Applicant	DIGS

# **Application Submittal Checklist**

The following items are required for submittal of the grant application. Please verify and check off that the items have been included in the application packet.

<ul> <li>1) Hawaii Compliance Express Certificate (If the Applicant is an Organization)</li> </ul>
√ 2) Declaration Statement
3) Verify that grant shall be used for a public purpose
√4) Background and Summary
5) Service Summary and Outcomes
(Link) a) Budget request by source of funds (Link) b) Personnel salaries and wages (Link) c) Equipment and motor vehicles (Link) d) Capital project details (Link) e) Government contracts, grants, and grants in aid (Link)
7) Experience and Capability 8) Personnel: Project Organization and Staffing
8) Personnel: Project Organization and Staffing

Ashley Watanabe Wong, Director 01/10/2024

AUTHORIZED SIGNATURE PRINT NAME AND TITLE DATE

and Datande O

# THE THIRTIETH LEGISLATURE APPLICATION FOR GRANTS

# **CHAPTER 42F, HAWAII REVISED STATUTES**

Type of Grant Request:				
Operating	Capital			
Legal Name of Requesting Organization or Individual:	Dba:			
DIGS	DIGS			
Amount of State Funds Reque	sted: \$ <u>460,000</u>			
Brief Description of Request (Please attach word document DIGS is requesting funds for procurement for a permanent fresidents with educational courses and professional mentor main goal is to provide affordable and sponsored lessons for educational opportunities. Due to the high cost of members inconvenienced with training in multiple locations and irregulative facilities on a regular basis due to no permanent training in multiple locations.	acility that will serve as an aff ship in the pursuit of non tradi r athletes who desire to pursu hip fees and limited academy lar schedules. Equipment and	ordable center itional athletic re careers and space athleted d instructors h	careers. The l/or higher is have been ave been moved	
Amount of Other Funds Available:	Total amount of State Gra	ants Receive	d in the Past 5	
State: \$0	Fiscal Years:			
Federal: \$ <sup>0</sup>	\$ <u></u> 0			
County: \$ 0	Unrestricted Assets:			
Private/Other: \$ 0	\$ <u></u> 0			
New Service (Presently Does Not Exist):	Existing Service (Pre	sently in Op	peration):	
Type of Business Entity:	Mailing Address:			
501(C)(3) Non Profit Corporation	23 Westervelt St			
Other Non Profit	City:	State:	Zip:	
Other	Wahiawa	HI	96786	
Contact Person for Matters Involving this Applicati Ashley Watanabe Wong	on			
Name: Ashely Watanabe Wong	Title: Director			
Email: Digs.hilife@gmail.com	Phone: (808) 256-8570			
Federal Tax ID#:	State Tax ID#			
Authorized Signature Director	ne and Title		0/2024 ate Signed	
AdditionZed Orgitature INAII	ic and title	טפ	ac olyneu	



# **Department of Commerce and Consumer Affairs**

## CERTIFICATE OF GOOD STANDING

I, the undersigned Director of Commerce and Consumer Affairs of the State of Hawaii, do hereby certify that

### **DIGS**

was incorporated under the laws of Hawaii on 02/01/2023; that it is an existing nonprofit corporation; and that, as far as the records of this Department reveal, has complied with all of the provisions of the Hawaii Nonprofit Corporations Act, regulating domestic nonprofit corporations.

COMMERCE AND COASUMER AFFAIRS

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Department of Commerce and Consumer Affairs, at Honolulu, Hawaii.

Dated: December 30, 2023

Nadinil/ando

Director of Commerce and Consumer Affairs

### DECLARATION STATEMENT OF APPLICANTS FOR GRANTS PURSUANT TO CHAPTER 42F, HAWAI'I REVISED STATUTES

The undersigned authorized representative of the applicant certifies the following:

