



FORM 10-Q

TXU ELECTRIC DELIVERY TRANSITION BOND CO LLC – N/A

Filed: May 12, 2006 (period: March 31, 2006)

Quarterly report which provides a continuing view of a company's financial position

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UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
FOR THE QUARTERLY PERIOD ENDED MARCH 31, 2006

-- OR --

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission File Number 333-91935

TXU Electric Delivery Transition Bond Company LLC

(Exact Name of Registrant as Specified in its Charter)

Delaware
(State of Organization)

75-2851358
(I.R.S. Employer Identification No.)

500 N. Akard Street, Dallas, Texas 75201
(Address of Principal Executive Offices)(Zip Code)

(214) 486-2000
(Registrant's Telephone Number)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check One):

Large Accelerated Filer Accelerated Filer Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No
As of May 11, 2006, all outstanding membership interests in TXU Electric Delivery Transition Bond Company LLC were held by TXU Electric Delivery Company.

TXU Electric Delivery Transition Bond Company LLC meets the conditions set forth in General Instructions (H) (1) (a) and (b) of Form 10-Q and is therefore filing this report with the reduced disclosure format.

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TXU Electric Delivery Transition Bond Company files periodic reports on Form 10-K and Form 10-Q and current reports on Form 8-K which are generally made available to the public, free of charge, on the TXU Electric Delivery Company website at <http://www.txuelectricdelivery.com>, shortly after they have been filed with the Securities and Exchange Commission. To the extent any of those reports are not posted on the TXU Electric Delivery Company website, TXU Electric Delivery Transition Bond Company will provide copies of such reports upon request. The information on TXU Electric Delivery Company's website shall not be deemed a part of, or incorporated by reference into, this report on Form 10-Q.

GLOSSARY

When the following terms and abbreviations appear in the text of this report, they have the meanings indicated below.

1999 Restructuring Legislation	legislation that restructured the electric utility industry in Texas to provide for retail competition
2003 Bonds	refers collectively to the four series of securitization bonds issued in August 2003
2004 Bonds	refers collectively to the three series of securitization bonds issued in June 2004
2005 Form 10-K	TXU Electric Delivery Transition Bond Company's Annual Report on Form 10-K for the year ended December 31, 2005
Commission	Public Utility Commission of Texas
Company	TXU Electric Delivery Transition Bond Company LLC, a wholly-owned bankruptcy remote financing subsidiary of TXU Electric Delivery Company
ERCOT	Electric Reliability Council of Texas, the Independent System Operator and the regional reliability coordinator of the various electricity systems within Texas
Financing Order	the financing order issued by the Commission on August 5, 2002 to TXU Electric Delivery Company, its successors and assignees that provide transmission and distribution service
Indenture	the agreement (dated as of August 21, 2003) between TXU Electric Delivery Transition Bond Company, as issuer, and the Indenture Trustee, which describes the governing terms of, and secures payment of, the Transition Bonds
Indenture Trustee	The Bank of New York, a New York banking corporation
Moody's	Moody's Investors Services, Inc. (a credit rating agency)
REP	retail electric provider
S&P	Standard & Poor's Rating Services, a division of the McGraw Hill Inc. Companies (a credit rating agency)
Settlement Plan	regulatory settlement plan that received final approval by the Commission in January 2003
Transition Bonds	refers collectively to the 2003 Bonds and the 2004 Bonds
TXU Corp.	refers to TXU Corp., a holding company, and/or its consolidated subsidiaries, depending on context
TXU Electric Delivery	refers to TXU Electric Delivery Company, a subsidiary of TXU Corp., and/or its consolidated bankruptcy remote financing subsidiary, TXU Electric Delivery Transition Bond Company LLC, depending on context
TXU Energy Holdings	refers to TXU Energy Company LLC, a subsidiary of TXU Corp., and/or its consolidated subsidiaries, depending on context
US	United States of America

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC
CONDENSED STATEMENTS OF INCOME
(Unaudited)

	Three Months Ended	
	March 31,	
	2006	2005
Operating revenues:		
Transition charge revenue	\$ 35,599,816	\$ 32,535,218
Investment income	564,885	250,783
Total operating revenues	36,164,701	32,786,001
Operating expenses:		
Interest expense	13,377,496	14,060,728
Amortization of transition property	22,144,990	21,405,972
Over/(under) recovery of transition charges	296,864	(3,009,692)
Servicing fees, administrative and general expenses	207,472	207,472
Total operating expenses	36,026,822	32,664,480
Net income	\$ 137,879	\$ 121,521

See Notes to Financial Statements

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC
CONDENSED STATEMENTS OF CASH FLOWS
(Unaudited)

	Three Months Ended	
	March 31,	
	<u>2006</u>	<u>2005</u>
Cash flows – operating activities:		
Net income	\$ 137,879	\$ 121,521
Adjustments to reconcile net income to cash provided by operating activities:		
Amortization of transition property	22,144,990	21,405,973
Over/(under)–recovery of transition charges	296,864	(3,009,692)
Changes in operating assets	664,546	1,028,682
Changes in operating liabilities	<u>3,497,613</u>	<u>3,743,003</u>
Cash provided by operating activities	26,741,892	23,289,487
Cash flows – financing activities:		
Repayment of debt	<u>(20,936,802)</u>	<u>(20,514,532)</u>
Cash used in financing activities	(20,936,802)	(20,514,532)
Cash flows – investing activities:		
Change in restricted funds	<u>(5,672,373)</u>	<u>(2,774,955)</u>
Cash used in investing activities	(5,672,373)	(2,774,955)
Net increase in cash and cash equivalents	132,717	—
Cash and cash equivalents, beginning of period	<u>1,000</u>	<u>1,000</u>
Cash and cash equivalents, end of period	<u>\$ 133,717</u>	<u>\$ 1,000</u>

See Notes to Financial Statements

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC
CONDENSED BALANCE SHEETS
(Unaudited)

ASSETS	March 31, 2006	December 31, 2005
Current assets:		
Cash and cash equivalents	\$ 133,717	\$ 1,000
Restricted cash	51,267,554	45,587,656
Accounts receivable – affiliate		28,727
Transition charge receivable:		
Affiliates	11,051,424	11,175,991
All other	<u>10,678,447</u>	<u>11,189,699</u>
Total current assets	73,131,142	67,983,073
Investments:		
Restricted funds held in trust	12,976,580	12,984,105
Transition property, net of accumulated amortization of \$166,693,428 and \$144,548,438	<u>1,123,083,572</u>	<u>1,145,228,562</u>
Total assets	<u>\$ 1,209,191,294</u>	<u>\$ 1,226,195,740</u>

