

Monthly Servicer's Certificate

(to be delivered each month pursuant to Section 3.01 (b) of the Transition Property Servicing Agreement)

AEP TEXAS CENTRAL TRANSITION FUNDING III LLC**AEP Texas Inc., as Servicer**

Pursuant to the Transition Property Servicing Agreement dated as of March 14, 2012 (the "Transition Property Servicing Agreement") between AEP Texas Inc., as Servicer, and AEP Texas Central Transition Funding III LLC, as Note Issuer, the Servicer does hereby certify as follows:

Collection Period: May - 2018

Remittance Dates: May-01-2018 to May-31-2018

TC Class	a. TCs in Effect	b. TCs Billed	c. Estimated TC Payments Received
Residential	0.002973 \$ / kWh	2,129,126.67	2,011,950.38
Commercial Energy	0.008179 \$ / kWh	1,320,556.41	1,344,827.46
Commercial Demand	0.832134 \$ / kW	1,869,735.67	1,932,402.14
Large Industrial - Firm	0.330078 \$ / kW	132,603.55	168,807.78
Large Industrial - Non-Firm	0.537557 \$ / kW	121,947.83	217,843.51
Standby - Firm	0.674940 \$ / kW	84,448.67	95,240.72
Standby - Non-Firm	0.066619 \$ / kW	14,249.77	16,067.11
Municipal & Cotton Gin	0.004422 \$ / kWh	153,489.55	162,753.47
Total		\$5,826,158.12	\$5,949,892.57

Collection Period: May - 2017

TC Class	d. Estimated TC Payments Received	e. Actual TC Payments Received	f. Remittance Shortfall for this Collection Period	g. Excess Remittance for this Collection Period
Residential	2,216,994.55	2,106,125.32	0.00	110,869.23
Commercial Energy	1,444,765.42	1,414,454.14	0.00	30,311.28
Commercial Demand	2,013,294.61	1,797,408.66	0.00	215,885.95
Large Industrial - Firm	221,406.61	78,999.95	0.00	142,406.66
Large Industrial - Non-Firm	190,475.50	15,279.52	0.00	175,195.98
Standby - Firm	173,304.98	90,278.85	0.00	83,026.13
Standby - Non-Firm	35,560.69	18,350.60	0.00	17,210.09
Municipal & Cotton Gin	169,435.66	127,203.03	0.00	42,232.63
Total	\$6,465,238.02	\$5,648,100.07	\$0.00	\$817,137.95

h. Daily remittances previously made by the Servicer to the Collection Account in respect of this Collection Period (c): **\$5,949,892.57**

i. The amount to be remitted by the Servicer to the Collection Account for this Collection Period is (c + f - g): **\$5,132,754.62**

j. If (i>h), (i-h) equals net amount due from the Servicer to the Collection Amount: **\$0.00**

k. If (h>i), (h-i) equals net amount due to the Servicer from the Collection Amount: **\$817,137.95**

Capitalized terms used herein have their respective meanings set forth in the Transition Property Servicing Agreement.

In WITNESS HEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate the 5th day of June, 2018

AEP TEXAS INC., as Servicer

By 