- 1) The applicant meets and will comply with all of the following standards for the award of grants pursuant to Section 42F-103. Hawai'i Revised Statutes:
  - a) Is licensed or accredited, in accordance with federal, state, or county statutes, rules, or ordinances, to conduct the activities or provide the services for which a grant is awarded;
  - b) Complies with all applicable federal and state laws prohibiting discrimination against any person on the basis of race, color, national origin, religion, creed, sex, age, sexual orientation, or disability:
  - C) Agrees not to use state funds for entertainment or lobbying activities; and
  - d) Allows the state agency to which funds for the grant were appropriated for expenditure, legislative committees and their staff, and the auditor full access to their records, reports, files, and other related documents and information for purposes of monitoring, measuring the effectiveness, and ensuring the proper expenditure of the grant.
- 2) If the applicant is an organization, the applicant meets the following requirements pursuant to Section 42F-103, Hawai'i Revised Statutes:
  - a) Is incorporated under the laws of the State; and
  - b) Has bylaws or policies that describe the manner in which the activities or services for which a grant is awarded shall be conducted or provided; and
- 3) If the applicant is a non-profit organization, it meets the following requirements pursuant to Section 42F-103, Hawai'i Revised Statutes:
  - a) Is determined and designated to be a non-profit organization by the Internal Revenue Service; and
  - b) Has a governing board whose members have no material conflict of interest and serve without compensation.
- 4) The use of grant-in-aid funding complies with all provisions of the Constitution of the State of Hawaii (for example, pursuant to Article X, section 1, of the Constitution, the State cannot provide "... public funds ... for the support or benefit of any sectarian or nonsectarian private educational institution...").

Pursuant to Section 42F-103, Hawai'i Revised Statutes, for grants used for the acquisition of land, when the organization discontinues the activities or services on the land acquired for which the grant was awarded and disposes of the land in fee simple or by lease, the organization shall negotiate with the expending agency for a

lump sum or installment repayment to the State of the amount of the grant used for the acquisition of the land.

Further, the undersigned authorized representative certifies that this statement is true and correct to the best of the applicant's knowledge.

DIGS, Ashley Wa	atanabe wong	
(Typed Name of Individual or Organ		
and Datander Dong	01/10/2024	
(Signature)	(Date)	
Ashley Watanabe Wong	<u>Director</u>	
(Typed Name)	(Title)	

# Verification of grant will be used for a public purpose

regards to grants for the time period of fiscal year 2024-2025 will be used for only public purposes. This document serves as written evidence that all monies acquired through the State of Hawaii in DIGS is a non-profit organization with focus on non-traditional sports. All monies will be in conjunction with official business in support of a public purpose.

Ashley Watanabe Wong, Director 01/10/2024
Typed Name, Signature, Title, Date

### **Applicants Background**

Ashley Watanabe Wong is a former collegiate athlete, current high school athletics coach and successful entrepreneur with international experience. She was a member of the University of Hawaii's Wahine Volleyball team from 2001-2005. She is currently coaching at her Alma Mater Aiea High School.

In her professional life Ashley has a successful career in real estate. She was mentored by Eric Watanabe, her father and owner of local real estate company Watanabe International. She has international experience formerly living and operating businesses in Hong Kong, Guam and Puerto Rico.

Connor Alika Wong is a Black Belt in Brazilian Jiu Jitsu with international experience. He is a former Jiu Jitsu academy owner and has coached athletes to World Championships. He is also an experienced competitor with grappling and MMA experience holding National and Intercontinental titles in the amateur ranks.

In his professional life Alika is a 20+ year veteran in the Hawaii Air National Guard. He served the majority of his military career with the 203rd Air Refueling Squadron as an Instructor Pilot at Joint Base Pearl Harbor Hickam. He is also a former pilot at Aloha Air Cargo and is currently employed by FedEx as a First Officer.

### Goals and Objectives

DIGS was created to guide Hawaii's upcoming athletes in achieving goals for post secondary education. The world of athletics is a rapidly changing environment. Whether collegiate scholarships, NIL endorsements, or non traditional athletic careers young up and coming athletes need to balance skill acquisition in their field of expertise with media relations to make themselves marketable for endorsements and sponsorships. The objective of DIGS is to provide education and mentorship that local athletes can use to create sustainable living conditions.

As we are well aware the state of Hawaii has economical and geographical challenges that their competition on the contiguous 48 states do not face. By creating training facilities and educational services specializing on the professional side of athletics DIGS aims to mitigate the challenges that are present for all Hawaii athletes. This will allow athletes to pursue their main passions in life and focus their energy into their fields of expertise.

