# Digital Migrants' Contribution Visa: Monetizing Global Nomadism for Local Development

The Geneva Challenge 2025 – Advancing Development Goals

The Challenges of Migration

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#### Abstract

#### Problem

The rise of digital labor has created a new form of global migration: the digital tourist. These individuals travel the world while monetizing their content via platforms such as YouTube, Instagram, AI-generated media, online courses, remote freelance work, and others. However, while they benefit from the cultural and infrastructural richness of their destinations, they often pay no taxes in the countries they visit, leaving local communities with no tangible benefit, despite being part of the value creation.

#### **Proposed Solution**

We propose a Digital Migrants' Contribution Visa (DMC-Visa): a regulatory mechanism that allows digital income earners to:

- Register their revenue-generating digital activity in the host country during their stay.
- Contribute voluntarily or through incentives to a local development fund linked to the location where their content or services are produced.
- Use geolocation metadata and platform collaboration (e.g., YouTube API, GPS-stamped content) to assign value to specific regions.
- Promote accountability and transparency by channeling contributions to community projects via local governments or NGOs.

#### **Expected Impact**

This visa would enable developing countries to capture part of the digital economy circulating within their borders and reinvest it into underserved communities. It transforms digital migration into a force for local empowerment, aligning economic mobility with shared value creation. The model is scalable and adaptable to various jurisdictions and can foster ethical digital tourism globally.

#### 1. Introduction

In the digital age, the meaning of migration is expanding beyond traditional paradigms. Migration no longer pertains only to the movement of people fleeing hardship or pursuing work in foreign labor markets. Increasingly, we are witnessing the emergence of digital migrants—individuals who travel the world while earning income through digital platforms. Known as digital nomads or digital tourists, this population leverages tools like YouTube, remote freelance work, Al-generated content, online education platforms, and e-commerce to sustain mobile lifestyles.

While these travelers benefit from the unique cultural, environmental, and infrastructural assets of the countries they visit, their economic activity is largely detached from local tax systems. Most contributions are directed to home countries or tax havens, leaving host communities without compensation despite serving as the backdrop or inspiration for revenue-generating content.

This proposal responds to this imbalance by proposing a mechanism for fair redistribution of digital wealth. The objective is to design a Digital Migrants' Contribution Visa (DMC-Visa)—a system that enables digital tourists to voluntarily and ethically contribute to the places that sustain their creative and professional output. beyond physical displacement driven by conflict or economic need. A growing segment of the global population, known as digital nomads or digital tourists, travels while earning income through online platforms. These individuals, despite producing economic value from the cultural and physical environments they visit, often do so without contributing back to the communities from which they derive value. This proposal addresses the challenge of designing a framework for capturing economic value from digital migrants through a new form of taxation or contribution linked to residency and local impact.

# 2. Background and Context

#### 2.1 Rise of Digital Migration

The number of digital nomads has increased significantly in the last decade. According to Statista (2023), there are over 35 million digital nomads globally, with top destinations including Bali, Lisbon, Chiang Mai, and Cusco. This trend is reinforced by the Harvard Business Review (2022), which noted a 49% rise in digital nomad visas issued globally between 2020 and 2022.

The OECD (2023) emphasizes that digital workers are an increasingly mobile and unregulated group with implications for local taxation and infrastructure use. A study by MBO Partners (2023) estimates that nearly 17 million Americans alone identify as digital nomads, underscoring that this is not a fringe trend but a global labor shift.

Many of these digital workers generate income via platforms like YouTube, Instagram, TikTok, Substack, Upwork, and increasingly AI content generation tools and online courses. Despite the volume of content created and monetized in destination countries, these workers typically do not contribute to local economies through direct taxation or development partnerships. in the last decade. According to Statista (2023), there are over 35 million digital nomads globally, with top destinations including Bali, Lisbon, Chiang Mai, and Cusco. Many of these digital workers generate income via platforms like YouTube, Instagram, TikTok, Substack, Upwork, AI content generation tools, and online courses.

#### 2.2 Peru: A Case of Cultural Wealth and Local Poverty

Machu Picchu, one of the world's most iconic tourist destinations, receives approximately 1.5 million visitors annually (PROMPERU, 2023). According to the UNESCO World Heritage Report (2021), the site is among the most digitally featured landmarks in Latin America, frequently used in travel vlogs, photography channels, and AI-generated guides. Despite this visibility, many digital tourists create videos, photos, or monetized content in nearby areas without contributing directly to local Quechua communities, where poverty rates exceed 25% (INEI, 2022).