LIABILITIES AND MEMBER'S INTEREST

Current liabilities:		
Long-term debt due currently	\$ 93,493,300	\$ 93,096,974
Accounts payable – affiliate	98,874	159,992
Accrued interest	15,040,634	11,773,505
Other current liabilities	<u>2,582,708</u>	<u>2,291,106</u>
Total current liabilities	111,215,516	107,321,577
Transition bonds	1,053,001,484	1,074,334,612
Regulatory liability	<u>28,357,357</u>	<u>28,060,493</u>
Total liabilities	1,192,574,357	1,209,716,682
Member's interest	<u>16,616,937</u>	<u>16,479,058</u>
Total liabilities and member's interest	<u>\$ 1,209,191,294</u>	<u>\$ 1,226,195,740</u>

See Notes to Financial Statements

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC
NOTES TO CONDENSED FINANCIAL STATEMENTS
(Unaudited)

1. SIGNIFICANT ACCOUNTING POLICIES

Business – The Company is a bankruptcy remote special purpose Delaware limited liability company, wholly-owned by TXU Electric Delivery. The Company was organized for the limited purpose of purchasing and owning transition property and issuing securitization (transition) bonds to recover generation-related regulatory assets, as well as, stranded costs and other qualified costs. TXU Electric Delivery is a wholly-owned subsidiary of TXU Corp. TXU Electric Delivery is a regulated electricity transmission and distribution company, principally engaged in providing delivery services to REPs that sell electricity in the north-central, eastern and western parts of Texas.

Basis of Presentation— The financial statements of the Company have been prepared in accordance with accounting principles generally accepted in the US and on the same basis as the audited financial statements included in its 2005 Form 10-K. All adjustments (consisting of normal recurring accruals) necessary for a fair presentation of the results of operations and financial position have been included therein. Certain information and footnote disclosures normally included in annual consolidated financial statements prepared in accordance with US GAAP have been omitted pursuant to the rules and regulations of the SEC. Because the condensed interim financial statements do not include all of the information and footnotes required by US GAAP, they should be read in conjunction with the audited financial statements and related notes included in the 2005 Form 10-K. The results of operations for an interim period may not give a true indication of results for a full year.

2. RELATED-PARTY TRANSACTIONS

Pursuant to administration and servicing agreements between the Company and TXU Electric Delivery, TXU Electric Delivery furnishes to the Company, at a fixed fee per year, billing, payment processing, collection, clerical, secretarial and other accounting services, which are reflected as administrative and general expenses in the income statement. The Company's expense for servicing and administration activities performed by TXU Electric Delivery totaled \$193,805 for the three months ended March 31, 2006 and 2005.

During the three months ended March 31, 2006 and 2005, transition charges billed to the REP subsidiary of TXU Energy Holdings, which are included in operating revenues, totaled \$16,968,962 and \$19,719,115, respectively. The balance of the transition charge receivable due from the REP subsidiary of TXU Energy Holdings was \$11,051,424 as of March 31, 2006 and \$11,175,991 as of December 31, 2005.

The balance of accounts receivable due from TXU Electric Delivery was zero and \$28,727 as of March 31, 2006 and December 31, 2005, respectively, and represents amounts billed by TXU Electric Delivery, as servicer, to REPs as security deposits for payment of the REPs transition charges. TXU Electric Delivery, as servicer of the Transition Bonds, reviews the security amount for the REPs quarterly and requests increases when required.

The Company receives interest income with respect to the indenture trustee reserve account and capital subaccounts. The Company intends to periodically distribute to TXU Electric Delivery interest income in its indenture trustee reserve account and capital subaccounts as it is released by the Indenture Trustee. Interest income was released by the Indenture Trustee; however, no distributions were made to TXU Electric Delivery in the first three months of 2006 or 2005.

3. FINANCING ARRANGEMENTS

Long-term debt --- At March 31, 2006 and December 31, 2005, the Company's long-term debt consisted of the following:

	<u>March 31,</u> <u>2006</u>	<u>December</u> <u>31,</u> <u>2005</u>
2.260% Fixed Series 2003 Bonds due in bi-annual installments through February 15, 2007	\$ 23,759,491	\$ 44,696,293
4.030% Fixed Series 2003 Bonds due in bi-annual installments through February 15, 2010	122,000,000	122,000,000
4.950% Fixed Series 2003 Bonds due in bi-annual installments through February 15, 2013	130,000,000	130,000,000
5.420% Fixed Series 2003 Bonds due in bi-annual installments through August 15, 2015	145,000,000	145,000,000
3.520% Fixed Series 2004 Bonds due in bi-annual installments through November 15, 2009	214,958,293	214,958,293
4.810% Fixed Series 2004 Bonds due in bi-annual installments through November 15, 2012	221,000,000	221,000,000
5.290% Fixed Series 2004 Bonds due in bi-annual installments through May 15, 2016	289,777,000	289,777,000
Total	<u>1,146,494,784</u>	<u>1,167,431,586</u>
Less amount due currently	<u>(93,493,300)</u>	<u>(93,096,974)</u>
Total long-term debt	<u>\$1,053,001,484</u>	<u>\$1,074,334,612</u>

The Transition Bonds were issued in two series. The 2003 Bonds were issued on August 21, 2003, with a total principal amount of \$500,000,000, and the 2004 Bonds were issued on June 7, 2004, with a total principal amount of \$789,777,000.

The transition property sold to the Company, as well as restricted cash of \$2,942,245 in the capital subaccount at March 31, 2006, are pledged as collateral for the Transition Bonds. Collections of transition charges will be used to pay the principal, interest and associated costs of the Transition Bonds. The Company is required to maintain restricted cash pledged as collateral for the Transition Bonds in an amount equal to 0.5% of the initial aggregate principal amount of Transition Bonds outstanding. Should the transition charges collected through the specified payment dates listed above not provide adequate funds to make the scheduled payments of principal and interest, the transition charges can continue to be collected for approximately two years before the Transition Bonds go into default for nonpayment.

Financial Covenants--- The terms of the Indenture contain financial covenants that require maintenance of specified collateral deposits in proportion to the aggregate principal amount of the Transition Bonds outstanding. As of March 31, 2006, the Company was in compliance with such covenants.

4. MEMBER'S INTEREST

The Company receives interest income with respect to the indenture trustee reserve account and capital subaccounts. Interest income totaling \$340,203 was distributed to TXU Electric Delivery in 2005. No distributions were made to TXU Electric Delivery in the first three months of 2006 or 2005.