### Public Purpose and Needs

There are currently limited resources in the state of Hawaii that an athlete can go to educate themselves about careers in non traditional athletics. Seminars from established athletes aren't easily accessible. Local athletes are usually forced to relocate to the mainland to pursue their

athletic endeavors. Unless you play one of the popular mainstream sports there is a limited chance to create a career in athletics. Hawaii is having a talent drain due to this.

Have you heard of Zach Kaina? He is a local athlete from Ewa who has a professional career in submission grappling. He currently is top 5 in the world. He makes a living doing Brazilian Jiu Jitsu. He had to leave Hawaii to create his own opportunities so that he could follow his dreams. The state of California now benefits from Zach's talents. There are many similar cases of athletes who have done the same or are considering making the move.

Why can't we have local talent remain local? The opportunities don't exist. Hawaii's youth needs a facility.

### **Target Population**

The target population for DIGS is young up and coming athletes that want to pursue a career in non traditional athletics. Specifically DIGS plans to focus on Volleyball and Submission Grappling due to the founders areas of expertise.

### Geographic Coverage

The island of Oahu is the initial area that DIGS will focus their resources. We are targeting Central Oahu so that services will be accessible to as many people as possible.

### Service Summary and Outcomes

To acquire a new skill at an above average level takes approximately 3 years. To maximize your potential in a subject it would take approximately 5 years. This timeline assumes that the student trains like a professional and dedicates the appropriate time. The math behind this is based on the 10,000 hour rule formed by Malcolm Gladwell.

DIGS goal is to make it possible for local athletes to train full time and create viable careers within their athletic endeavors. Compared to a part time athlete the amount of training that could be accomplished is incomparable. The ability to solely focus on their training and become masters of their crafts would greatly increase our athletes chances of success.

Years one and two would focus on skill acquisition. By year three most athletes should posses enough ability in their field to start to separate themselves from their counterparts. Time can then be divided into public relations and brand building.

In sports we have quantifiable means to measure success. By the end of year two we project that our full time athletes will be winning local competitions and having success in scholastic team sports.

By the end of year three we will have realistic long term goals for athletes to meet. One aspect of athletics that you can't control is what is referred to as "God given talents." You either have it or you don't. If our athletes maximum potential indicates that odds are not in their favor to be competitive professionals we can guide them to other aspects of their sports that will still allow them to create viable careers. Examples of this would be coaching, teaching, gym ownership, media related fields, conducting seminars, etc.

Years four and five would focus on creating income. This would be on an individual basis depending on what direction the athlete chooses to take.

To evaluate DIGS program's effectiveness we will be tracking and monitoring our athletes performance. In volleyball we have the ability to compare statistics on a year to year basis. We also have the scholastic season and the club season to monitor year round progress. In submission grappling we have tournament results. We also have statistics that can be compared in these tournaments and in crossover sports like Judo and Wrestling.

An objective way for the state to measure success of DIGS program is to look at our athletes athletic performance on a year to year basis. Another metric to compare would be against similar athletes who are not participating in our programs. And lastly looking at financial numbers, scholarships acquired and endorsements and sponsorships secured versus similar peers.

### Financial

Please reference attached budget via attachments.

For fiscal year 2024- 2025 the initial funding requested is \$460,000. This would be a capital improvement project funds to secure a permanent facility to conduct training. Estimate for purchase of an 800 sq ft facility in Wahiawa HI is \$380,000. The remaining funds will be used for construction that is required to create a training facility. Estimate is as follows

Quarter 1 \$380,000

Quarter 2 \$40,000

Quarter 3 \$20,000

Quarter 4 \$20,000

Initial costs are associated with the purchase of the facility. Once a permanent facility is secured then construction would be the next substantial costs. Estimate 75-100 days for the project to be complete.

Additional funds are being solicited through private donations. Currently we have built interest in the athletic community. Also membership fees for training will be assist in funding for the program.

DIGS has not received or applied for any state or federal tax credits at this time. There are no previous requests for state or federal tax credits.

DIGS has not received or applied for any federal, state, or government contracts. There are no previous requests for and federal, state, or government contracts.

DIGS currently has no unrestricted assets. The balance is \$0.

