

title: [ARFC] Funding Update

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created: 2024-02-19

Summary

This publication mainly proposes consolidating DAO assets in preparation of foreseeable DAO expenses. There are additional small treasury management actions included in this proposal for house-keeping.

Motivation

In preparation for the upcoming launch of the Merit program and the expected renewal of DAO service providers, this proposal intends to:

- Consolidate the DAOs smaller holdings to GHO
- Swap larger stablecoins holdings for GHO
- Replenish the stablecoins Reserves in Aave v3
- Migrate funds from Aave v2 to v3
- Bridge funds from Polygon to Mainnet

To reduce governance burden, this proposal also includes withdrawing BAL and CRV from mainnet Aave v3 and v2, as well as withdrawing and bridging them from Polygon Aave v3 to Ethereum. All the BAL and CRV included in this proposal will then be transferred to the Aave Liquidity Committee (ALC) for its future allocation on behalf of the DAO.

In addition to the above, this proposal seeks to enable [@karpatkey_TokenLogic](#) to submit proposals via the Direct-to-AIP process which include actions similar to the above:

- Consolidate treasury holdings to GHO
- Migrate funds from v2 to v3 deployments
- Move funds from Polygon to Ethereum

Specification

The table below summarises the tasks to be performed by this proposal:

Part A

Part A, or the first AIP resulting from this proposal seeks alignment to perform the following actions:

Withdraw & Swap to GHO

Migrate ETH v2 to v3

Polygon to ETH

aEthLUSD (All-1)

awBTC (All-1)

aPolwETH (All-1)

aEthUSDC (1.25M)

awETH (All-1)

aPoIDAI (All-1)

aEthUSDT (1.5M)

aUSDC (300k)

aPolBAL (All-1)

LUSD (All)

aPolCRV (All-1)

aLUSD (All-1)

aBUSD (50k)

aTUSD (All-1)

aFRAX (All-1)

aUSDT (200k)

aDAI (All-1)

aDPI (All-1)

Withdraw aCRV, aEthCRV, aBAL and aEthBAL and transfer BAL and CRV to ALC SAFE.

Enable [@karpatkey_Tokenlogic](#) so submit funding proposals consisting of the following via the Direct-to-AIP process:

1. Consolidate the treasury to GHO
2. Migrate funds from v2 to v3 on respective networks
3. Move funds from Polygon to Ethereum

Part B

As part of the second AIP resulting from this ARFC, the following actions are included:

Transfer ALC

Deposit ETH v3

Swap to GHO

BAL

ETH (All-1)

aBUSD

CRV

DAI (All)

Withdraw and swap remaining BUSD from Aave v2 (assuming there is enough on-chain liquidity)

ALC SAFE:0x205e795336610f5131Be52F09218AF19f0f3eC60

Disclosure

TokenLogic and karpatkey receive no payment for this proposal. TokenLogic and karpatkey are both delegates within the Aave community.

Next Steps

1. Gather feedback from the community and risk service providers.
2. If consensus is reached on this ARFC, escalate this proposal to the Snapshot stage.
3. If Snapshot outcome is YAE, escalate this proposal to AIP stage

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