

NFT Governance Experiment 1

Project Brief

Summary

- Create an NFT contract where
 - Contract is ownable
 - Contract owner can mint to specific addresses
 - Contract owner can burn any NFT
 - Tokens cannot be transferred once minted
- For implementation with the main DAO:
 - Create one of these NFT contracts and make the Rarible multisig the owner
 - ~~— create a snapshot strategy that gives 50% weight to an ERC20 and 50% weight to holders of one of these NFT~~
 - Add this NT as the voting NFT of the main Rarible DAO snapshot
- For R Group:
 - Create one of these NFT contracts and make the R Group multisig the owner
 - Add this NFT as the voting NFT for our Snapshot
 - Make this approach available to all working groups if they want to use it

Rationale

The current system, raw token voting, is 1) plutocratic (i.e. dominated by financial stakeholders), 2) vulnerable to vote-selling, and 3) vulnerable to low participation / voter apathy. In the future, I think we want to:

- **Represent non-financial stakeholders:** increase governance representation for important non-financial stakeholders like users, creators, and builders
- **Mitigate vote-selling:** make it difficult for people who hold voting power to sell it to the highest bidder
- **Mitigate voter apathy:** represent people accurately without requiring them to spend long hours engaging with governance
- Maintain RARI importance: though these designs move away from pure coin voting, RARI token should still play a key role

Since we don't want to try to solve every problem at once, this proposal aims to push forward only the first two points: representing non-financial stakeholders and mitigating vote-selling, both of which it does by including owners of non-transferable NFTs as co-governors of the DAO.

Requirements

Specification

Future Governance Experiment Directions

- **Represent non-financial stakeholders**
 - Scalable ways to distribute membership NFTs (merkle drops? Merkle “burns”?)
- **Mitigate vote-selling**
 - Hy
- **Mitigate voter apathy**
 - When staking RARI, stakers can also delegate voting power (delegation for everyone!)
- **Maintain RARI importance**
 - Voting NFT holders must also have a small amount of RARI staked towards their NFT in order to have voting power