[ARFC] Reduce Reserve Factor on wstETH

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Summary

For further alignment with the upcoming Lido Alliance proposals, this proposal will reduce the reserve factor for wstETH to 5%.

Motivation

Aave and Lido have historically seen symbiotic growth, with stETH being one of the premier collaterals on Aave and leveraged staking being one of the most profitable use cases for both Aave DAO and Lido users.

As part of the recently passed TEMP CHECK proposal to create an isolated instance for wstETH borrowers, a number of other parameter changes were proposed to align Lido and Aave.

This proposal implements the agreed reserve factor change for wstETH to 5%.

Specification

On all networks, change wstETH Reserve Factor to 5%.

Disclaimer

The ACI is not presenting this ARFC on behalf of any third party and is not compensated for creating this ARFC.

Next Steps

1. If consensus is reached on this [ARFC], escalate this proposal to the Snapshot stage.

2. If the ARFC snapshot outcome is YAE, publish an AIP vote for final confirmation and enforcement of the proposal.

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