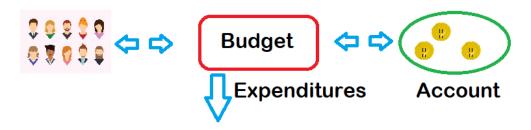
VIP Enforced Budgets

Corruption, fraud, and waste have always seriously threatened the taxpayer's dime. The <u>AFFEERCE</u> revolution eliminates not only government-imposed taxation but also government corruption, government fraud, and government waste. The cop who keeps everything kosher is the <u>Elsie Toolkit</u>, the same system that manages <u>Elsie</u>.

A budget is a "smart" document associated with one or more <u>VIP identities</u> and a single Elsie account.



The people behind the identities approve, modify, or delete the budget or make expenditures from the budget. Approve, modify, delete, and spend are access rights that define the relationship between each identity and the budget.

The four concepts, approval, modification, deletion, and spending, are associated with a quantifier: all, one, two, majority, super-majority, plurality, or super-plurality.

For instance, if eleven people have "approval access rights" and the quantifier is majority, six people must approve for the budget to be approved. For a quantifier of super-majority (2/3 rounded up), eight people must agree for the funding to be approved.

Generally, the quantifier is one or two for spending access. Once approved, the budget can be modified by the appropriate quantifier of those with modification access. A disposition must also be specified for any funds remaining in the budget's account to delete a budget.

An undo action can be performed by the same group and quantifier of people who completed the original action, provided no goods have been purchased in the interim and sufficient funds are in the disposition account to replenish a deleted account.

For example, level-3 <u>cellular councils</u> have, on average, 11 members. A supermajority is required to approve or delete a budget, while a super-plurality (with a quorum) is required to modify a budget. Level-3 personnel with spend access rights can use the funding to make expenditures. All budget transactions are public, and constituents are alerted for approvals, modifications, and deletions.

In another example, <u>commons trust charters</u> allow a super-plurality of the people in a <u>dominion</u> the right to approve a budget funded with a <u>consumption tax</u> on Elsie purchases from non-<u>Earth-Dividend</u> accounts.

Once all budgeted purchases are made, the tax disappears with the sunset. Consumption tax budgets will typically be written and approved by the dominion's <u>cellular council</u> before ratification by a dominion's voters. The package to be voted on will include who has modification, deletion, and spending access rights.

Line items are only allowed for quantifiable labor and materials. A generic services or salaries category is illegal for cellular government revenue from the Earth Dividend and super-plurality-approved taxation. They are also not allowed in the budgeting of citizen investor loans. See the module <u>Budgets and Services</u> to learn how the government and startups can handle variable expenses.

Budgets are composed of line items. Each line item consists of a quantity authorized, item size, amount purchased, and <u>product code(s)</u>. Generic product code is given if the brand is optional. Both generic and specific are mentioned if a brand is preferred. Only the particular product code is given if the brand is required.

Product description(s) will be filled out from the product code databases. Price and vendor are only included if a vendor has guaranteed a price for future purchases below the average market price.

Budget Account: B89761-575-00634 - 6th Grade Graduation Dinner

| 80 | 10.75 | 4 | FDA38BEE27, | Canned Tomato | Campbell's | Costco | \$0.75 |
|------|-------|---|-------------|----------------|------------|---------|--------|
| cans | oz | | UPC05101108 | Soup | Tomato | 2002 | |
| | | | | (Concentrated) | Soup | N. Neil | |

12/06/29 2:27 PM 3 cans Great Value Tomato Condensed Soup 10.75 oz, \$2.28 total, \$0.76/can. UPC078742371573 at Walmart, 2610 N. Prospect Ave. Champaign IL (ACCT: M07874-427) by John Simmons, Champaign, (05/14/04)

12/06/29 2:28 PM 1 can Great Value Tomato Condensed Soup 10.75 oz, \$0.76 total, \$0.76/can. UPC078742371573 at Walmart, 2610 N. Prospect Ave. Champaign IL (ACCT: M07874-427) by Mary Rothquest, Champaign (12/20/04)

This budgeted line item authorizes the purchase of 80 10.75 oz. cans of tomato soup, with Campbell's Tomato Soup, preferred. The generic is identified by the FDA product ID 38BEE27, and the preferred product by UPC 05101108. Costco has promised the soup at 75 cents a can. Line items will contain other detail fields not shown, as specified in the business plan.

All transactions are displayed under the line item. This is the record of the four cans already purchased, three by John and one by Mary, a minute later at the local Walmart. No reasons for these purchases were given in the transactions; perhaps a teacher and their significant other were experimenting with a dinner recipe.