

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 February 1, 2019 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: Aug-2018 to Jan-2019

Payment Date: 2/1/2019

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

i. Remittances for the 08/18 Collection Period	2,977,315.96
ii. Remittances for the 09/18 Collection Period	2,730,175.91
iii. Remittances for the 10/18 Collection Period	3,186,394.18
iv. Remittances for the 11/18 Collection Period	2,506,306.61
v. Remittances for the 12/18 Collection Period	9,623,643.35 *
vi. Remittances for the 01/19 Collection Period	2,630,916.64
x. Investment Earnings on Collection Account	
xi. Investment Earnings on Capital Subaccount	19,023.41
xii. Investment Earnings on Excess Funds Subaccount	23,666.00
xiii. Investment Earnings on General Subaccount	88,220.96
xiv. General Subaccount Balance (sum of i through xiii above)	23,785,663.02 *
xv. Excess Funds Subaccount Balance as of Prior Payment Date	2,520,557.45
xvi. Capital Subaccount Balance as of Prior Payment Date	1,901,500.00
xvii. Collection Account Balance (sum of xiv through xvi above)	28,207,720.47 *

2. Outstanding Amounts as of Prior Payment Date:

i. Tranche A-1 Outstanding Amount	110,260,610.23
ii. Tranche A-2 Outstanding Amount	164,500,000.00
iii. Aggregate Outstanding Amount of all Tranches:	274,760,610.23

Notes:

¹ August's remittances include the previous months true-up amount and money left in the General funds account. January's remittances do not include the previous month's true-up, which will settle on February 25, 2019.

* Lines "v", "xiv" and "xvii" reflect \$7.0 million of additional CRR charges that were sent to the Trustee in December as a result of an adjustment to the cumulative collection calculation in prior periods.

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

Principal

- i. Tranche A-1
- ii. Tranche A-2

iii. For all Tranches:

Principal Due

11,959,036.38

0.00

11,959,036.38

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)

- 180
- 180

Principal

Balance

- 110,260,610.23
- 164,500,000.00

Interest Due

1,106,796.01

3,102,634.50

4,209,430.51

Required Level

Funding Required

vii. Capital Subaccount

1,901,500.00

1,901,500.00

0.00

0.00

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

- i. Trustee Fees and Expenses, Indemnity Amounts²
- ii. Servicing Fee
- iii. Administration Fee
- iv. Operating Expenses
- v. Semi-Annual Interest (including any past-due for prior periods)

95,075.00

50,000.00

40,868.06

4,209,430.51

Tranche

Aggregate

Per \$1000 of Original

Principal Amount

- 1. Tranche A-1 Interest Payment
- 2. Tranche A-2 Interest Payment

1,106,796.01

3,102,634.50

4,209,430.51

\$5.1288

\$18.8610

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
- 2. Tranche A-2 Principal Payment

0.00

0.00

0.00

\$0.0000

\$0.0000

Notes:

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

² Subject to \$100,000 cap

vii. Semi-Annual Principal 11,959,036.38

<u>Tranche</u>	<u>Aggregate</u>	<u>Per \$1000 of Original Principal Amount</u>
1. Tranche A-1 Principal Payment	11,959,036.38	\$55.4172
2. Tranche A-2 Principal Payment	0.00	\$0.0000
viii. Other Unpaid Operating Expenses		0.00
ix. Funding of Capital Subaccount		1,901,500.00
x. Permitted Return to APCo		55,618.88
xi. Deposit to Excess Funds Subaccount		9,896,191.64
xii. Released to Issuer upon Retirement of all Consumer Rate Relief Bonds		0.00
xiii. Aggregate Remittances as of Current Payment Date		<u>28,207,720.47</u>

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	98,301,573.85
ii. Tranche A-2	164,500,000.00
iii. Aggregate Outstanding Amount of all Tranches	<u>262,801,573.85</u>
iv. Excess Funds Subaccount Balance	9,896,191.64
v. Capital Subaccount Balance	1,901,500.00
vi. Aggregate Collection Account Balance	<u>11,797,691.64</u>

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

i. Excess Funds Subaccount	2,544,223.45
ii. Capital Subaccount	1,920,523.41
iii. Total Withdrawals	<u>4,464,746.86</u>

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
	<u>0.00</u>
ii. Semi-annual Principal	
1. Tranche A-1 Principal Payment	0.00
2. Tranche A-2 Principal Payment	0.00
	<u>0.00</u>

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

i. Permitted Return 0.00

9. Shortfalls in Required Subaccount Levels as of Current Payment Date:

i. Capital Subaccount 0.00

IN WITNESS WHEREOF, the undersigned has duly executed and delivered this Servicer's Certificate this 31st day of January, 2019.

APPALACHIAN POWER COMPANY
as Servicer

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