5. RESTRICTED CASH

<u>Balance Sheet Classification</u>			
<u>At March 31, 2006</u>		<u>At December 31, 2005</u>	
<u>Current Assets</u>	<u>Investment</u>	<u>Current Assets</u>	<u>Investment</u>

Collections related to Transition Bonds used only to service debt and pay expenses (includes over-collateralization subaccount of \$524,056, \$--, \$421,980 and \$--)	\$ 51,267,554	\$ --	\$ 45,587,656	\$ --
Funds for payment of fees associated with Transition Bonds	--	10,034,335	--	10,029,173

Reserve for shortfalls of Transition Bond charges
(capital subaccount)

	—	2,942,245	—	2,954,932
Total	<u>\$ 51,267,554</u>	<u>\$ 12,976,580</u>	<u>\$ 45,587,656</u>	<u>\$ 12,984,105</u>

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Managers and Member of
TXU Electric Delivery Transition Bond Company LLC:

We have reviewed the accompanying condensed balance sheet of TXU Electric Delivery Transition Bond Company LLC (the "Company") as of March 31, 2006, and the related condensed statements of income and cash flows for the three-month periods ended March 31, 2006 and 2005. These interim financial statements are the responsibility of the Company's management.

We conducted our reviews in accordance with the standards of the Public Company Accounting Oversight Board (United States). A review of interim financial information consists principally of applying analytical procedures and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States), the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews, we are not aware of any material modifications that should be made to such condensed interim financial statements for them to be in conformity with accounting principles generally accepted in the United States of America.

We have previously audited, in accordance with the standards of the Public Company Accounting Oversight Board (United States), the balance sheet of the Company as of December 31, 2005, and the related statements of income, member's interest and cash flows for the year then ended (not presented herein); and in our report dated March 7, 2006, we expressed an unqualified opinion on those financial statements. In our opinion, the information set forth in the accompanying condensed balance sheet as of December 31, 2005 is fairly stated, in all material respects, in relation to the balance sheet from which it has been derived.

/s/ Deloitte & Touche LLP

Dallas, Texas
May 10, 2006

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

BUSINESS

The Company is a bankruptcy remote special purpose Delaware limited liability company, wholly-owned by TXU Electric Delivery. The Company was organized for the limited purpose of purchasing and owning transition property and issuing securitization (transition) bonds to recover generation-related regulatory assets, as well as, stranded costs and other qualified costs. TXU Electric Delivery is a wholly-owned subsidiary of TXU Corp. TXU Electric Delivery is a regulated electricity transmission and distribution company, principally engaged in providing delivery services to REPs that sell electricity in the north-central, eastern and western parts of Texas.

RESULTS OF OPERATIONS

The statement of income of the Company reflects transition charge revenues from TXU Electric Delivery's customers for the servicing (principal repayments and interest) of the Transition Bonds, the amortization of the transition property and interest expense on the Transition Bonds.

Operating Revenues

	<u>Three Months Ended March 31,</u>	
	<u>2006</u>	<u>2005</u>
Billed transition charge revenues	\$ 35,529,710	\$ 33,098,003
Changes in accrued (unbilled) transition charge revenues	70,106	(562,785)
Investment income	<u>564,885</u>	<u>250,783</u>
Total operating revenues	<u>\$ 36,164,701</u>	<u>\$ 32,786,001</u>

Operating revenue increased \$3,378,700, or 10.3% to \$36,164,701.

- Transition charge revenues were higher in the three months ended March 31, 2006 as a result of the May and August 2005 true-up adjustments. TXU Electric Delivery, as servicer, files for increases or decreases (true-ups) in transition charges with the Commission to ensure sufficient funds will be collected during the following year to meet scheduled debt service payments on the Transition Bonds and to maintain the over-collateralization and capital subaccounts at the required levels. Based on the approved transition charges and current forecast of customer usage, it is expected that revenues collected will be sufficient to make the scheduled payments.
- Investment income increased \$314,102 to \$564,885. The primary driver of this increase is higher interest rates and higher restricted cash balances. The restricted cash is invested in short-term US government securities.

To the extent revenues, excluding interest on the indenture trustee reserve and capital accounts, are greater or less than the total of interest expense, amortization of the transition property and other fees and expenses, the Company records an increase or decrease to expense for over/under-recovery of transition charges. For the three months ended March 31, 2006, the Company recorded an expense for over-recovery of transition charges with a corresponding increase to the regulatory liability of \$296,864. For the three months ended March 31, 2005, the Company recorded a credit (decrease to expense) for under-recovery of transition charges with a corresponding decrease to the regulatory liability of \$3,009,692.

Net income for the three months ended March 31, 2006 and March 31, 2005 was \$137,879 and \$121,521, respectively, and consists of interest earned on the indenture trustee reserve account and capital subaccounts. The Company intends to periodically distribute to TXU Electric Delivery interest income in the indenture trustee reserve account and interest income in the capital subaccounts as released by the Indenture Trustee.

FINANCIAL CONDITION

Cash Flows — Cash flows provided by operating activities were \$26,741,892 and \$23,289,487 for the three months ended March 31, 2006 and 2005, respectively. The \$3,452,405 increase was primarily driven by the increase in transition charge revenues resulting from the true-up adjustments for each series in 2005.

Financing activities used cash flows of \$20,936,802 and \$20,514,532 for the three months ended March 31, 2006 and 2005, respectively representing scheduled repayments of the 2003 Bonds.

Cash flows used in investing activities were \$5,672,373 and \$2,774,955 for the first three months of March 2006 and 2005, respectively. The investing activity consisted of changes in the balances of all restricted cash accounts due to increased collections to service the Transition Bonds. See Note 5 to Financial Statements.

As of March 31, 2006, restricted cash included the balance in the capital subaccount of \$2,516,609 compared to the required level of \$2,500,000 for the 2003 Bonds and \$425,636 compared to the required level of \$3,948,885 for the 2004 Bonds. Additionally, as of March 31, 2006, the balance in the over-collateralization subaccount for the 2003 Bonds was \$524,056 compared to the required level of \$520,832 and for the 2004 Bonds was zero compared to the required level of \$493,611. There are no penalties as a result of being above or below the required levels in the capital and over-collateralization subaccounts. The current transition charges for the 2004 Bonds have been designed to restore the capital and over-collateralization subaccounts for that series to their required levels by May 2006. Any future shortfalls in the subaccounts for either series of Transition Bonds would be addressed in future true-up filings.

Equity — Distributions to TXU Electric Delivery of interest earned on the indenture trustee reserve account and capital subaccounts are recorded as a reduction in Member's Interest. There were no distributions made in the first three months of 2006 or 2005.

