



Build an ADU & Receive a Grant for up to \$40,000

California wants to help homeowners build an ADU on their property through the CalHFA ADU Grant Program. This program will provide qualified borrowers a grant of up to \$40,000 on pre-development costs associated with the construction of an ADU.

The What & Why of an ADU

An ADU, or an accessory dwelling unit, is an extra housing unit built on a single-family residential lot. An ADU is also referred to by many as a granny flat, a casita, converted garage, backyard cottage, in-law unit, pool house or just a secondary unit. Families can use this extra unit as a separate property for family members (like a parent, grandparent, or even adult children). It can also be used as a rental unit to generate additional income, sometimes enough to cover mortgage payments. In fact, when done right, detached ADUs have the potential to increase the value of a property by 20-30% after completion.

California Housing Shortage

Now is the right time to take advantage of this incredible grant of up to \$40,000 through CalHFA. With rents in California increasing at an average of 8.86% per year since 1980, adding an ADU could be the best investment a homeowner can make.

