Title

– Proposal: [Non-consitutional] Allow the PL-ARB Grant Safety Multisig to trade ARB for sequencer fee ETH

Abstract

- The PL-ARB Grants Safety Multisig is a DAO-owned multisig managed by Plurality Labs. Instead of spending ARB to payout grants, we would like to pay out grants in ETH to avoid price pressure from grant payments.

Motivation

- The desire to do what is best for the community. If we could do this prior to the Thank ARB and upcoming Gitcoin rounds going out, it could save the community thousands or even hundreds of thousands of $ value.

It would also be a huge step forward to the ecosystem to begin awarding ARB to those who are likely to use it for governance and pay in ETH to those who will likely exchange it. Another benefit is a potential move to a sustainable model for ecosystem grants coming from revenue.

Rationale

- Many communities struggle with the negative effects of grant emmissions on their treasury. We are in the lucky position where sequencer fees provide ETH which is controlled by the DAO. In the long term, we would love to see a continuous supply of ETH being used to pay for builders on the protocol while ARB is awarded for things like meaningful governance contributions, delegate pay, and growth incentives. There is much to be explored!

For now, Plurality Labs can start this trend by using ARB to reward meaningful governance participation via our ThankARB campaign and a retrofunding round further in our milestone 1.

Specifications

- A swap would be created to exchange 2.5 million ARB from the PL-ARB Grants Safety Multisig to ETH at current market value when the swap happens. (This would be included on a tally vote only after passing a temp check)

Steps to Implement

- Details to be provided upon temp check approval

Timeline

- This would be done as soon as a Tally vote could pass

Overall Cost

- This would only cost the amount of gas to execute the transaction. (And votes!)

This would likely save the DAO thousands to hundreds of thousands of $ value.