RAD Rent Phase-In  
Applies only to tenants in residence at the time of the conversion to RAD.

Determine if Phase-In is Required

TTP at RAD Conversion  
Initial RAD TTP = last PHA TTP
Calculated TTP at Conversion  
90.0000 10 percent of TTP at Conversion
Increase  
90 Amount that the increase must be greater than

No Phase-in Required

If a tenant’s monthly rent increases by more than the greater of 10 percent or $25 purely as a result of conversion, the rent increase will be phased in over 3 or 5 years.

Phase-In Calculations

New Cert Year
Conversion Date  
3/12/2013 This is the same date as the IC moving the in-place tenant to RAD
Conversion Date +1  
3/13/2013 1 No Any effective date > the conversion date and < the Second AR date is counted as year 1
Second AR date  
3/1/2015 2 Yes
Third AR Date  
3/1/2016 3 No
Fourth AR Date  
3/1/2017 4 No
Fifth AR Date  
3/1/2018 5 No

Phase In Period

<table>
<thead>
<tr>
<th>Year</th>
<th>Increase*</th>
<th>Round</th>
<th>Final TTP</th>
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</table>

Difference  
200 Phase-In Complete?

If difference is 0 or negative, phase in is over and use the TTP as Calculated

* Note: The increase is the amount to be added to the TTP on the prior cert given the phase-in year and the difference between the TTP as calculated on the new certification and the TTP on the prior certification.