

Semi-Annual Servicer's Certificate
AEP Texas Inc., as Servicer
AEP Texas Central Transition Funding II LLC

Pursuant to Section 4.01(c)(ii) of the Transition Property Servicing Agreement dated as of October 11, 2006 (the "Agreement") between AEP Texas Inc., as Servicer and AEP Texas Central Transition Funding II 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-2018 to Jun-2018

Payment Date: 7/2/2018

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

i. Remittances for the 1/18 Collection Period (1)	14,248,481.97
ii. Remittances for the 2/18 Collection Period	16,906,869.50
iii. Remittances for the 3/18 Collection Period	14,785,864.67
iv. Remittances for the 4/18 Collection Period	15,370,408.90
v. Remittances for the 5/18 Collection Period	13,368,861.50
vi. Remittances for the 6/18 Collection Period (2)	13,885,610.33
vii. Investment Earnings on Collection Account	
viii. Investment Earnings on Capital Subaccount	59,104.74
ix. Investment Earnings on Excess Funds Subaccount	97,037.98
x. Investment Earnings on General Subaccount	346,149.64
xi. General Subaccount Balance (sum of i through x above)	89,068,389.23
xii. Excess Funds Subaccount Balance as of Prior Payment Date	14,299,236.97
xiii. Capital Subaccount Balance as of Prior Payment Date	8,698,500.00
xiv. Collection Account Balance (sum of xii through xiii above)	112,066,126.20

(1) January remittances include the previous year's true-up, which was settled on January 25, 2018.

(2) June remittances do not include the previous year's true-up, which will be settled on July 25, 2018.

2. Outstanding Amounts as of Prior Payment Date:

Series 2006-1

i. Class A-1 Outstanding Amount	0.00
ii. Class A-2 Outstanding Amount	0.00
iii. Class A-3 Outstanding Amount	0.00
iv. Class A-4 Outstanding Amount	0.00
v. Class A-5 Outstanding Amount	468,181,163.00
vi. Aggregate Outstanding Amount of all Series 2006-1 Notes	468,181,163.00

{Add Other Series as applicable}

vii. Aggregate Outstanding Amount of all Notes	468,181,163.00
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3. Required Funding/Payments as of Current Payment Date:

Series 2006-1 Principal

	<i>Principal</i>
	<i>Due</i>
i. Class A-1	0.00
ii. Class A-2	0.00
iii. Class A-3	0.00
iv. Class A-4	0.00
v. Class A-5	77,632,597.00
vi. For all Series 2006-1 Notes	77,632,597.00

{Add Other Series as applicable}

	<i>Note Interest</i>	<i>Days in Interest</i>	<i>Principal</i>	<i>Interest Due</i>
	<u>Rate</u>	<u>Period (1)</u>	<u>Balance</u>	
vii. Class A-1	4.98%	180	0.00	0.00
viii. Class A-2	4.98%	180	0.00	0.00
ix. Class A-3	5.09%	180	0.00	0.00
x. Class A-4	5.17%	180	0.00	0.00
xi. Class A-5	5.31%	180	468,181,163.00	12,421,548.53
xii. For all Series 2006-1 Notes				12,421,548.53

{Add Other Series as applicable}

	<u>Required Level</u>	<u>Funding Required</u>
xiii. Capital Subaccount	8,698,500.00	0.00
	8,698,500.00	0.00

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(e) of Indenture:

i. Trustee Fees and Expenses	0.00
ii. Servicing Fee	434,925.00
iii. Administration Fee	50,000.00
iv. Operating Expenses	13,274.77
v. Semi-Annual Interest (including any past-due for prior periods)	12,421,548.53

<u>Series 2006-1</u>	<u>Aggregate</u>	<u>Per \$1000 of Original Principal Amount</u>
1. Class A-1 Interest Payment	0.00	\$0.0000
2. Class A-2 Interest Payment	0.00	\$0.0000
3. Class A-3 Interest Payment	0.00	\$0.0000
4. Class A-4 Interest Payment	0.00	\$0.0000
5. Class A-5 Interest Payment	12,421,548.53	\$25.1093
	12,421,548.53	
{Add Other Series as applicable}		

vi. Principal Due and Payable as a Result of Event of Default or on Final Maturity Date	0.00
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<u>Series 2006-1</u>	<u>Aggregate</u>	<u>Per \$1000 of Original Principal Amount</u>
1. Class A-1 Principal Payment	0.00	\$0.0000
2. Class A-2 Principal Payment	0.00	\$0.0000
3. Class A-3 Principal Payment	0.00	\$0.0000
4. Class A-4 Principal Payment	0.00	\$0.0000
5. Class A-5 Principal Payment	0.00	\$0.0000
	0.00	
{Add Other Series as Applicable}		

vii. Semi-Annual Principal	77,632,597.00
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<u>Series 2006-1</u>	<u>Aggregate</u>	<u>Per \$1000 of Original Principal Amount</u>
1. Class A-1 Principal Payment	0.00	\$0.0000
2. Class A-2 Principal Payment	0.00	\$0.0000
3. Class A-3 Principal Payment	0.00	\$0.0000
4. Class A-4 Principal Payment	0.00	\$0.0000
5. Class A-5 Principal Payment	77,632,597.00	\$156.9286
	77,632,597.00	
{Add Other Series as Applicable}		

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

viii. Funding of Capital Subaccount (to required level)	8,698,500.00
ix. Investment Earnings on Capital Subaccount Released to Note Issuer	59,104.74
x. Deposit to Excess Funds Subaccount	12,756,176.17
xi. Released to Note Issuer upon Retirement of all Notes	0.00
xii. Aggregate Remittances as of Current Payment Date	112,066,126.20

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 2006-1

i. Class A-1 Outstanding Amount	0.00
ii. Class A-2 Outstanding Amount	0.00
iii. Class A-3 Outstanding Amount	0.00
iv. Class A-4 Outstanding Amount	0.00
v. Class A-5 Outstanding Amount	390,548,566.00
vi. Aggregate Outstanding Amount of all Series 2006-1 Notes	390,548,566.00

{Add Other Series as applicable}

vii. Aggregate Outstanding Amount of all Notes	390,548,566.00
viii. Excess Funds Subaccount Balance	12,756,176.17
ix. Capital Subaccount Balance	8,698,500.00
x. Aggregate Collection Account Balance	21,454,676.17

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

i. Excess Funds Subaccount	14,396,274.95
iii. Capital Subaccount	8,757,604.74
iv. Total Withdrawals	23,153,879.69

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

0.00

i. Semi-annual Interest

Series 2006-1

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

0.00

{Add Other Series as Applicable}

ii. Semi-annual Principal

0.00

Series 2006-1

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

0.00

{Add Other Series as Applicable}

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

ii. Capital Subaccount

0.00
0.00

IN WITNESS HEREOF, the undersigned has duly executed and delivered this Semi-Annual

Servicer's Certificate this 29th day of June, 2018.

/s/ Renee V. Hawkins

AEP TEXAS Inc., as Servicer

by: Renee V. Hawkins

title: Assistant Treasurer