### **BUDGET REQUEST BY SOURCE OF FUNDS**

Period: July 1, 2024 to June 30, 2025

Applicant: \_\_\_\_\_DIGS\_\_\_\_\_

В	JDGET				
		Total State	Total Federal	Total County	Total Private/Other
С	ATEGORIES	Funds Requested	Funds Requested	Funds Requested	Funds Requested
		(a)	(b)	(c)	(d)
A.	PERSONNEL COST				
	1. Salaries	0			0
	Payroll Taxes & Assessments	0			
	Fringe Benefits	0			
	TOTAL PERSONNEL COST				
B.	OTHER CURRENT EXPENSES				
	Airfare, Inter-Island	0			
	2. Insurance	0			
	Lease/Rental of Equipment	0			
	Lease/Rental of Space	380,000			0
	5. Staff Training	50,000			
	Supplies     Telecommunication	50,000			
					Δ.
	8. Utilities	0			0
	10				
	11				
	12				
	13				
	14				
	15				
	16				
	17				
	18				
	19				
	20				
	TOTAL OTHER CURRENT EXPENSES	430,000			
C.	EQUIPMENT PURCHASES	30,000			
D.	MOTOR VEHICLE PURCHASES	0			
E.	CAPITAL				
TO	TAL (A+B+C+D+E)	460,000			
			Budget Prepared I	Ву:	
SC	URCES OF FUNDING				
	(a) Total State Funds Requested	460,000	Connor Wong		(612) 875-0728
	(b) Total Federal Funds Requested	0	Name (Please type or p	orint)	Phone
				Var	
	(c) Total County Funds Requested	0	9000	Λ	01/10/2024
	(d) Total Private/Other Funds Requested	0	Signature of Authorized	Official	Date
			Connor Wong, Co Direc	ctor	
то	TAL BUDGET	460,000	Name and Title (Please		•
Ι		400,000	reame and Title (Please	type or printy	

Applicant:	DIGS	S

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)
Manager	60000	\$0.00	100	0
Instructor	40000	\$0.00	100	0
				0
				0
				0
				0
				0
				0
				0
				0
				0
				0
				0
				0
TOTAL: JUSTIFICATION/COMMENTS: No funds are being requested for operation o	ADIOS Familia			

JUSTIFICATION/COMMENTS: No funds are being requested for operation of DIGS. Founders will be volunteering their services until the business is profitable

Applicant:	DIGS	

NO. OF	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
40.00	\$500.00	20,000	20000
4	\$2500.00	10,000	10000
		30,000	30000
		20,000	20000
		0	
120		80,000	80,000
	40.00 4	TEMS   ITEM	TIEMS   TIEM   COST

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
N/A. Currently owned asset			0	
			0	
			0	
			0	
			0	
TOTAL:				

JUSTIFICATION/COMMENTS:

Applicant:	DIGS	
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### FUNDING AMOUNT REQUESTED

TOTAL PROJECT COST	ALL SOURCES OF FUNDS RECEIVED IN PRIOR YEARS		STATE FUNDS REQUESTED	OTHER SOURCES OF FUNDS REQUESTED	FUNDING REQUIRED IN SUCCEEDING YEARS	
	FY: 2022-2023	FY: 2023-2024	FY:2024-2025	FY:2024-2025	FY:2025-2026	FY:2026-2027
PLANS	0	0	0	0	0	0
LAND ACQUISITION	0	0	380000	0	0	0
DESIGN	0	0			0	0
CONSTRUCTION	0	0	50000	0	0	0
EQUIPMENT	0	0	30000	0	10000	10000
TOTAL:			460,000		10,000	10,000

JUSTIFICATION/COMMENTS: Once facility is build there is relatively low maintenance. Only funds for reasonable wear and tear will be required after initial set up costs.

### ${\bf GOVERNMENT\ CONTRACTS,\ GRANTS,\ AND\ /\ OR\ GRANTS\ IN\ AID}$

Applicant: \_\_\_\_\_DIGS\_\_\_\_\_ Contracts Total: 0

	CONTRACT DESCRIPTION	EFFECTIVE DATES	AGENCY	GOVERNMENT ENTITY (U.S./State/Hawaii Honolulu/ Kauai/ Maui County)	CONTRACT VALUE
1 N/A				-	
2					
3					
4					
5					
6 7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24 25					
26					
27					
28					
29					
30					

### **Experience and Capability**

Ashley Watanabe Wong is a former Division 1 athlete for the University of Hawaii's Wahine Volleyball team. At the conclusion of her collegiate career she held multiple all time records for UH. She pioneered the position of libero for local players. Her influence can be seen in the recruitment of local players to mainland colleges specifically at the libero position to this day. Natalie Fukumoto, Kody Wengler, and Cali-Jo Shigimasa are all local high school liberos who signed to D1 schools just this past year.