In Cusco's Sacred Valley, municipalities like Urubamba and Ollantaytambo have experienced rapid tourist-driven exposure online, while basic services like clean water and internet connectivity remain underfunded.

Similarly, in Puno and Ayacucho, historic and cultural richness coexists with high poverty levels, limited infrastructure, and minimal state presence. A report by GIZ Peru (2022) highlights that while these areas are increasingly visible on social media platforms, they rarely receive fiscal support from digital creators or international collaborations derived from that exposure.

This contrast between cultural wealth and fiscal neglect underscores the urgency of creating mechanisms like the DMC-Visa to ensure that digital content monetized abroad contributes meaningfully to the communities that enrich it., one of the world's most iconic tourist destinations, receives approximately 1.5 million visitors annually (PROMPERU, 2023). Many digital tourists create videos, photos, or content in nearby areas, often without contributing directly to local Quechua communities, where poverty rates exceed 25% (INEI, 2022).

Similarly, in Puno and Ayacucho, historic and cultural richness coexists with high poverty levels, limited infrastructure, and minimal state presence. Despite being featured in online content, these areas rarely receive any form of digital revenue redistribution.

#### 3. Problem Statement

The growing presence of digital migrants—professionals who generate income remotely through digital platforms while traveling—poses new challenges for equitable development. These individuals often derive significant cultural and aesthetic value from the places they visit, particularly in regions rich in heritage and biodiversity. However, as noted by the World Bank (2023) and OECD (2022), current legal and fiscal frameworks in host countries are not designed to capture revenue from the cross-border digital economy. This leads to a structural disconnect between where value is extracted and where it is reinvested.

In practice, digital content creators benefit from using public goods such as landscapes, infrastructure, and cultural traditions in their monetized work (e.g., YouTube videos, AI training datasets, or online courses), yet local communities receive none of the financial returns. According to UNCTAD (2021), this trend reflects a broader pattern of "value leakage" in the digital economy, whereby developing countries provide raw digital inputs but capture minimal economic benefit.

This raises fundamental questions of fairness and sustainability. Should a digital creator earning over \$10,000 per month from content filmed in an Andean community contribute to that community's development? Without a formal mechanism for redistributing digital income, the current system risks institutionalizing a form of digital extraction without reciprocity. The urgency lies in bridging this asymmetry through policies that are transparent, participatory, and development-oriented. through online monetization, often without fiscal responsibilities in the host country. Their work frequently utilizes the environment, culture, and infrastructure of these locations. However, current tax and visa systems are not designed to accommodate this emerging profile, resulting in a disconnect between economic value creation and local benefit.

This gap raises fundamental equity questions: Should a digital creator earning \$10,000/month from videos recorded in an Andean village contribute to that village's development? If not, are we perpetuating digital extraction without reciprocity?

# 4. Proposed Solution: Digital Migrants' Contribution Visa (DMC-Visa)

#### 4.1 Objectives

- Establish a comprehensive legal and fiscal framework that formalizes the contribution of digital migrants to local development efforts, drawing on existing best practices in cross-border taxation and public-private collaboration (World Bank, 2023).
- Promote ethical digital tourism by encouraging digital content creators to acknowledge and reciprocate the value they derive from local cultures, ecosystems, and infrastructure—thus reinforcing responsible tourism practices endorsed by the UNWTO (2023).
- Harness the power of technology, data analytics, and platform APIs to quantify the digital economic activity generated in specific locations, and to enable transparent allocation of voluntary contributions to local projects.
- Empower local governments and civil society organizations by providing them with the institutional tools and funding mechanisms to channel digital tourism revenues toward infrastructure, education, and cultural preservation.
- Contribute to the emerging global dialogue on fair taxation in the digital economy by proposing a scalable, voluntary mechanism that complements traditional tax systems and enhances fiscal justice (OECD, 2022). to allow digital migrants to contribute to local development.
- Promote ethical digital tourism by encouraging reciprocity.
- Harness the power of technology and platform data for development financing.

