I(t)$  from subsidy, supply, and measured cadence.
- $A(t)$ ,  $W(t)$ ,  $i(t)$ ,  $\mu(t)$  from UTXO histories and inflow/outflow rates.
- $CP(t)$  optional; omit for strictly Bitcoin-native analysis.
- Floors  $t_{\min}$ ,  $\mu_{\min}$  applied as in the SSR definition.

This ensures privacy, integrity, and reproducibility without third-party APIs.

## 10 Empirical Design: Durability and Stress Tests

### Hypotheses (falsifiable)

- H1 (Durability): Higher  $f(t)$  predicts sustained holding in  $[t, t + \Delta]$ , controlling for  $W(t)$  and  $A(t)$ . Survival analysis is also applicable.
- H2 (Stress): Declines in  $f(t)$  precede forced liquidation (large outflows or UTXO consolidation) earlier than balance-only signals. Evaluate with early-warning ROC curves.
- H3 (Component Decomposition): Each durability component adds statistically significant predictive power in nested model tests. Define models:
  - M1:  $\text{HOLD} \sim W(t)$
  - M2:  $\text{HOLD} \sim W(t), A(t)$
  - M3:  $\text{HOLD} \sim W(t), A(t), I(t)$
  - M4:  $\text{HOLD} \sim W(t), A(t), I(t), \text{SSR}(t)$
  - M5 (full):  $\text{HOLD} \sim W(t), A(t), I(t), \text{SSR}(t), f(t)$

Compare with likelihood ratio tests and AIC/BIC; report out-of-sample AUC and Brier score deltas.

### Concrete backtest recipe

1. **Label outcomes:** For each entity and evaluation date  $t$ , mark  $\text{HOLD}=1$  if no net outflow beyond  $x\%$  over  $[t, t + \Delta]$  (e.g.,  $\Delta = 90$  days,  $x = 5\%$ ), else  $\text{HOLD}=0$ .
2. **Models:** Baseline logistic:  $\text{HOLD} \sim W(t), A(t)$ . Durability model:  $\text{HOLD} \sim W(t), A(t), f(t)$  (and optionally lags/EMAs).
3. **Compare:** AUC and Brier score out-of-sample via rolling-origin CV. Report deltas (Durability minus Baseline).

**Stress metric (optional).** Define  $f^-(t) = \min\{f(t), 0\}$ . Test whether  $f^-$  leads subsequent spending bursts and drawdown events.

**Normalized uplift (optional).** Define  $\hat{f}(t) = f(t)/(i(t) + \epsilon)$  to show durability uplift over bare income.

## 11 Applications

- **Individuals:** Personal durability dashboard; track  $f(t), S(T), \text{BXS}(T)$ ; alerts when runway weakens.
- **Analytics:** Identify cohorts likely to hold vs. capitulate; map durability across the UTXO set.
- **Forecasting:** Early warning for capitulation events based on  $f(t)$  deterioration.
- **Treasury:** Corporate treasuries can monitor durability to guide cash management and issuance.
- **Research:** Compare durability dynamics across miners, exchanges, whales, retail; study post-halving regimes.

## 12 Conclusion

This paper introduced a durability-aware ladder  $f \rightarrow S \rightarrow \text{BXS}$  that measures the rate, size, and temporal persistence of Bitcoin-denominated energy claims. The construction is Bitcoin-native: it begins with an instantaneous flow  $f(t)$  in sats/s that weights income by revealed HODLing strength, protocol-era dilution, and financial runway; integrates to a cumulative stock  $S(T)$  in sats; and integrates again to a time-weighted store  $\text{BXS}(T)$  in sats-s (Bitcoin-Seconds). In doing so, it distinguishes *durable* accumulation from mere balance growth, providing a principled way to quantify how credibly energy claims persist through time.

**Substantive contribution.** The framework reframes Bitcoin as *time-shifted energy claims* and operationalizes durability via three observable drivers: (i) demonstrated holding behavior (coin-age), (ii) mechanical supply context (protocol expansion), and (iii) financial capacity to maintain claims (surplus-to-spending runway). The multiplicative form captures the fact that failure in any one dimension erodes sustainable accumulation, while the integration ladder yields interpretable levels (flow, stock, time-weighted stock) with clean units.

