# Tokenomics

White House Token (WHT) is designed to mirror the dynamics of the U.S. national debt, deficit, or surplus. The tokenomics ensure a direct correlation between the token supply and fiscal changes, achieved through **supply adjustments** (coin burns and supply increases).

### Token Supply

- **Dynamic Supply Adjustment**: The total supply of WHT adjusts in real time to reflect changes in the U.S. national debt.
  - **Supply Increase**: If the national debt increases, new tokens are minted to maintain parity with the updated debt level.
  - **Coin Burn**: If the national debt decreases, tokens are burned to reduce the supply proportionally.
- Deficit and Surplus Tracking:
  - When a federal budget deficit occurs (expenses exceed revenue), the supply of WHT increases proportionally to the deficit amount.
  - In the rare case of a surplus, tokens are burned to reflect the reduction in total debt.

### **Token Representation**

- **Debt-to-Token Ratio**: Each token represents a fixed dollar amount of the national debt (e.g., 1 WHT = \$1,000 of debt). This ratio dynamically adjusts to maintain parity as the debt fluctuates.
- **Deficit or Surplus Indicators**: Tokens minted or burned will include metadata to reflect the reason for supply changes (e.g., "Deficit Year X" or "Surplus Adjustment").

#### Utility

- 1. **Real-Time Debt Mirror**: WHT's supply reflects the most current debt and deficit data, making it a unique, real-time economic metric.
- 2. **Incentives for Holding**: Token holders benefit from potential scarcity during surplus periods (via coin burns) or increased liquidity during debt growth.
- 3. Educational Purpose: The burning and minting mechanisms serve as a live demonstration of how fiscal policies affect national debt.

# Supply Adjustment Mechanism

To implement these dynamic supply adjustments, WHT leverages smart contract automation:

# 1. Minting:

 Smart contracts mint new tokens whenever national debt increases or a budget deficit is announced. • The additional tokens are automatically distributed within the ecosystem or reserved in a treasury for later use.

### 2. Burning:

- When debt levels decrease or a budget surplus is achieved, smart contracts trigger token burns to reduce the supply proportionally.
- Burns occur transparently, with transaction records visible on the blockchain for verification.

### 3. Data Integration:

- Debt and deficit data are pulled from trusted government sources via blockchain oracles (e.g., Chainlink).
- $\circ$   $\;$  Automatic updates occur daily or as new fiscal reports are released.

### Impact of Dynamic Supply

- 1. **Transparency and Accountability**: The token's supply reflects real fiscal conditions, encouraging public scrutiny of government debt management.
- 2. **Market Dynamics**: Supply changes create opportunities for speculative trading based on expected debt trends, fostering active participation in the WHT ecosystem.
- 3. **Educational Insights**: Coin burns during surpluses provide a tangible representation of fiscal responsibility, incentivizing awareness of government spending policies.

#### Conclusion

White House Token (WHT) introduces a unique, blockchain-powered solution to track and visualize national debt, deficit, and surplus. By incorporating supply adjustments through minting and burning, WHT aligns its ecosystem with real-world fiscal changes, providing unparalleled transparency and accountability. This feature not only enhances the token's utility but also fosters a more informed and engaged global community.