In addition to her on court skills Ashley also has over 10 years of coaching experience. She was the head coach for the middle school team at St. John's Private School in Guam from 2009-2012. She also has club experience with Hawaii Elite coaching girls in the ages of 11-15. In addition to head coaching experience she has also served as an assistant coach in Guam and Hong Kong. She is currently the Head Coach at Aiea High School's Girls Volleyball team.

While living in Guam and coaching during the academic season Ashley also spearheaded multiple seminars and brought in legendary coaches Dave Shoji and Charlie Wade to the volleyball community in Micronesia.

Connor Alika Wong is a Black Belt in Brazilian Jiu Jitsu with international experience in both submission grappling and MMA. On average it takes a Brazilian Jiu Jitsu practitioner 10 years to achieve the rank of Black Belt. In many academies Black Belts are referred to as "Professor" to show the hard work it takes to achieve the rank.

Alika has won prestigious events such as the Asian Open Championship, Pan Pacific Championship, and Hong Kong Shooto Tournament. He has also won many local competitions as recently as November 2023.

While living in Hong Kong Alika operated a Brazilian Jiu Jitsu academy in the community where he lived. While the pandemic forced the academy to close many of the students still continue to train Jiu Jitsu and the program lives on with one of his former students.

The minimum space required to operate a facility that is capable of catering to these athletes is approximately 800 sq ft. There is currently a property that fits this requirement for sale in Wahiawa. One address that we are targeting is 302 California Ave Unit 105. If DIGS is able to secure the property we estimate 75-100 days for renovations. Services to the community could be operational before the end of the calendar year.

Personnel: Project Organization and Staffing

Initial staffing will be conducted by the founders of DIGS, Ashley Wong and Alika Wong. While both officers will focus on overall athletic goals Ashley will specialize on the volleyball athletes and Alika will focus on the submission grappling athletes.

The long term goal is to mentor our athletes so that they will be able to take on the roles of coaches and mentors. We currently have verbal commitments from many people within the respective athletic communities who would be willing to donate their time to DIGS.

Compensation will be for coaches and instructors on a per class basis. This will be a competitive pay based on the instruction given. Ranges for this will be from \$20-\$100 per class. Officers will not take a compensatory role for the initial year of operation with regards to operating DIGS.

Once DIGS is fully operational we expect it to be a self sufficient business. With the initial grant securing the facility and equipment we project the ability to pay competitive wages to coaches and instructors within the first year. Costs associated with the operation of the facility will be offset from membership fees.

# Other

There are no current pending litigations in which DIGS is a party to.

There are no special accreditations that DIGS possesses.

This grant will not be used to support sectarian or non-sectarian private educational institutions.

### **Future Sustainability**

Market research shows that comparable services in the volleyball community can range from \$30-\$100 for a one hour private lesson and \$200-\$300 for monthly fees at a club team. Submission Grappling costs are similar for private lessons and \$150-\$200 for monthly fees. DIGS believes the high cost of training inhibits many local families from accessibility to the sports. We plan to offer high quality training at a fraction of the cost.

The initial high cost of obtaining a facility is the largest entry barrier which most athletic organizations face. With this grant DIGS will mitigate that challenge and be able to focus on the services provided to the community as soon as possible. Once established DIGS will also provide their athletes with opportunities to teach their own classes which will provide income to the instructor and more services to the program.

At the targeted site, 302 California Ave, the estimated maintenance fees are approximately \$1,800/month. Once renovations are complete this is the largest reoccurring cost associated with operation of DIGS. Even with discounted membership rates creating clientele to maintain sustainability is extremely realistic within the first year.

Both Ashley Wong and Alika Wong will not be taking salary from DIGS for the first year of operation. This is to keep costs down, focusing on establishing the program, and reinvesting profits as needed. If grant money is only available for the fiscal year 2024-2025 it should be sufficient to get the program to a sustainable financial point. If in the following years profit has not been realized both Ashley Wong and Alika Wong are prepared to defer any salaries until it is deemed financially feasible.