

# The Phases



The plan to create [land-based capitalism](#) has been divided into 3 phases since early versions of AFFEERCE. However, the definition of those phases has changed with each version (and even between versions), so even if you think you know the phases, it is best to review the semantics of the three version 6.0 phases.

## Phase I

1. A U.S. dollar [land account](#) funds [ABC ram and jam](#) purchases of land into the [ABC Commons Trust](#).
2. The 75% [net rent](#) directed to the legal benefit is split in half with 37.5% funding the land account and 37.5% sequestered into the Earth Dividend Subsidy Fund ([EDSF](#)).
3. The only Phase I commons trust is the ABC Commons Trust and only when the ABC is in Phase I.
4. Revaluations of the [VIP\\$](#) are not allowed in Phase I.

## Phase II

1. Only VIP\$ are used to purchase land into a [Phase II commons trust](#).
2. A Phase II commons trust is created in any community that meets the following criteria:
  - A. At least 2/3 of the land in the jurisdiction is in the ABC Commons Trust.
  - B. At least 2/3 of the population lives on ABC Commons Trust land.
  - C. The population of the jurisdiction is at least 100,000.
3. The ABC Commons Trust goes from Phase I to Phase II if ALL of the following conditions are met:
  - A. There is an insufficient supply of available land to keep the VIP\$ below 200% of peg. Remember, revaluations are not allowed in Phase I.
  - B. There are no logistical impediments to land purchase.
  - C. There is a sufficient quantity and quality of commons trust land to provide food and housing for the entire world's population. This is at least 15% of the world's land value (about \$32 trillion in 2018 dollars). The

examples below use [the projected \\$85.9 trillion worth of land purchased into the commons trust](#).

4. Only original residents of a Phase II dominion (residents on the day Phase II became official) are eligible for free (nominal) [Earth Dividends](#).
5. Free Earth Dividends for residents of [Phase II dominions](#) are supplied in [Earth Dividend auction lotteries](#) by either the ABC Commons Trust, or the Phase II commons trust for that dominion.
6. The 75% net rent legal benefit fund of the ABC Commons Trust is split – with one part funding free Earth Dividend lotteries for residents of Phase II commons trusts, and the other part funding Earth Dividend auction lotteries for anyone in the world. The manner in which the fund is split, and maximum bid for auction lotteries are reset daily by the [VIP Treasury](#).
7. The Treasury [revalues the VIP\\$](#) to maintain a market discount at 99% of [peg](#).
8. The goal of Phase II is [VIP\\$ hyperdeflation](#).

### **Phase III**

1. Phase III happens beyond the VIP\$ hyperdeflation event horizon.
2. Hyperdeflation and Phase III will not end until the majority of the world's nations and populations have [federated](#).
3. All people who are original residents of federated nations are awarded an Earth Dividend.
4. [Infrastructure reimbursement](#) and [intellectual property royalties](#) might not completely counter [deflation](#), if major industrialized countries remain unfederated.
5. Absent [Worldwide Federation](#), there will always be deflation relative to non-federated countries.