**Practical relevance.** For individuals and treasuries,  $f(t)$  functions as a real-time *durability signal*: it can complement balance, DCA plans, and risk budgets by indicating whether accumulation is likely to persist under stress. For analysts,  $\text{BXS}(T)$  and  $\text{BXS}_{\text{core}}(T)$  separate *size-only persistence* from *durability-adjusted persistence*, enabling cohort comparisons (miners, exchanges, whales, retail) and regime studies across halving epochs. For forecasters, declines in  $f(t)$  offer a candidate early-warning indicator of capitulation risk that balance- or ROI-based metrics may miss.

**Empirical program.** We outlined falsifiable tests: (H1) whether higher  $f(t)$  predicts sustained holding, (H2) whether deteriorations in  $f(t)$  precede forced liquidation, and (H3) whether each component (coin-age, protocol rate, runway) adds incremental predictive power beyond balance and coin-age alone. A node-local implementation (Start9 + mempool.space) supports reproducibility without third-party dependencies, and a rolling-origin backtest with AUC/Brier comparisons and nested model tests (LR, AIC/BIC) provides an auditable validation path.

**Limitations and open questions.** The SSR term introduces modeling choices (e.g., floors, retirement horizon, treatment of contingent liabilities) that warrant sensitivity analysis. Coin-age can be confounded by UTXO management practices; robust value-weighting and address clustering are needed. Mechanical  $I(t)$  is well-defined, but its *economic* weight may vary by cohort and epoch; this suggests exploring time-varying or cohort-specific baselines ( $A_0, I_0$ ). Lastly, interpretability under extreme conditions (near-zero spending, abrupt income shocks) motivates guardrails and capped variants for production dashboards.

**Extensions.** Natural next steps include: discounting  $\text{BXS}(T)$  by explicit time preference; decomposing  $f(t)$  into permanent vs. transitory components via state-space models; cohort-level durability maps on the UTXO set; and policy applications (e.g., corporate treasury stress testing) where durability thresholds trigger risk actions. A standardized BXS reporting schema (with BTC-s and BTC-years views) would aid comparability across entities.

**Outlook.** If validated, durability-aware flow  $f(t)$  and its integrals  $S(T)$ ,  $\text{BXS}(T)$  provide a parsimonious, empirically testable lens on Bitcoin’s core phenomenon: the transport of past energy expenditure into durable, future claims. By measuring not only how much is held, but how credibly it will be *held through time*, the Bitcoin-Seconds framework offers actionable guidance for savers, treasuries, and researchers, and a foundation for a broader time-based economics rooted in verifiable on-chain data.

## Appendix A: Units and Dimensional Checks

$$[f] = \text{sats s}^{-1}, \quad [S] = \text{sats}, \quad [\text{BXS}] = \text{sats} \cdot \text{s}.$$

Each integration adds one factor of time, ensuring dimensional closure. Reporting BXS in BTC·yr or sats·yr improves readability.

## Appendix B: Edge Cases and Well-Posedness

- $t \rightarrow 0$ : use  $t \leftarrow \max\{t, t_{\min}\}$ .
- $\mu(t) \rightarrow 0$ : use  $\mu(t) \leftarrow \max\{\mu(t), \mu_{\min}\}$ . Interpret very small  $\mu$  as large runway; optionally cap SSR at  $\text{SSR}_{\max}$  in production dashboards.
- Negative SSR: retain as a signal of drawdown pressure.
- Baselines  $A_0, I_0$ : use rolling medians; sensitivity-test 90/180/360-day windows and per-epoch settings.

## Appendix C: Mechanical Form of $I(t)$

$$I(t) = \frac{\sigma(h(t))}{S(t)} \lambda(t), \quad I_k = \frac{\sigma_k}{S_k} \cdot \frac{1}{\tau_{\text{target}}}, \quad \tau_{\text{target}} = 600 \text{ s}.$$

Empirical cadence can deviate from target; smooth inter-block times to estimate a per-second  $I(t)$ .

# Addendum: Glossary, Worked Examples, and How-To

## A. Glossary of Symbols (units in brackets)

$i(t)$	income inflow [sats s <sup>-1</sup> ]
$\mu(t)$	spending outflow [sats s <sup>-1</sup> ]
$A(t)$	value-weighted coin age (HODLing strength) [s]
$A_0$	coin-age baseline (e.g., rolling median) [s]
$I(t)$	protocol expansion rate [s <sup>-1</sup> ]
$I_0$	expansion-rate baseline [s <sup>-1</sup> ]
$s(t)$	current holdings [sats]
$r$	retirement (forward) horizon [s]
$CP(t)$	cumulative CPI-weighted cost (optional) [sats]
$SSR(t)$	surplus-to-spending ratio [1]
$f(t)$	productive flow of durable claims [sats s <sup>-1</sup> ]
$S(T)$	cumulative durable claims [sats]
$BXS(T)$	Bitcoin-Seconds (time-weighted claims) [satss]
$BXS_{\text{core}}(T)$	baseline time-weighted wealth $\int_0^T W(t) dt$ [satss]
$W(t)$	wealth (balance) [sats]