FINANCING ACTIVITIES

The Company's financing needs are limited to issuance of the Transition Bonds. There is no provision to allow for any other borrowings.

Financial Covenants, Credit Rating Provisions and Cross Default Provisions — The terms of the Indenture contain financial covenants that require maintenance of specified collateral deposits in proportion to the aggregate principal amount of the Transition Bonds outstanding. As of March 31, 2006, the Company was in compliance with such covenants.

CHANGES IN ACCOUNTING STANDARDS

There have been no recently issued accounting standards effective after March 31, 2006 that are expected to materially impact the Company.

FORWARD-LOOKING STATEMENTS

This report and other presentations made by the Company contain forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended. Although the Company believes that in making any such statement its expectations are based on reasonable assumptions, any such statement involves uncertainties and is qualified in its entirety by reference to the risks discussed under “RISK FACTORS” and the following important factors, among others that could cause the actual results of the Company to differ materially from those projected in such forward-looking statements:

- state or federal legislative or regulatory developments;
- national or regional economic conditions;
- the accuracy of the servicer's estimates of market demand and prices for energy;
- the accuracy of the servicer's estimates of industrial, commercial and residential growth in TXU Electric Delivery's service territory, including related estimates of conservation and electric usage efficiency;
- weather conditions and other natural phenomena affecting retail electric customer energy usage;
- acts of sabotage, terrorist activities or other catastrophic events;
- the speed, degree and effect of continued electric industry restructuring;
- the operating performance of TXU Electric Delivery's facilities and third-party suppliers of electric energy in TXU Electric Delivery's service territory;
- the accuracy of the servicer's estimates of the payment patterns of retail electric customers, including the rate of delinquencies and any collections curves; and
- the operational and financial ability of REPs to bill and collect transition charges and make timely payments of amounts billed by the servicer to the REPs for transition charges.

Any forward-looking statement speaks only as of the date on which such statement is made, and the Company undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made or to reflect the occurrence of unanticipated events. New factors emerge from time to time and it is not possible for the Company to predict all of such factors, nor can it assess the impact of each such factor or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statement.

ITEM 4. CONTROLS AND PROCEDURES

An evaluation was performed under the supervision and with the participation of the Company's management, including the principal executive officer and principal financial officer, of the effectiveness of the design and operation of the disclosure controls and procedures in effect as of the end of the current period including in this quarterly report. Based on the evaluation performed, the Company's management, including the principal executive officer and principal financial officer, concluded that the disclosure controls and procedures were effective. During the most recent fiscal quarter covered by this quarterly report, there have been no changes in the Company's internal controls over financial reporting that has materially affected, or is reasonably likely to materially affect, the Company's internal control over financial reporting.

PART II. OTHER INFORMATION

REQUIRED REPORTS

The Company has included in this quarterly report on Form 10-Q or furnished on its website at www.txuelectricdelivery.com, as indicated, the following information in respect of each series of outstanding Transition Bonds, as required by the terms of the indenture relating to the Transition Bonds. Exhibits that are filed as a part of this Form 10-Q are listed below.

Required Item	Filed as Exhibit or Furnished on Website
Monthly servicer report (Series 2004-1 for January 2006)	Exhibit 99 (a)(1)
Monthly servicer report (Series 2004-1 for February 2006)	Exhibit 99 (a)(2)
Monthly servicer report (Series 2004-1 for March 2006)	Exhibit 99 (a)(3)
Monthly servicer report (Series 2003-1 for January 2006)	Exhibit 99 (a)(4)
Monthly servicer report (Series 2003-1 for February 2006)	Exhibit 99 (a)(5)
Monthly servicer report (Series 2003-1 for March 2006)	Exhibit 99 (a)(6)
A statement reporting the balance in the collection accounts as of the end of each quarter	Exhibit 99 (b)
A quarterly statement affirming that, in all material respects, for each materially significant REP, (a) each REP has been billed in compliance with the requirements outlined in the Financing Order, (b) each REP has made payments in compliance with the requirements outlined in the Financing Order, and (c) each REP satisfies the creditworthiness requirements of the Financing Order.	Exhibit 99 (c)
Statement of Series 2003-1 Outstanding Bond Balances	Exhibit 99 (d)(1)
Statement of Series 2004-1 Outstanding Bond Balances	Exhibit 99 (d)(2)
Semi Annual Servicer's Certificate February 2006	Exhibit 99 (e)

Item 1A. RISK FACTORS

There have been no significant changes in risk factors of the Company since December 31, 2005 as disclosed in the 2005 Form 10-K.

ITEM 6. EXHIBITS

(a) Exhibits:

Exhibits

(15) Letter re: Unaudited Financial Information

15 --- Letter from independent registered accounting firm as to unaudited interim financial information.

(32) Section 1350 Certifications.

32(a) --- Certification of T.L. Baker, principal executive officer of TXU Electric Delivery Transition Bond Company LLC, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.

32(b) --- Certification of H. Dan Farell, principal financial officer of TXU Electric Delivery Transition Bond Company LLC, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.

(35) Servicer Compliance Statement.

35 --- Certification of H. Dan Farell, as principal financial officer of TXU Electric Delivery Company, the Servicer.

(99) Additional Exhibits.

99(a)(1) --- Monthly Servicer Report (Series 2004-1 for January 2006)

99(a)(2) --- Monthly Servicer Report (Series 2004-1 for February 2006)

99(a)(3) --- Monthly Servicer Report (Series 2004-1 for March 2006)

99(a)(4) --- Monthly Servicer Report (Series 2003-1 for January 2006)

99(a)(5) --- Monthly Servicer Report (Series 2003-1 for February 2006)

99(a)(6) --- Monthly Servicer Report (Series 2003-1 for March 2006)

99(b) --- Statement of Balances as of March 31, 2006

99(c) --- A quarterly statement affirming that, in all material respects, for each materially significant REP, (a) each REP has been billed in compliance with the requirements outlined in the Financing Order; (b) each REP has made payments in compliance with the requirements outlined in the Financing Order, and (c) each REP satisfies the Creditworthiness requirements of the Financing Order.

99(d) (1) Statement of Outstanding Bond Balances Series 2003-1

99(d) (2) Statement of Outstanding Bond Balances Series 2004-1

99(e) Semi-Annual Servicer's Certificate

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**TXU ELECTRIC DELIVERY TRANSITION BOND
COMPANY LLC**

By: /s/ Stan Szlauderbach

Stan Szlauderbach
Senior Vice President

Date: May 11, 2006

TXU Electric Delivery Transition Bond Company LLC
500 N Akard Street
Dallas, TX 75201

We have made a review, in accordance with the standards of the Public Company Accounting Oversight Board (United States), of the unaudited condensed consolidated interim financial information of TXU Electric Delivery Transition Bond Company LLC. (“the Company”) for the three-month periods ended March 31, 2006 and 2005, as indicated in our report dated May 10, 2006; because we did not perform an audit, we expressed no opinion on that information.

