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LETTER OF COMPLIANCE FOR §
CENTERPOINT ENERGY §
TRANSITION BOND COMPANY III, §
LLC BY CENTERPOINT ENERGY §
HOUSTON ELECTRIC, LLC §
§

BEFORE THE 2017 JUL 28 PM 1:41

PUBLIC UTILITY COMMISSION
PUBLIC CLERK

OF TEXAS

COMPLIANCE LETTER OF CENTERPOINT ENERGY HOUSTON ELECTRIC, LLC

**Contact: Laurie A. Burridge-Kowalik
CenterPoint Energy Inc.
1111 Louisiana Street
Houston, Texas 77002
Phone: (713) 207-7245
Fax: (713) 207-0046**

Email: laurie.burridge-kowalik@centerpointenergy.com

July 28, 2017

CenterPoint Energy Houston Electric, LLC (“CenterPoint Houston” or “the Company”) files this letter of compliance for the Semiannual Servicer’s Certificate for the August 1, 2017 payment date for the CenterPoint Energy Transition Bond Company III 2008 Senior Secured Transition Bonds.

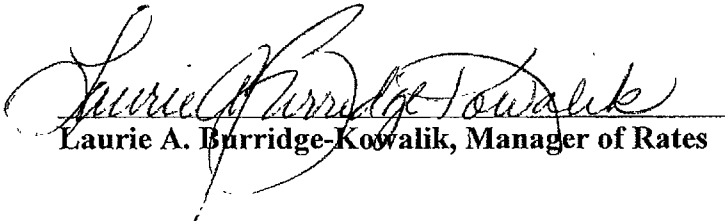
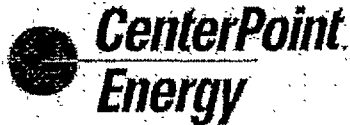

Laurie A. Burridge-Kowalik, Manager of Rates

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CenterPoint Energy Houston Electric, LLC
P.O. Box 1700
Houston, TX 77251-1700

July 28, 2017

To: The Issuer, Trustee and Rating Agencies of the CenterPoint Energy Transition Bond Company III 2008 Senior Secured Transition Bonds and the Public Utility Commission of Texas

In accordance with Section 6.13 of the Transition Property Servicing Agreement, dated as of February 12, 2008, between CenterPoint Energy Transition Bond Company III, LLC (the "Issuer") and CenterPoint Energy Houston Electric, LLC (the "Servicer"), we hereby provide you the Semiannual Servicer's Certificate for the August 1, 2017 Payment Date.

Very truly yours,

Robert McRae
Assistant Treasurer
CenterPoint Energy Houston Electric, LLC,
as Servicer

Attachment for:

CenterPoint Energy Transition Bond Company III
1111 Louisiana, Suite 4689A
Houston, Texas 77002
Attn: Manager

Moody's Investors Service
Robert J. Powers
Director - Physical Document
Management Team
Email: Robert.Powers@moodys.com

Deutsche Bank Trust Company Americas
Structured Finance Services
60 Wall Street, 27th Floor
New York, New York 10005
Attn: Rosemary Cabrera
Email: Rosemary.Cabrera@DB.com

Standard & Poor's
55 Water Street
New York, New York 10041
Attn: Structured Finance
Email: servicer_reports@standardandpoors.com

Fitch
One State Street Plaza
New York, New York 10004
Attn: Du Trieu
Du.Trieu@fitchratings.com

Public Utility Commission of Texas
1701 North Congress Avenue
Austin, Texas 78711
Attn: Exec Director and General Counsel
Fax: 512-936-7036

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: January 31, 2017 through July 28, 2017
 Payment Date: August 1, 2017
 Today's Date: July 26, 2017

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

i.	Remittances for the January 31, 2017 Collection Period	54,781.75	
ii.	Remittances for the February 1 through 28, 2017 Collection Period	2,435,738.34	
iii.	Remittances for the March 1 through 31, 2017 Collection Period	3,467,061.04	
iv.	Remittances for the April 1 through 30, 2017 Collection Period	3,636,813.39	
v.	Remittances for the May 1 through 31, 2017 Collection Period	3,919,595.21	
vi.	Remittances for the June 1 through 30, 2017 Collection Period	8,425,240.65	
vii.	Remittances for the July 1 through 25, 2017 Collection Period	5,579,451.53	
viii.	Net Earnings on Collection Account	31,172.37	(1/1/17 through 6/30/17)
ix.	General Subaccount Balance (sum of i through viii above)	<u>27,549,854.28</u>	
x.	Excess Funds Subaccount Balance as of Current Payment Date	6,278,341.27	
xi.	Capital Subaccount Balance as of Current Payment Date (1)	<u>2,458,457.31</u>	
xii.	Collection Account Balance (sum of ix through xi above)	<u>36,286,652.86</u>	

