

[Date]

[Borrower Name]
[Property Address]
[City, State, Zip Code]

Re: Loan Number [Loan Number]

NOTICE OF TRANSFER OF SERVICING: ESCROW CUSHION DISCLOSURE

Dear [Borrower Name],

As previously communicated, the servicing of your mortgage loan is being transferred from [Current Servicer] to [New Servicer], effective [Transfer Date].

This letter serves to disclose the required escrow cushion associated with your account. In accordance with the Real Estate Settlement Procedures Act (RESPA), the new servicer maintains an escrow cushion to ensure sufficient funds are available to pay property taxes, insurance premiums, and other escrowed items if the disbursements are higher than anticipated or if bill dates change.

Escrow Cushion Requirement:

- **Required Cushion:** [Number of Months, e.g., 2] months of escrow payments.
- **Current Escrow Balance Transferred:** \$[Amount]
- **Projected Monthly Escrow Payment:** \$[Amount]

Please note that [New Servicer] will perform a new Escrow Account Analysis within [Number] days of the transfer date. This analysis may result in a change to your monthly mortgage payment to account for the required cushion or changes in your tax and insurance amounts.

If you have questions regarding this disclosure, please contact our Customer Service Department at [Phone Number] or visit our website at [Website].

Sincerely,

[Name/Department]
[Company Name]