We are aware that our report referred to above, which is included in TXU Electric Delivery Transition Bond Company LLC's Quarterly Report on Form 10-Q for the quarter ended March 31, 2006, is incorporated by reference in Registration Statement No. 333-91935 on Form S-3.

We also are aware that the aforementioned report, pursuant to Rule 436(c) under the Securities Act of 1933, is not considered a part of the Registration Statement prepared or certified by an accountant or a report prepared or certified by an accountant within the meaning of Sections 7 and 11 of that Act.

/s/ Deloitte & Touche LLP

Dallas, Texas
May 10, 2006

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC
Certificate Pursuant to Section 906
of Sarbanes – Oxley Act of 2002
CERTIFICATION OF CEO

The undersigned, T. L. Baker, Chairman of the Board and Chief Executive of TXU Electric Delivery Transition Bond Company LLC (the “Company”), DOES HEREBY CERTIFY that:

1. The Company's Quarterly Report on Form 10–Q for the period ended March 31, 2006 (the “Report”) fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and
2. Information contained in the Report fairly presents, in all material respects, the financial condition and results of operation of the Company.

IN WITNESS WHEREOF, the undersigned has caused this instrument to be executed this 12th day of May, 2006.

/s/ T. L. Baker

Name: T. L. Baker
Title: Chairman of the Board and
Chief Executive

Exchange Commission or its staff upon request.

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC
Certificate Pursuant to Section 906
of Sarbanes – Oxley Act of 2002
CERTIFICATION OF PFO

The undersigned, H. Dan Farell, Senior Vice President and Principal Financial Officer of TXU Electric Delivery Transition Bond Company LLC (the “Company”), DOES HEREBY CERTIFY that:

1. The Company's Quarterly Report on Form 10-Q for the period ended March 31, 2006 (the “Report”) fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and
2. Information contained in the Report fairly presents, in all material respects, the financial condition and results of operation of the Company.

IN WITNESS WHEREOF, the undersigned has caused this instrument to be executed this 12th day of May, 2006.

/s/ H. Dan Farell

Name: H. Dan Farell
Title: Senior Vice President
and Principal Financial Officer



MONTHLY SERVICER'S CERTIFICATE
(TO BE DELIVERED EACH MONTH PURSUANT TO SECTION 3.01(b)(i)
OF THE SERIES 2004-1 TRANSITION PROPERTY SERVICING AGREEMENT)

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
Series 2004-1 Bonds

TXU Electric Delivery Company, as Servicer

Pursuant to the Series 2004-1 Transition Property Servicing Agreement dated as of June 7, 2004 (the "Series 2004-1 Transition Property Servicing Agreement") between TXU Electric Delivery Company, as Servicer, and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

SERIES 2004-1 COLLECTION PERIOD: January 2006

Customer Class	a. Series 2004-1 Transition Charge in Effect	b. Series 2004-1 Transition Charge Billed	c. Actual Series 2004-1 Transition Charge Payments Received	d. Series 2004-1 Transition Charge Remittance Made to Trustee
Residential Service	0.000958 / \$ kWh	\$ 2,742,307.64	\$ 2,530,121.03	\$ 2,530,121.03
General Service Secondary		\$ 4,175,092.81	\$ 4,290,863.68	\$ 4,290,863.68
Non-demand	0.000826 / \$ kWh			
Demand	\$ 0.366 / kW			
General Service Primary		\$ 453,112.86	\$ 450,648.96	\$ 450,648.96
Non-demand	0.000378 / \$ kWh			
Demand	\$ 0.289 / kW			
High Voltage Service	\$ 0.146 / kW	\$ 167,344.53	\$ 167,016.11	\$ 167,016.11
Lighting Service	0.001360 / \$ kWh	\$ 55,119.80	\$ 58,282.25	\$ 58,282.25
Instantaneous Interruptible	\$ 0.163 / kW	\$ 154,684.43	\$ 139,602.64	\$ 139,602.64
Noticed Interruptible	\$ 0.161 / kW	\$ 132,428.96	\$ 137,981.86	\$ 137,981.86
Total		\$ 7,880,091.03	\$ 7,774,516.53	\$ 7,774,516.53

Capitalized terms used herein have their respective meanings set forth in the Series 2004-1 Transition Property Servicing Agreement.

In WITNESS HEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate this 8th day of February, 2006.

TXU ELECTRIC DELIVERY COMPANY
as Servicer

By /s/ John M. Casey
Name: John M. Casey
Title: Assistant Treasurer

MONTHLY SERVICER'S CERTIFICATE
(TO BE DELIVERED EACH MONTH PURSUANT TO SECTION 3.01(b)(i)
OF THE SERIES 2004-1 TRANSITION PROPERTY SERVICING AGREEMENT)

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
Series 2004-1 Bonds

TXU Electric Delivery Company, as Servicer

Pursuant to the Series 2004-1 Transition Property Servicing Agreement dated as of June 7, 2004 (the "Series 2004-1 Transition Property Servicing Agreement") between TXU Electric Delivery Company, as Servicer, and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

SERIES 2004-1 COLLECTION PERIOD: February 2006

Customer Class	a Series 2004-1 Transition Charge in Effect	b.Series 2004-1 Transition Charge Billed	c.Actual Series 2004-1 Transition Charge Received	d.Series 2004-1 Transition Charge Remittance Made to Trustee
Residential Service	0.000958 / \$ kWh	\$ 2,294,849.71	\$ 2,623,179.48	\$ 2,623,179.48
General Service Secondary		\$ 4,150,855.10	\$ 4,022,091.44	\$ 4,022,091.44
Non-demand	0.000826 / \$ kWh			
Demand	\$ 0.366 / kW			
General Service Primary		\$ 420,902.40	\$ 449,954.36	\$ 449,954.36
Non-demand	0.000378 / \$ kWh			
Demand	\$ 0.289 / kW			
High Voltage Service	\$ 0.146 / kW	\$ 178,960.61	\$ 167,672.08	\$ 167,672.08
Lighting Service	0.001360 / \$ kWh	\$ 54,886.09	\$ 40,769.61	\$ 40,769.61
Instantaneous Interruptible	\$ 0.163 / kW	\$ 161,468.50	\$ 171,090.74	\$ 171,090.74
Noticed Interruptible	\$ 0.161 / kW	\$ 141,876.35	\$ 129,796.28	\$ 129,796.28
Total		\$ 7,403,798.76	\$ 7,604,553.99	\$ 7,604,553.99

Capitalized terms used herein have their respective meanings set forth in the Series 2004-1 Transition Property Servicing Agreement.

