Semiannual Servicer's Certificate
CenterPoint Energy Transition Bond Company III, LLC
$488,472,000 2008 Senior Secured Transition Bonds

Pursuant to Section 6.13 of the Transition Property Servicing Agreement (the "Agreement"), dated as of February 12, 2008, between CenterPoint Energy Houston Electric, LLC, as Servicer, and CenterPoint Energy Transition Bond Company III, LLC, as Issuer, the Servicer does hereby certify as follows:

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

Collection Periods: July 30, 2010 through January 28, 2011
Payment Date: February 1, 2011
Today's Date: January 28, 2011

1. Collections Allocable and Aggregate Amounts Available for Current Payment Date:
   i. Remittances for the July 30 through 31, 2010 Collection Period 175,566.34
   ii. Remittances for the August 1 through 31, 2010 Collection Period 4,935,943.44
   iii. Remittances for the September 1 through 30, 2010 Collection Period 5,040,487.85
   v. Remittances for the November 1 through 30, 2010 Collection Period 4,267,317.42
   vi. Remittances for the December 1 through 31, 2010 Collection Period 4,140,432.79
   viii. Net Earnings on General Subaccount 10,196.85
   ix. General Subaccount Balance (sum of i through viii above) 26,873,212.21

   x. Excess Funds Subaccount Balance as of Current Payment Date 2,769,278.01 [as of 12/31/10]
   xi. Capital Subaccount Balance as of Current Payment Date (1) 2,444,264.74 [as of 12/31/10]
   xii. Collection Account Balance (sum of ix through xi above) 32,086,754.96

(1) Including current period earnings of 31,904.74

2. Outstanding Amounts as of Prior Payment Date:
   i. Tranche A-1 Principal Balance 237,859,223.94
   ii. Tranche A-2 Principal Balance 187,045,000.00
   iii. Aggregate Principal Balance of all Series A Transition Bonds 424,904,223.94

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

<table>
<thead>
<tr>
<th>Principal</th>
<th>Projected Principal Balance</th>
<th>Semiannual Principal Due</th>
</tr>
</thead>
<tbody>
<tr>
<td>i. Tranche A-1</td>
<td>219,982,953.57</td>
<td>17,876,270.37</td>
</tr>
<tr>
<td>ii. Tranche A-2</td>
<td>187,045,000.00</td>
<td>0.00</td>
</tr>
<tr>
<td>iii. For all Series A Transition Bonds</td>
<td>407,027,953.57</td>
<td>17,876,270.37</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Transition Bond Interest Rate</th>
<th>Days in Interest Period (1)</th>
<th>Interest Due</th>
</tr>
</thead>
<tbody>
<tr>
<td>iv. Required Tranche A-1 Interest</td>
<td>4.192%</td>
<td>180</td>
</tr>
<tr>
<td>v. Required Tranche A-2 Interest</td>
<td>5.234%</td>
<td>180</td>
</tr>
</tbody>
</table>

(1) On 30/360 Day basis.
4. Allocation of Remittances as of Current Payment Date Pursuant to Section 8.02(d) of Indenture:

<table>
<thead>
<tr>
<th>Category</th>
<th>Aggregate</th>
<th>Per 1,000 of Original Principal Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>vi. Capital Subaccount</td>
<td>2,442,360.00</td>
<td>0.00</td>
</tr>
</tbody>
</table>

(1) Servicing fee: $488,472,000 x 0.59% x 180/360 = $122,118.00
(2) Administration fee: $100,000 x 180/360 = $50,000.00
(3) Reimbursement to Administrator for fees/expenses paid to independent public accountant ($74,000.00) and outside legal counsel ($4,510.00)
5. Subaccount Release or Withdrawals as of Current Payment Date Pursuant to Section 8.02(d) of Indenture:
   i. Capital Subaccount Release (available for 4.x.) ........................................ 0.00
   ii. Excess Funds Subaccount Withdrawal (available for 4.i. through 4.ix.) ....... 1,134,183.14
   iii. Capital Subaccount Withdrawal (available for 4.i. through 4.viii.) ............ 0.00
   iv. Total Release or Withdrawals ................................................................. 1,134,183.14

6. Outstanding Amounts and Collection Account Balance as of Current Payment Date
   (after giving effect to payments to be made on such Payment Date):
   i. Tranche A-1 Principal Balance .............................................................. 219,982,953.57
   ii. Tranche A-2 Principal Balance .............................................................. 187,045,000.00
   iii. Aggregate Principal Balance for all Series A Transition Bonds ............... 407,027,953.57
   iv. Excess Funds Subaccount Balance ......................................................... 1,635,094.87
   v. Capital Subaccount Balance .................................................................... 2,444,264.74
   vi. Aggregate Collection Account Balance ................................................... 4,079,359.61

7. Shortfalls In Interest and Principal Payments as of Current Payment Date
   (after giving effect to payments to be made on such Payment Date):
   i. Semiannual Interest
      1. Tranche A-1 Bond Interest Payment ....................................................... 0.00
      2. Tranche A-2 Bond Interest Payment ....................................................... 0.00
   ii. Semiannual Principal
      1. Tranche A-1 Principal Payment .............................................................. 0.00
      2. Tranche A-2 Principal Payment .............................................................. 0.00

8. Shortfall in Required Subaccount Level as of Current Payment Date
   (after giving effect to payments to be made on such Payment Date):
   i. Capital Subaccount .................................................................................. 0.00

IN WITNESS HEREOF, the undersigned has duly executed and delivered this
Semiannual Servicer's Certificate this 28th day of January, 2011.

CENTERPOINT ENERGY HOUSTON ELECTRIC, LLC, as Servicer

by: [Signature]
Linda Geiger
Assistant Treasurer