

Summary

Phoenix Labs proposes the following changes to SparkLend grouped by individual polls:

1. [Mainnet+Gnosis] Turn off silo borrowing for all stablecoins
2. [Mainnet+Gnosis] IRM Refresh
3. [Mainnet] Update Morpho Vault Supply Caps
4. [Gnosis] Disable Governance Bridge Security Delay

Rational

[Mainnet+Gnosis] Turn off silo borrowing for all stablecoins

Silo borrowing is a bad user experience, and after discussion with the risk team it is not deemed to be necessary for stablecoins pegged to the underlying asset price.

Block Analitica will comment further on the risks.

[Mainnet+Gnosis] IRM Refresh

Various markets on Mainnet and Gnosis need IRM refreshes. This includes both stablecoin and ETH markets.

Block Analitica will provide all the parameters.

[Mainnet] Update Morpho Vault Supply Caps

Supply caps limit the facilitators ability to mint more DAI into the market. The sUSDe 91.5% vault has reached it's cap of 50m which can be extended.

Block Analitica will comment further on the risks.

[Gnosis] Turn off bridge security delay

Spark governance on Gnosis is under a 2 day delay in addition to the mainnet Maker Pause Proxy security delay. This is used to protect against bridge risk however, since Spark uses the canonical bridge for messaging there is no additional protection provided as any hack of the bridge will be able to steal all the assets as well.

It is recommended to lower this delay to 0 which also requires setting the minimum delay limit to 0 as well.