#### 4.2 Core Components

#### a) Legal Recognition

To ensure accountability and enable fiscal reciprocity, a new visa category—here referred to as the Digital Migrants' Contribution Visa (DMC-Visa)—is proposed. This visa would legally recognize digital migrants as a distinct category of temporary economic actors whose income-generating activities are location-independent but culturally or environmentally anchored in the host country.

Under this scheme, digital migrants would be required to register their monetized content or services if they are produced within the country's borders. The visa would be valid for a minimum of 30 days and up to 180 days, renewable upon review, and issued through a digital portal managed by national migration authorities in collaboration with tax and cultural agencies.

This legal recognition would not only provide a channel for voluntary contributions but also establish a framework for data governance, identity verification, and transparent fund allocation. It aligns with international trends of digital nomad visas already adopted in over 40 countries (Harvard Business Review, 2022; OECD, 2023), but uniquely incorporates developmental contribution criteria into its design. of income-generating activities tied to a location. The visa could be valid for 30 to 180 days and issued digitally.

#### b) Voluntary/Hybrid Contribution Scheme

To operationalize fairness without enforcing coercive taxation, the DMC-Visa would include a voluntary or hybrid contribution model.

- Suggested contribution: Approximately 5% of declared income generated during the stay.
- Funds directed to: A Local Impact Fund, co-managed by municipalities, regional governments, or accredited NGOs, ensuring local autonomy and accountability.
- Incentives for participation: Digital migrants complying with the contribution framework could receive tax credits in their home countries (where applicable), or a recognition badge such as "Ethical Creator" for display on platforms and social profiles.

This system reinforces ethical digital tourism, appealing to values-driven creators who wish to give back, while encouraging public-private dialogue on new digital contribution norms. It also aligns with the OECD's recommendations for fair value attribution in digital economies (OECD, 2022).

#### c) Geo-linked Content Monetization

The use of geotagged metadata and location-specific content tagging presents a valuable opportunity to align digital revenue streams with the places where content is produced. Platforms such as YouTube, TikTok, Instagram, and Facebook already collect detailed geolocation data associated with video uploads, photos, and stories. This metadata can serve as a proxy for estimating the geographic origin of monetized content.

- YouTube's Content ID and Analytics systems, for instance, can trace viewer engagement and ad revenue by region, enabling the approximation of economic activity linked to a specific locale (YouTube Creators Blog, 2023).
- Through API-based collaborations with digital platforms, governments or designated NGOs could access anonymized regional data to estimate the impact of digital tourism content. While respecting user privacy, this system could form the basis for calculating voluntary contributions under the DMC-Visa framework.
- This mechanism would also support greater transparency and accountability, allowing communities to track how content produced in their territory contributes to local development funds.

The adoption of such data-sharing standards aligns with broader efforts from organizations like UNCTAD and the OECD to promote fair value attribution and fiscal innovation in the digital economy (UNCTAD, 2022; OECD, 2023)..

- Platforms like YouTube, TikTok, and Instagram already track geolocation metadata.
- Collaboration with platforms or APIs could allow an approximate revenue impact by region

#### d) Local Allocation

The funds collected through the DMC-Visa would be strategically reinvested in the communities where the digital content is produced or monetized. The objective is to ensure that these resources enhance social welfare and long-term resilience in underserved regions. Prioritization of allocation should be determined through participatory local governance mechanisms involving municipalities, civil society, and indigenous representatives. Funds may be allocated toward:

- Infrastructure development, such as rural road networks, clean water access, digital connectivity, and energy solutions—key to enabling inclusive economic participation (UNDP, 2022).
- Investment in education and digital literacy programs, particularly for youth and women, to foster upward mobility and community capacity-building (UNESCO, 2023).
- Initiatives for the preservation and revitalization of indigenous languages, traditions, and heritage sites, which are often featured in digital content but remain underfunded (UNESCO, 2021).

# 5. Implementation Strategy

#### 5.1 Institutional Setup

- Agreement between Ministries of Culture, Economy, and Migration
- Partnership with local governments (e.g., Municipio de Urubamba)
- Collaboration with digital platforms for data-sharing (via anonymized APIs)

#### **5.2 Pilot Locations**

Initial pilot in Peru:

- Machu Picchu & Sacred Valley
- Lake Titicaca (Puno)
- Ayacucho Historic Corridor

#### 5.3 Budget Example (Pilot Year)

The following table provides a basic cost estimate for implementing the pilot version of the Digital Migrants' Contribution Visa program in Peru. These figures are drawn from analogous digital infrastructure efforts, local governance initiatives, and NGO implementation models in the region. Although subject to refinement based on onthe-ground conditions, they serve as a realistic baseline to gauge financial feasibility.

