

# HOW THE ESCROW ACCOUNT WORKS

## EXAMPLE

### AT CONTRACT SIGNING

No employment income.

Contract rent = \$500

Total Tenant Payment

PHA Subsidy

\$100

\$400

To Landlord

\$100

\$400

\$500 - CONTRACT RENT

### AT FIRST RECERTIFICATION

Employment income increases TTP to \$300.

Contract rent remains \$500

Total tenant Payment

PHA Subsidy

\$300

\$400

To Landlord

\$300

\$200

\$500 - CONTRACT RENT

\$200

ESCROW DEPOSIT