In WITNESS HEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate this 8th day of March, 2006.

TXU ELECTRIC DELIVERY COMPANY,
as Servicer

By /s/ John M. Casey
Name: John M. Casey
Title: Assistant Treasurer

MONTHLY SERVICER'S CERTIFICATE
(TO BE DELIVERED EACH MONTH PURSUANT TO SECTION 3.01(b)(i)
OF THE SERIES 2004-1 TRANSITION PROPERTY SERVICING AGREEMENT)

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
Series 2004-1 Bonds

TXU Electric Delivery Company, as Servicer

Pursuant to the Series 2004-1 Transition Property Servicing Agreement dated as of June 7, 2004 (the "Series 2004-1 Transition Property Servicing Agreement") between TXU Electric Delivery Company, as Servicer, and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

SERIES 2004-1 COLLECTION PERIOD: March 2006

Customer Class	a. Series 2004-1 Transition Charge in Effect	b. Series 2004-1 Transition Charge Billed	c. Actual Series 2004-1 Transition Charge Payments Received	d. Series 2004-1 Transition Charge Remittance Made to Trustee
Residential Service	\$ 0.000958 / kWh	\$ 2,428,738.34	\$ 2,377,270.56	\$ 2,377,270.56
General Service Secondary		\$ 4,219,199.37	\$ 4,516,752.14	\$ 4,516,752.14
Non-demand	\$ 0.000826 / kWh			
Demand	\$ 0.366 / kW			
General Service Primary		\$ 414,568.49	\$ 492,043.05	\$ 492,043.05
Non-demand	\$ 0.000378 / kWh			
Demand	\$ 0.289 / kW			
High Voltage Service	\$ 0.146 / kW	\$ 172,335.84	\$ 185,349.19	\$ 185,349.19
Lighting Service	\$ 0.001360 / kWh	\$ 54,352.70	\$ 30,011.68	\$ 30,011.68
Instantaneous Interruptible	\$ 0.163 / kW	\$ 161,870.20	\$ 191,269.56	\$ 191,269.56
Noticed Interruptible	\$ 0.161 / kW	\$ 142,251.11	\$ 167,755.56	\$ 167,755.56
Total		\$ 7,593,316.05	\$ 7,960,451.74	\$ 7,960,451.74

Capitalized terms used herein have their respective meanings set forth in the Series 2004-1 Transition Property Servicing Agreement.

In WITNESS HEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate this 5th day of April, 2006.

TXU ELECTRIC DELIVERY COMPANY,
as Servicer

By /s/ John M. Casey
Name: John M. Casey
Title: Assistant Treasurer

MONTHLY SERVICER'S CERTIFICATE
(TO BE DELIVERED EACH MONTH PURSUANT TO SECTION 3.01(b)(i)
OF THE SERIES 2003-1 TRANSITION PROPERTY SERVICING AGREEMENT)

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
Series 2003-1 Bonds

TXU Electric Delivery Company, as Servicer

Pursuant to the Series 2003-1 Transition Property Servicing Agreement dated as of August 21, 2003 (the "Series 2003-1 Transition Property Servicing Agreement") between TXU Electric Delivery Company, as Servicer, and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

SERIES 2003-1 COLLECTION PERIOD: January 2006

Customer Class	a. Series 2003-1 Transition Charge in Effect	b. Series 2003-1 Transition Charge Billed	c. Actual Series 2003-1 Transition Charge Payments Received	d. Series 2003-1 Transition Charge Remittance Made to Trustee
Residential Service	\$ 0.000598 / kWh	\$ 1,715,076.61	\$ 1,581,529.74	\$ 1,581,529.74
General Service Secondary		\$ 2,042,790.01	\$ 2,110,521.80	\$ 2,110,521.80
Non-demand	\$ 0.000324 / kWh			
Demand	\$ 0.181 / kW			
General Service Primary		\$ 266,385.17	\$ 258,741.69	\$ 258,741.69
Non-demand	\$ 0.000315 / kWh			
Demand	\$ 0.164 / kW			
High Voltage Service	\$ 0.121 / kW	\$ 138,819.24	\$ 138,546.69	\$ 138,546.69
Lighting Service	\$ 0.000870 / kWh	\$ 35,123.39	\$ 37,148.14	\$ 37,148.14
Instantaneous Interruptible	\$ 0.097 / kW	\$ 92,209.86	\$ 83,234.74	\$ 83,234.74
Noticed Interruptible	\$ 0.099 / kW	\$ 81,403.11	\$ 84,712.38	\$ 84,712.38
Total		\$ 4,371,807.39	\$ 4,294,435.18	\$ 4,294,435.18

Capitalized terms used herein have their respective meanings set forth in the Series 2003-1 Transition Property Servicing Agreement.

In WITNESS WHEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate this 8th day of February, 2006.

TXU ELECTRIC DELIVERY COMPANY,
as Servicer

By /s/ John M. Casey
Name: John M. Casey
Title: Assistant Treasurer

MONTHLY SERVICER'S CERTIFICATE
 (TO BE DELIVERED EACH MONTH PURSUANT TO SECTION 3.01(b)(i)
 OF THE SERIES 2003-1 TRANSITION PROPERTY SERVICING AGREEMENT)

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
 Series 2003-1 Bonds

TXU Electric Delivery Company, as Servicer

Pursuant to the Series 2003-1 Transition Property Servicing Agreement dated as of August 21, 2003 (the "Series 2003-1 Transition Property Servicing Agreement") between TXU Electric Delivery Company, as Servicer, and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

SERIES 2003-1 COLLECTION PERIOD: February 2006

Customer Class	a. Series 2003-1 Transition Charge in Effect	b. Series 2003-1 Transition Charge Billed	c. Actual Series 2003-1 Transition Charge Payments Received	d. Series 2003-1 Transition Charge Remittance Made to Trustee
Residential Service	\$ 0.000598 / kWh	\$ 1,435,451.55	\$ 1,640,569.86	\$ 1,640,569.86
General Service Secondary		\$ 2,041,821.07	\$ 1,968,606.81	\$ 1,968,606.81
Non-demand	\$ 0.000324 / kWh			
Demand	\$ 0.181 / kW			
General Service Primary		\$ 240,169.41	\$ 261,933.42	\$ 261,933.42
Non-demand	\$ 0.000315 / kWh			
Demand	\$ 0.164 / kW			
High Voltage Service	\$ 0.121 / kWh	\$ 148,457.15	\$ 139,091.24	\$ 139,091.24
Lighting Service	\$ 0.000870 / kWh	\$ 34,968.76	\$ 25,947.75	\$ 25,947.75
Instantaneous Interruptible	\$ 0.097 / kW	\$ 96,259.60	\$ 101,196.39	\$ 101,196.39
Noticed Interruptible	\$ 0.099 / kW	\$ 87,267.10	\$ 79,935.63	\$ 79,935.63
Total		\$ 4,084,394.64	\$ 4,217,281.10	\$ 4,217,281.10

Capitalized terms used herein have their respective meanings set forth in the Series 2003-1 Transition Property Servicing Agreement.