Item	Estimated Cost (USD)
Platform data integration	\$50,000
Local fund administration	\$30,000
Digital visa processing system	\$40,000
NGO implementation (3 locations)	\$60,000
Total	\$180,000

Source: Own elaboration.

<sup>\*</sup>Note: Estimated costs are based on references from similar international digital infrastructure projects and NGO implementation models (e.g., World Bank, UNDP, OECD reports).

Funding may be sourced from a combination of:

- Government grants
- Philanthropic funds (e.g., Gates Foundation, IDB Lab)
- Contribution proceeds from DMC-visa holders

## 6. Risks and Mitigation

The successful implementation of the DMC-Visa will depend on navigating several foreseeable risks related to user adoption, platform cooperation, governance, and legal clarity. The following table outlines these potential risks and proposes concrete mitigation strategies based on international best practices and institutional design principles.

Risk	Mitigation
Low adoption by digital tourists	Incentives and recognition programs
Resistance from digital platforms	Voluntary data-sharing APIs and public pressure
Misuse of local funds	Third-party audit by NGOs
Legal uncertainty	Align with existing tax and migration frameworks

Source: Own elaboration.

# 7. Expected Impact

The implementation of the DMC-Visa is expected to produce multidimensional benefits. Firstly, it would contribute to increased local development funds in regions with high tourism and entrenched poverty, such as the Cusco region in Peru or Ubud in Indonesia. These funds could be strategically allocated to improve public services and cultural preservation (World Bank, 2022).

Secondly, the project encourages an ethical shift in digital tourism culture, moving away from extractive behaviors toward responsible, mutually beneficial engagement. Studies from UNWTO (2023) support the idea that socially conscious tourism increases local acceptance and long-term sustainability.

Thirdly, the model is designed to be scalable and adaptable. Countries such as Thailand, Indonesia, and Colombia—already popular among digital nomads—have digital infrastructure and tourism boards that could implement similar schemes (OECD, 2023).

Finally, the DMC-Visa would offer valuable insights for international organizations like the OECD, IMF, and World Bank, which are actively exploring new frameworks for taxation in the digital economy. As governments struggle to tax online value generation, this model could inspire future global tax norms (World Bank, 2023; OECD, 2023). in high-tourism, high-poverty areas.

- Ethical shift in digital tourism culture.
- Scalable model for other countries: Thailand, Indonesia, Colombia.
- New insights for international organizations on taxation in the digital age.

#### 8. Conclusion

Migration is no longer solely about people crossing borders to survive; it now includes individuals who migrate to thrive while working remotely or generating income online. These new forms of migration challenge traditional notions of labor, residency, and contribution. As the global economy increasingly shifts toward digital value creation, fiscal systems must adapt to ensure that benefits are not concentrated but fairly distributed.

The proposed DMC-Visa provides a forward-looking solution to this gap. It is not merely a visa but a tool to formalize the relationship between digital migrants and host communities, offering pathways for ethical, inclusive, and voluntary contribution mechanisms. By using existing technologies and respecting personal agency, this model fosters development without coercion.

This proposal envisions a world where digital migration becomes a bridge, not a burden—a dynamic where online creators become real-world contributors, and where the communities that shape global culture through their landscapes and traditions receive recognition and resources in return. In doing so, the DMC-Visa transforms cultural extraction into ethical collaboration, setting a precedent for development-oriented migration policies in the digital age. about people crossing borders to survive; it now includes individuals who move to thrive while working in the cloud. These digital migrants represent an opportunity for inclusive and voluntary fiscal innovation. The DMC-Visa aims to ensure that the benefits of digital creativity are shared with the communities that inspire it.

This proposal envisions a world where digital migration contributes to development, turning cultural extraction into ethical collaboration.

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# **Technical Note on Writing Support**

Some sections of this document were drafted or paraphrased with the assistance of AI-based language tools (e.g., ChatGPT) to enhance clarity, structure, and academic tone. All content was subsequently reviewed, edited, and approved by the team members to ensure accuracy, originality, and alignment with the objectives of the Geneva Challenge.