

***Semi-Annual Servicer's Certificate***  
***AEP Texas Central Company, as Servicer***  
***AEP Texas Central Transition Funding LLC***

Pursuant to Section 4.01(c)(ii) of the Transition Property Servicing Agreement dated as of February 7, 2002 (the "Agreement") between AEP Texas Central Company, as Servicer and AEP Texas Central Transition Funding LLC, as Note Issuer, the Servicer does hereby certify as follows:

Capitalized terms used herein have their respective meanings as set forth in the Agreement. References herein to certain sections and subsections are references to the respective sections of the Agreement.

**Collection Periods:** Jan-2006 to Jun-2006  
**Payment Date:** 07/17/2006

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

i. Remittances for the 01/06 Collection Period	6,473,858.95
ii. Remittances for the 02/06 Collection Period	7,206,446.58
iii. Remittances for the 03/06 Collection Period	6,176,026.99
iv. Remittances for the 04/06 Collection Period	6,021,130.34
v. Remittances for the 05/06 Collection Period	6,385,261.55
vi. Remittances for the 06/06 Collection Period	7,719,138.04
vii. Investment Earnings on Collection Account	
viii. Investment Earnings on Capital Subaccount	89,532.76
ix. Investment Earnings on Overcollateralization Subaccount	23,868.50
x. Investment Earnings on Reserve Subaccount	101,488.50
xi. Investment Earnings on General Subaccount	526,969.70
<b>xii. General Subaccount Balance (sum of i through xi above)</b>	<b>40,723,721.91</b>
xiii. Reserve Subaccount Balance as of Prior Payment Date	5,060,236.95
xiv. Overcollateralization Subaccount Balance as of Prior Payment Date	1,139,050.00
xv. Capital Subaccount Balance as of Prior Payment Date	3,986,674.00
<b>xvi. Collection Account Balance (sum of xii through xv above)</b>	<b>50,909,682.86</b>

**2. Outstanding Amounts as of Prior Payment Date:**

**Series 2002-1**

i. Class A-1 Outstanding Amount	0.00
ii. Class A-2 Outstanding Amount	103,272,491.00
iii. Class A-3 Outstanding Amount	107,094,258.00
iv. Class A-4 Outstanding Amount	214,926,738.00
v. Class A-5 Outstanding Amount	191,856,858.00
<b>vi. Aggregate Outstanding Amount of all Series 2002-1 Notes</b>	<b>617,150,345.00</b>

{Add Other Series as applicable}

<b>vii. Aggregate Outstanding Amount of all Notes</b>	<b>617,150,345.00</b>
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**3. Required Funding/Payments as of Current Payment Date:**

<b><u>Series 2002-1 Principal</u></b>	<b><u>Principal Due</u></b>
i. Class A-1	0.00
ii. Class A-2	21,623,449.00
iii. Class A-3	0.00
iv. Class A-4	0.00
v. Class A-5	0.00
<b>vi. For all Series 2002-1 Notes</b>	<b>21,623,449.00</b>

{Add Other Series as applicable}

<b><u>Series 2002-1 Interest</u></b>	<b><u>Note Interest Rate</u></b>	<b><u>Days in Interest Period (1)</u></b>	<b><u>Principal Balance</u></b>	<b><u>Interest Due</u></b>
vii. Class A-1	3.54%	180	0.00	0.00
viii. Class A-2	5.01%	180	103,272,491.00	2,586,975.90
ix. Class A-3	5.56%	180	107,094,258.00	2,977,220.37
x. Class A-4	5.96%	180	214,926,738.00	6,404,816.79
xi. Class A-5	6.25%	180	191,856,858.00	5,995,526.81
<b>xii. For all Series 2002-1 Notes</b>				<b>17,964,539.88</b>

{Add Other Series as applicable}

	<b><u>Required Level Funding Required</u></b>	
xiii. Overcollateralization Subaccount	1,281,431.00	142,381.00
xiv. Capital Subaccount	3,986,674.00	0.00
	<b>5,268,105.00</b>	<b>142,381.00</b>

**Notes:**

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

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



vii. Funding of Capital Subaccount (to required level)	3,986,674.00
viii. Funding of Overcollateralization Subaccount (to required level)	1,281,431.00
ix. Investment Earnings on Capital Subaccount Released to Note Issuer	89,532.76
x. Deposit to Reserve Subaccount	5,734,101.12
xi. Released to Note Issuer upon Retirement of all Notes	0.00
<b>xii. Aggregate Remittances as of Current Payment Date</b>	<b>50,909,682.86</b>

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

**Series 2002-1**

i. Class A-1 Outstanding Amount	0.00
ii. Class A-2 Outstanding Amount	81,649,042.00
iii. Class A-3 Outstanding Amount	107,094,258.00
iv. Class A-4 Outstanding Amount	214,926,738.00
v. Class A-5 Outstanding Amount	191,856,858.00
<b>vi. Aggregate Outstanding Amount of all Series 2002-1 Notes</b>	<b>595,526,896.00</b>

{Add Other Series as applicable}

<b>vii. Aggregate Outstanding Amount of all Notes</b>	<b>595,526,896.00</b>
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viii. Reserve Subaccount Balance	5,734,101.12
ix. Overcollateralization Subaccount Balance	1,281,431.00
x. Capital Subaccount Balance	3,986,674.00
<b>xi. Aggregate Collection Account Balance</b>	<b>11,002,206.12</b>

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

i. Reserve Subaccount	5,161,725.45
ii. Overcollateralization Subaccount	1,162,918.50
iii. Capital Subaccount	3,986,674.00
<b>iv. Total Withdrawals</b>	<b>10,311,317.95</b>

<b>7. Shortfalls In Interest and Principal Payments as of Current Payment Date:</b>	<b>0.00</b>
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i. Semi-annual Interest

**Series 2002-1**

1. Class A-1 Interest Payment	0.00
2. Class A-2 Interest Payment	0.00
3. Class A-3 Interest Payment	0.00
4. Class A-4 Interest Payment	0.00
5. Class A-5 Interest Payment	0.00
	<b>0.00</b>

{Add Other Series as Applicable}

ii. Semi-annual Principal

<b>0.00</b>
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**Series 2002-1**

1. Class A-1 Principal Payment	0.00
2. Class A-2 Principal Payment	0.00
3. Class A-3 Principal Payment	0.00
4. Class A-4 Principal Payment	0.00
5. Class A-5 Principal Payment	0.00
	<b>0.00</b>

{Add Other Series as Applicable}

**8 Shortfalls in Required Subaccount Levels as of Current Payment Date:**

i. Overcollateralization Subaccount	0.00
ii. Capital Subaccount	0.00
	<b>0.00</b>

IN WITNESS HEREOF, the undersigned has duly executed and delivered this Semi-Annual Servicer's Certificate this \_\_\_\_ day of \_\_\_\_\_, \_\_\_\_.

AEP TEXAS CENTRAL COMPANY, as Servicer

by: Steve Haynes

title: Assistant Treasurer