### Definitions.

$$SSR(t) = \frac{s(t) + r i(t) - CP(t)}{\max\{t, t_{\min}\} \max\{\mu(t), \mu_{\min}\}}, \quad I(t) = \frac{\sigma(h(t))}{S(t)} \lambda(t),$$

$$f(t) = i(t) \cdot \frac{A(t)}{A_0} \cdot \frac{I(t)}{I_0} \cdot SSR(t), \quad S(T) = \int_0^T f(t) dt, \quad BXS(T) = \int_0^T S(t) dt.$$

## B. Worked Example 1: Satoshi-like Holder (orientation)

*Purpose: orders of magnitude; not a calibrated historical series.*

- Holdings:  $W \approx 9.68452 \times 10^{13}$  sats; horizon  $T \approx 4.0 \times 10^8$  s.
- Baselines:  $A_0 = 3.0 \times 10^7$  s;  $I_0 = 2.6 \times 10^{-10}$  s<sup>-1</sup>.
- Snapshot drivers (illustrative):  $A = 4.0 \times 10^8$  s;  $I = 3.0 \times 10^{-8}$  s<sup>-1</sup>;  $i = 1.0$  sats s<sup>-1</sup>;  $\mu = 1.0 \times 10^{-4}$  sats s<sup>-1</sup>;  $r = 2.0 \times 10^9$  s;  $CP = 0$ .

$$SSR \approx \frac{9.68452 \times 10^{13} + 2.0 \times 10^9}{(4.0 \times 10^8)(1.0 \times 10^{-4})} \approx 2.42 \times 10^9, \quad \frac{A}{A_0} \approx 13.33, \quad \frac{I}{I_0} \approx 115.4,$$

$$f(t) \approx 3.7 \times 10^{12} \text{ sats s}^{-1}, \quad S(T) \approx 1.5 \times 10^{21} \text{ sats}, \quad BXS(T) \approx 3.0 \times 10^{29} \text{ sats s}.$$

Baseline size-only persistence:

$$BXS_{\text{core}}(T) = W T \approx 3.87 \times 10^{22} \text{ sats s} \quad (\approx 1.23 \times 10^{15} \text{ sats yr}).$$

## C. Worked Example 2: Regular Stacker (relatable)

*Illustration only; orders of magnitude.* Alice dollar-cost-averages \$500 per month into Bitcoin for 24 months. Let  $i(t)$  denote her average BTC inflow converted to sats/s, and  $\mu(t)$  her spending rate.

**Month 1.**  $W \approx 5.0 \times 10^5$  sats,  $A \approx 1.3 \times 10^6$  s (15 days), SSR low  $\Rightarrow f(t)$  modest. **Month 12.**  $W \approx 6.0 \times 10^6$  sats,  $A \approx 1.6 \times 10^7$  s (180 days), SSR improving  $\Rightarrow f(t)$  rising. **Month 24.**  $W \approx 1.2 \times 10^7$  sats,  $A \approx 3.1 \times 10^7$  s (360 days), SSR strong  $\Rightarrow f(t)$  high.

Her balance  $W(t)$  grows roughly linearly with contributions, but durability-adjusted flow  $f(t)$  accelerates as she demonstrates HODLing behavior (higher  $A/A_0$ ) and builds runway (higher SSR). The integrated  $BXS(T)$  reflects *both* size and duration of claims;  $BXS_{\text{core}}(T) = \int W dt$  provides a size-only benchmark for comparison.



#### D. How-To (Start9 + mempool.space)

1. Compute  $I(t)$  mechanically: query  $\sigma, S, \lambda$  from your node; set  $I(t) = \sigma/S \cdot \lambda$ .
2. Derive wallet series:  $W(t)$ ,  $A(t)$  (value-weighted mean age),  $i(t)$ ,  $\mu(t)$ ;  $CP(t)$  optional.
3. Choose  $A_0, I_0$  baselines (rolling medians) and floors  $t_{\min}, \mu_{\min}$ .
4. Evaluate  $f(t)$  each block interval; integrate numerically for  $S(T)$  and  $BXS(T)$ .
5. Report both  $BXS_{\text{core}}$  (size-only) and durability-aware  $BXS$ .