In WITNESS HEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate this 8th day of March, 2006.

TXU ELECTRIC DELIVERY COMPANY,
 as Servicer

By /s/ John M. Casey
 Name: John M. Casey
 Title: Assistant Treasurer

MONTHLY SERVICER'S CERTIFICATE
(TO BE DELIVERED EACH MONTH PURSUANT TO SECTION 3.01(b)(i)
OF THE SERIES 2003-1 TRANSITION PROPERTY SERVICING AGREEMENT)

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
Series 2003-1 Bonds

TXU Electric Delivery Company, as Servicer

Pursuant to the Series 2003-1 Transition Property Servicing Agreement dated as of August 21, 2003 (the "Series 2003-1 Transition Property Servicing Agreement") between TXU Electric Delivery Company, as Servicer, and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

SERIES 2003-1 COLLECTION PERIOD: March 2006

Customer Class	a. Series 2003-1 Transition Charge in Effect	b. Series 2003-1 Transition Charge Billed	c. Actual Series 2003-1 Transition Charge Payments Received	d. Series 2003-1 Transition Charge Remittance Made to Trustee
Residential Service	\$ 0.000598 / kWh	\$ 1,519,041.32	\$ 1,487,028.62	\$ 1,487,028.62
General Service Secondary		\$ 2,076,529.50	\$ 2,223,320.42	\$ 2,223,320.42
Non-demand	\$ 0.000324 / kWh			
Demand	\$ 0.181 / kW			
General Service Primary		\$ 235,856.11	\$ 283,272.23	\$ 283,272.23
Non-demand	\$ 0.000315 / kWh			
Demand	\$ 0.164 / kW			
High Voltage Service	\$ 0.121 / kW	\$ 142,961.98	\$ 153,750.73	\$ 153,750.73
Lighting Service	\$ 0.000870 / kWh	\$ 34,711.52	\$ 19,057.29	\$ 19,057.29
Instantaneous Interruptible	\$ 0.097 / kW	\$ 96,458.39	\$ 114,774.94	\$ 114,774.94
Noticed Interruptible	\$ 0.099 / kW	\$ 87,507.32	\$ 103,191.27	\$ 103,191.27
Total		\$ 4,193,066.14	\$ 4,384,395.50	\$ 4,384,395.50

Capitalized terms used herein have their respective meanings set forth in the Series 2003-1 Transition Property Servicing Agreement.

In WITNESS HEREOF, the undersigned has duly executed and delivered this Monthly Servicer's Certificate this 5th day of April, 2006.

TXU ELECTRIC DELIVERY COMPANY,
as Servicer

By /s/ John M. Casey
Name: John M. Casey
Title: Assistant Treasurer

TXU Electric Delivery Transition Bond Company LLC
Statement of Collection Account Balances as of
March 31, 2006

The balances in the sub-accounts on deposit with the trustee as of March 31, 2006 were:

	<u>Series 2003-1</u>	<u>Series 2004-1</u>
General Sub-Account	\$ 8,849,249.77	\$39,536,174.10
Capital Sub-Account	\$ 2,507,805.27	\$ 424,147.41
Overcollateralization Sub-Account	\$ 522,259.19	\$ 0.00
Reserve Sub-Account	\$ 389,163.36	\$ 0.00

REP Deposit Account * \$2,459,432.22

* REP deposits are held in one account with a sub-ledger outlining the respective amount of each REP's deposit attributable to each series of bonds.

QUARTERLY AFFIRMATION STATEMENT

This Quarterly Statement is being provided pursuant to the requirement of Section 3.07(h)VIII of that certain Indenture dated as of August 21, 2003 between TXU Electric Delivery Transition Bond Company LLC (the "Transition Bond Company"), as Issuer, and The Bank of New York, as Indenture Trustee, (as originally executed and, as from time to time supplemented or amended by one or more Series Supplements or indentures supplemental thereto entered into pursuant to the applicable provisions of the Indenture, as so supplemented or amended, or both, the "Indenture"). Capitalized terms used herein and not otherwise defined herein, shall have the meaning ascribed to such term in Appendix A of the Indenture.

I, John M. Casey, hereby certify that I am the Assistant Treasurer of TXU Electric Delivery Company ("TXUED"), the parent company of the Transition Bond Company, and the servicer of the transition bonds under that certain Series 2003-1 Transition Property Servicing Agreement, dated as of August 21, 2003 and that certain Series 2004-1 Transition Property Servicing Agreement dated as of June 7, 2004 between the Transition Bond Company and TXUED.

I hereby affirm that, in all material respects, for each materially significant REP for which TXUED provided electric delivery transmission and distribution services for the quarterly period ending March 31, 2006, (a) each REP has been billed in compliance with the requirements outlined in the Financing Order; (b) each REP has made payments in compliance with the requirements outlined in the Financing Order; and (c) each REP satisfies the creditworthiness requirements of the Financing Order.

