I would like to address an issue that may arise with the rewards from <u>@chaoslabs</u> following Season 3. As they have not yet provided a distribution of rewards, it is possible that feedback from this topic could assist them in making a decision that better aligns with traders' interests.

Problem

: The program has a planned reward pool in USD, but distributes them in dydx tokens. In previous periods, a 7-day TWAP price of the last 7 days of the season was used. If we were to use this formula now, there would be a substantial discrepancy, unfavorable to traders. The TWAP price is approximately \$3.03, while the actual token price at the time of writing this post is \$2.12; therefore, traders will receive ~30% less in rewards. I believe this is unacceptable. So many new traders onboarded this season I think they should have butter smooth experience, especially considering that the dYdX chain experienced a 9-hour outage.

Ideally, one should strive to ensure that the token price used in distribution roughly corresponds to the token price at the conclusion of voting.

I think it would be possible to always use a 5-day TWAP with the last date being the day before the proposal's publication date on the forum.