

Proposal: Distribution of DAO Revenue to ARB Token Holders

Objective: To distribute a portion of the accumulated revenue from the Arbitrum DAO to ARB token holders. This will align community incentives and give ARB a purpose beyond a “worthless governance token”.

Details:

- As stated in recent tweets from Arbitrum, the DAO has accumulated ~3,352 ETH in revenue from L2 base and surplus fees.
- The distribution of revenue will be proportional to the amount of ARB tokens delegated by each holder.
- The distribution can be triggered periodically in the future to ensure timely rewards for the community.

Benefits:

- Distributing DAO revenue to ARB token holders will align community incentives and create a more engaged and committed user base.
- This proposal will give ARB a purpose beyond a “worthless governance token”, as token holders will have a direct financial stake in the success of the network.

Implementation:

- The Arbitrum team will need to create a mechanism for distributing the revenue.
- The distribution can be triggered periodically by a smart contract to ensure timely and fair rewards for the community. ARB holders will need to claim.
- The community will need to be informed of the distribution mechanism and timeline to ensure transparency.
- Only delegated ARB tokens will be eligible to receive the revenue distribution.

Conclusion:

Distributing DAO revenue to ARB token holders is a logical next step for the network, as it aligns community incentives and gives ARB a purpose beyond a “worthless governance token”. This initiative sets Arbitrum apart from other ecosystems and showcases our commitment to creating a more equitable and prosperous network for all.