(1) Including current period earnings of \$23,431.08

2. Outstanding Amounts as of Prior Payment Date:

i.	Tranche A-1 Principal Balance	0.00
ii.	Tranche A-2 Principal Balance	<u>161,178,512.97</u>
iii.	Aggregate Principal Balance of all Series 2008 Transition Bonds	<u>161,178,512.97</u>

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

Principal	Projected Principal Balance	Semiannual Principal Due	
i. Tranche A-1	0.00	0.00	
ii. Tranche A-2	<u>138,058,931.25</u>	<u>23,119,581.72</u>	
iii. For all Series 2008 Transition Bonds	<u>138,058,931.25</u>	<u>23,119,581.72</u>	
	Transition Bond Interest Rate	Days in Interest Period (1)	Interest Due
iv. Required Tranche A-1 Interest	4.192%	180	0.00
v. Required Tranche A-2 Interest	5.234%	180	4,218,041.68

(1) On 30/360 Day basis

	Required Level (Including Replenishment of Amounts Previously Withdrawn for 4.1-1.viii.)	Funding Required
vi. Capital Subaccount	2,442,360.00	0.00

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

i. Trustee Fees and Expenses	2,530.00	
ii. Servicing Fee	122,118.00 (1)	
iii. Administration Fee and Independent Managers Fee	53,300.00 (2)	
iv. Operating Expenses	122,946.99 (3)	
v. Semiannual Interest (including any past-due Semiannual Interest for prior periods)		
	<u>Aggregate</u>	<u>Per 1,000 of Original Principal Amount</u>
1. Tranche A-1 Interest Payment	0.00	0.00
2. Tranche A-2 Interest Payment	4,218,011.68	22.55
vi. Principal Due and Payable as a result of (A) Event of Default or (B) on Final Maturity Date		
	<u>Aggregate</u>	<u>Per 1,000 of Original Principal Amount</u>
1. Tranche A-1 Principal Payment	0.00	0.00
2. Tranche A-2 Principal Payment	0.00	0.00
vii. Principal Scheduled to be Paid on Current Payment Date		
	<u>Aggregate</u>	<u>Per 1,000 of Original Principal Amount</u>
1. Tranche A-1 Principal Payment	0.00	0.00
2. Tranche A-2 Principal Payment	23,149,581.72	123.60
viii. Operating Expenses not Paid under Clause (iv) above	0.00	
ix. Replenishment of Amounts Drawn from Capital Subaccount	0.00	
x. Net Earnings in Capital Subaccount Released to Issuer	0.00	
xi. Deposit to Excess Funds Subaccount	-88,864.11	
xii. Released to Issuer upon Series Retirement/ Collection Account	0.00	
xiii. Aggregate Remittances as of Current Payment Date	<u>27,549,854.28</u>	

(1) Servicing fee: $5488,472,000 \times 0.05\% \times 180/360 = 5122,118.00$

(2) Administration fee: $5100,000 \times 180/360 = 550,000.00$; Independent Managers Fee = 53,300.00

(3) Reimbursement to Administrator for fees/expenses paid to independent public accountants (\$112,102.11); Administrator for fees/expenses paid to outside legal counsel (\$844,88), and Rating Agency fees (\$10,000)

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.)	88,864.11
iii.	Capital Subaccount Withdrawal (available for 4.i. through 4.viii.)	0.00
iv.	Total Release or Withdrawals	<u>88,864.11</u>

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	0.00
ii.	Tranche A-2 Principal Balance	<u>138,058,931.25</u>
iii.	Aggregate Principal Balance for all Series 2008 Transition Bonds	<u>138,058,931.25</u>
iv.	Excess Funds Subaccount Balance	6,189,477.16
v.	Capital Subaccount Balance	<u>2,458,457.31</u>
vi.	Aggregate Collection Account Balance	<u>8,647,934.47</u>

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

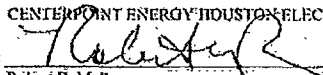
8. Shortfall in Required Subaccount Level as of Current Payment Date (after giving effect to payments to be made on such Payment Date):

i.	Capital Subaccount	0.00
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IN WITNESS WHEREOF, the undersigned has duly executed and delivered this Semiannual Service's Certificate this 28th day of July, 2017.

CENTERPOINT ENERGY HOUSTON ELECTRIC, LLC, as Servicer

by:


 Robert B. McRae
 Assistant Treasurer