

**DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
COMMUNITY PLANNING AND DEVELOPMENT  
SELF-HELP HOMEOWNERSHIP OPPORTUNITY PROGRAM (SHOP)  
2020 Summary of Resources**

*(Dollars in Thousands)*

	<b>Enacted/ Requested</b>	<b>Carryover</b>	<b>Supplemental/ Rescission</b>	<b>Total Resources</b>	<b>Obligations</b>	<b>Outlays</b>
2018 Appropriation	54,000	60,700	-	114,700	40,000	43,125
2019 Annualized CR	54,000	74,700	-	128,700	73,700	53,522
2020 Request	-	55,000	-	55,000	54,000	54,182
Change from 2019	(54,000)	(19,700)	-	(73,700)	(19,700)	660

**1. Program Purpose and Budget Overview**

The 2020 President's Budget does not request funding for the Self-Help Homeownership Opportunity Program (SHOP). Stagnant incomes and complex housing market dynamics, including local land use, zoning, and other regulations that create barriers to housing development, all contribute to significant housing cost burden for households across the country, especially for lower income families. Further exacerbating this problem is the current fragmented, overlapping, and inefficient system for funding affordable housing production, as well as challenges to measuring collective performance. Many of these issues cannot be solved by the federal government or the subsidization of housing construction alone. Therefore, the Department devolves affordable housing activities to state and local governments who are better positioned to comprehensively address the unique market challenges, local policies, and impediments that lead to housing affordability problems.

The SHOP account includes funding for SHOP, Capacity Building for Community Development and Affordable Housing (known as Section 4), rural capacity building, and a pilot home modification and rehabilitation program for disabled and low-income veterans. HUD will continue to administer the SHOP grant programs until all existing grant funds are disbursed, required benefits are documented, and grants are closed.

## Self-Help Homeownership Opportunity Program

- SHOP: This program awards grant funds to eligible national and regional non-profit organizations and consortia to purchase home sites and develop or improve the infrastructure for affordable non-luxury housing for low-income persons. As part of the program, homebuyers must be willing to contribute sweat equity toward the construction or rehabilitation of their homes.
- Section 4: The Capacity Building for Affordable Housing and Community Development Program, also known as the Section 4 program, was originally authorized under Section 4 of the HUD Demonstration Act of 1993 (42 U.S.C. 9816 note) to enhance the capacity and ability of community development corporations (CDCs) and community housing development organizations (CHDOs) to carry out community development and affordable housing activities that benefit low-income persons.
- Rural Capacity Building: The Rural Capacity Building Program awards funds to national organizations to enhance the capacity and ability of local governments, Indian tribes, housing development organizations, rural CDCs, and rural CHDOs, to carry out community development and affordable housing activities that benefit low- and moderate-income families and persons in rural areas.
- Veterans Housing Rehabilitation and Modification Pilot Program: Many of America's veterans who are low-income and living with disabilities need adaptive housing to help them regain or maintain their independence. Many veterans are unable to finance significant home repairs or are burdened by utility costs. The Veterans Housing Rehabilitation and Modification Pilot Program awards grants to non-profit veterans' service organizations to rehabilitate and modify the primary residence of disabled or low-income veterans. In partnership with the U.S. Department of Veterans Affairs, HUD tests this new approach to addressing the financial challenges of rehabilitating or modifying a home to fit the needs of America's veterans.

Self-Help Homeownership Opportunity Program

**COMMUNITY PLANNING AND DEVELOPMENT  
 SELF-HELP HOMEOWNERSHIP OPPORTUNITY PROGRAM (SHOP)  
 Summary of Resources by Program**

*(Dollars in Thousands)*

<b>Budget Activity</b>	<b>2018 Budget Authority</b>	<b>2017 Carryover Into 2018</b>	<b>2018 Total Resources</b>	<b>2018 Obligations</b>	<b>2019 Annualized CR</b>	<b>2018 Carryover Into 2019</b>	<b>2019 Total Resources</b>	<b>2020 Request</b>
Self-Help Homeownership Opportunity Program	10,000	11,000	21,000	-	10,000	21,000	31,000	-
Capacity Building	35,000	35,000	70,000	35,000	35,000	35,000	70,000	-
Capacity Building for Rural Housing	5,000	5,000	10,000	5,000	5,000	5,000	10,000	-
Veterans Home Rehabilitation and Modification Pilot Program	4,000	9,700	13,700	-	4,000	13,700	17,700	-
<b>Total</b>	<b>54,000</b>	<b>60,700</b>	<b>114,700</b>	<b>40,000</b>	<b>54,000</b>	<b>74,700</b>	<b>128,700</b>	<b>-</b>