

Exhibit B

**Semi-Annual Servicer's Certificate
Appalachian Power Company, as Servicer
Appalachian Consumer Rate Relief Funding LLC**

Pursuant to Section 4.01(c)(ii) of the CRR Property Servicing Agreement dated as of November 15, 2013 (the "Servicing Agreement"), between, APPALACHIAN POWER COMPANY, as Servicer and APPALACHIAN CONSUMER RATE RELIEF FUNDING LLC, the Servicer does hereby certify, for the August 1, 2014 Payment Date (the "Current Payment Date"), as follows:

Capitalized terms used herein have their respective meanings as set forth in the Indenture (as defined in the Servicing Agreement). References herein to certain sections and subsections are references to the respective sections of the Servicing Agreement or the Indenture, as the context indicates.

Collection Periods: Nov-2013 to Jul-2014

Payment Date: 8/1/2014

1. Collections Allocable and Aggregate Amounts Available for the Current Payment Date:

i. Remittances for the 11/13 Collection Period	36,039.78
ii. Remittances for the 12/13 Collection Period	1,874,201.58
iii. Remittances for the 01/14 Collection Period	2,993,756.25
iv. Remittances for the 02/14 Collection Period	3,024,509.08
v. Remittances for the 03/14 Collection Period	3,109,577.06
vi. Remittances for the 04/14 Collection Period	2,851,342.27
vii. Remittances for the 05/14 Collection Period	2,588,580.69
viii. Remittances for the 06/14 Collection Period	2,451,195.62
ix. Remittances for the 07/14 Collection Period ¹	2,328,816.70
x. Investment Earnings on Collection Account	
xi. Investment Earnings on Capital Subaccount	190.33
xii. Investment Earnings on Excess Funds Subaccount	0.00
xiii. Investment Earnings on General Subaccount	850.31
xiv. General Subaccount Balance (sum of i through xv above)	21,259,059.67
xv. Excess Funds Subaccount Balance as of Prior Payment Date	0.00
xvi. Capital Subaccount Balance as of Prior Payment Date	1,901,500.00
xvii. Collection Account Balance (sum of xvi through xviii above)	23,160,559.67

2. Outstanding Amounts as of Prior Payment Date:

i. Tranche A-1 Outstanding Amount	215,800,000.00
ii. Tranche A-2 Outstanding Amount	164,500,000.00
iii. Aggregate Outstanding Amount of all Tranches:	380,300,000.00

Notes:

¹ July remittances do not include the previous month's true-up, which will settle on August 25, 2014.

3. Required Funding/Payments as of Current Payment Date:

Principal

i. Tranche A-1

ii. Tranche A-2

iii. For all Tranches:

Principal Due

12,677,632.00

0.00

12,677,632.00

Interest Tranche

iv. Tranche A-1

v. Tranche A-2

vi. For all Tranches:

Interest Rate

2.0076%

3.7722%

Days in Interest Period (1)

256

256

Principal Balance

215,800,000.00

164,500,000.00

Interest Due

3,080,818.35

4,412,635.73

7,493,454.08

Required Level

1,901,500.00

1,901,500.00

Funding Required

0.00

0.00

vii. Capital Subaccount

4. Allocation of Remittances as of Current Payment Date Pursuant to 8.02(e) of Indenture:

i. Trustee Fees and Expenses, Indemnity Amounts²

0.00

ii. Servicing Fee

135,217.78

iii. Administration Fee

71,111.11

iv. Operating Expenses

29,618.68

v. Semi-Annual Interest (including any past-due for prior periods)

7,493,454.08

Tranche

Per \$1000 of Original Aggregate Principal Amount

1. Tranche A-1 Interest Payment

3,080,818.35

\$18.6829

2. Tranche A-2 Interest Payment

4,412,635.73

\$43.0467

7,493,454.08

vi. Principal Due and Payable as a Result of Event of Default or on Final Maturity Date

0.00

1. Tranche A-1 Principal Payment

0.00

\$0.0000

2. Tranche A-2 Principal Payment

0.00

\$0.0000

0.00

Notes:

¹ On 30/360 day basis for initial payment date; otherwise use one-half of annual rate.

² Subject to \$_____ cap

vii. Semi-Annual Principal			12,677,632.00
		Per \$1000 of Original	
<u>Tranche</u>	<u>Aggregate</u>	<u>Principal Amount</u>	
1. Tranche A-1 Principal Payment	12,677,632.00	\$76.8807	
2. Tranche A-2 Principal Payment	0.00	\$0.0000	
viii. Other Unpaid Operating Expenses			0.00
ix. Funding of Capital Subaccount (to required level)			1,901,500.00
x. Permitted Return to APCo			79,102.40
xi. Deposit to Excess Funds Subaccount			772,923.62
xii. Released to Issuer upon Retirement of all Consumer Rate Relief Bonds			0.00
xiii. Aggregate Remittances as of Current Payment Date			23,160,559.67

5. Outstanding Amount and Collection Account Balance as of Current Payment Date (after giving effect to payments to be made on such Payment Date):

<u>Tranche</u>		
i. Tranche A-1		203,122,368.00
ii. Tranche A-2		164,500,000.00
iii. Aggregate Outstanding Amount of all Tranches		367,622,368.00
iv. Excess Funds Subaccount Balance		772,923.62
v. Capital Subaccount Balance		1,901,500.00
vi. Aggregate Collection Account Balance		2,674,423.62

6. Subaccount Withdrawals as of Current Payment Date (if applicable, pursuant to Section 8.02(e) of Indenture):

i. Excess Funds Subaccount		0.00
ii. Capital Subaccount		1,901,690.33
iii. Total Withdrawals		1,901,690.33

7. Shortfalls In Interest and Principal Payments as of Current Payment Date:

i. Semi-annual Interest	
1. Tranche A-1 Principal Payment	0.00
2. Tranche A-2 Principal Payment	0.00
	0.00
ii. Semi-annual Principal	
1. Tranche A-1 Principal Payment	0.00
2. Tranche A-2 Principal Payment	0.00
	0.00

8. Shortfalls in Payment of Permitted Return as of Current Payment Date:


i. Permitted Return	0.00
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9. Shortfalls in Required Subaccount Levels as of Current Payment Date:

i. Capital Subaccount	0.00
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IN WITNESS WHEREOF, the undersigned has duly executed and delivered this Servicer's Certificate this 17th day of July, 2014.

APPALACHIAN POWER COMPANY
as Servicer

By: 
Name: Renee V. Hawkins
Title: Assistant Treasurer