/s/ John M. Casey

John M. Casey

TXU Electric Delivery Transition Bond Company LLC
Series 2003-1 Transition Bonds
Statement of Outstanding Balances
as of March 31, 2006
(reflects actual payments made)

Payment Date	Scheduled Principal Payment	Actual Principal Payment	Outstanding Balance
08/21/03			\$500,000,000
02/15/04	\$ 7,693,695	\$ 7,693,695	\$492,306,305
08/15/04	\$14,849,544	\$14,849,544	\$477,456,761
02/15/05	\$20,514,532	\$20,514,532	\$456,942,229
08/15/05	\$15,245,936	\$15,245,936	\$441,696,293
02/15/06	\$20,936,802	\$20,936,802	\$420,759,491
08/15/06	\$15,639,784		
02/15/07	\$21,333,128		
08/15/07	\$16,180,886		
02/15/08	\$22,152,926		
08/15/08	\$16,870,815		
02/15/09	\$22,887,407		
08/15/09	\$17,675,575		
02/15/10	\$23,697,230		
08/15/10	\$18,564,598		
02/15/11	\$24,689,884		
08/15/11	\$19,632,748		
02/15/12	\$25,779,810		
08/15/12	\$20,760,586		
02/15/13	\$26,919,355		
08/15/13	\$21,990,463		
02/15/14	\$28,222,131		
08/15/14	\$23,354,481		
02/15/15	\$29,612,944		
08/15/15	\$24,794,740		

TXU Electric Delivery Transition Bond Company LLC
Series 2004-1 Transition Bonds
Statement of Outstanding Balances
as of March 31, 2006
(reflects actual payments made)

Payment Date	Scheduled Principal Payment	Actual Principal Payment	Outstanding Balance
06/07/04			\$789,777,000
11/15/04	\$ 9,497,122	\$ 9,497,122	\$780,279,878
05/15/05	\$24,931,710	\$24,931,710	\$755,348,168
11/15/05	\$29,612,875	\$29,612,875	\$725,735,293
05/15/06	\$26,001,686		
11/15/06	\$30,518,702		
05/15/07	\$27,068,916		
11/15/07	\$31,965,647		
05/15/08	\$28,029,697		
11/15/08	\$32,379,952		
05/15/09	\$28,670,797		
11/15/09	\$34,010,045		
05/15/10	\$29,909,541		
11/15/10	\$35,653,605		
05/15/11	\$31,484,179		
11/15/11	\$37,278,430		
05/15/12	\$33,135,283		
11/15/12	\$38,933,171		
05/15/13	\$34,894,486		
11/15/13	\$40,843,190		
05/15/14	\$36,895,349		
11/15/14	\$42,915,221		
05/15/15	\$39,006,143		
11/15/15	\$45,007,615		
05/15/16	\$41,133,638		

SEMI-ANNUAL SERVICER'S CERTIFICATE

TXU ELECTRIC DELIVERY TRANSITION BOND COMPANY LLC,
\$500,000,000 Transition Bonds, Series 2003-1

TXU Electric Delivery Company, as Servicer

Pursuant to Section 4.01(c)(ii) of the Series 2003-1 Transition Property Servicing Agreement dated as of August 21, 2003 (the "Agreement") between TXU Electric Delivery Company, as Servicer and TXU Electric Delivery Transition Bond Company LLC, as Issuer, the Servicer does hereby certify as follows:

Capitalized terms used herein have the 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: August 2005 to January 2006
 Payment Date: **February 15, 2006**
 Today's Date: February 8, 2005

1. COLLECTIONS ALLOCABLE AND AGGREGATE AMOUNTS AVAILABLE FOR THE CURRENT PAYMENT DATE:

i.	Remittances for the August 2005 Series 2003-1 Collection Period:	\$ 5,964,705.77
ii.	Remittances for the September 2005 Series 2003-1 Collection Period:	\$ 6,159,158.03
iii.	Remittances for the October 2005 Series 2003-1 Collection Period:	\$ 5,206,395.91
iv.	Remittances for the November 2005 Series 2003-1 Collection Period:	\$ 5,592,145.06
v.	Remittances for the December 2005 Series 2003-1 Collection Period:	\$ 3,907,989.60
vi.	Remittances for the January 2006 Series 2003-1 Collection Period:	\$ 4,294,435.18
vii.	Remittances for the ____ Series 2003-1 Collection Period (after ____, use 6 prior periods only)	
viii.	Remittances for the ____ Series 2003-1 Collection Period (after ____, use 6 prior periods only)	
ix.	Remittances for the ____ Series 2003-1 Collection Period (after ____, use 6 prior periods only)	
x.	Remittances for the ____ Series 2003-1 Collection Period (after ____, use 6 prior periods only)	
xi.	Remittances for the ____ Series 2003-1 Collection Period (after ____, use 6 prior periods only)	
xii.	Investment Earnings on Series 2003-1 Collection Account:	\$ 0.00
xiii.	Investment Earnings on Series 2003-1 Capital Subaccount:	\$ 41,514.79
xiv.	Investment Earnings on Series 2003-1 Overcollateralization Subaccount:	\$ 6,641.79
xv.	Investment Earnings on Series 2003-1 Reserve Subaccount:	\$ 5,346.92
xvi.	Investment Earnings on Series 2003-1 General Subaccount:	\$ 319,390.62
xvii.	Series 2003-1 General Subaccount Balance (sum of i through xvi above):	<u><u>\$31,497,723.67</u></u>

xviii.	Series 2003–1 Reserve Subaccount Balance as of Prior Series 2003–1 Payment Date:	\$ 340,103.39
xix.	Series 2003–1 Overcollateralization Subaccount Balance as of Prior Series 2003–1 Payment Date:	\$ 416,666.00
xx.	Series 2003–1 Capital Subaccount Balance as of Prior Series 2003–1 Payment Date	<u>\$ 2,500,000.00</u>
xxi.	Series 2003–1 Collection Account Balance (sum of xvii through xx above):	<u><u>\$34,754,493.06</u></u>

2. OUTSTANDING AMOUNTS AS OF PRIOR SERIES 2003–1 PAYMENT DATE:

i.	Class A–1 Outstanding Amount	\$ 44,696,293.00
ii.	Class A–2 Outstanding Amount	\$122,000,000.00
iii.	Class A–3 Outstanding Amount	\$130,000,000.00
iv.	Class A–4 Outstanding Amount	<u>\$145,000,000.00</u>
v.	Aggregate Outstanding Amount of All Series 2003–1 Bonds	<u><u>\$441,696,293.00</u></u>

3. REQUIRED FUNDING/PAYMENTS AS OF CURRENT PAYMENT DATE:

<u>SERIES 2003–1 PRINCIPAL</u>		<u>PRINCIPAL DUE</u>
i.	Class A–1	\$20,936,802.00
ii.	Class A–2	\$ 0.00
iii.	Class A–3	\$ 0.00
iv.	Class A–4	<u>\$ 0.00</u>
	For All Series 2003–1 Bonds	<u><u>\$20,936,802.00</u></u>

<u>SERIES 2003–1</u>		<u>BOND INTEREST RATE</u>	<u>DAYS IN INTEREST PERIOD (1)</u>	<u>PRINCIPAL BALANCE</u>	<u>INTEREST DUE</u>
vi.	Class A–1	2.26%	180/360	\$ 44,696,293	\$ 505,068.11
vii.	Class A–2	4.03%	180/360	\$ 122,000,000	\$ 2,458,300.00
viii.	Class A–3	4.95%	180/360	\$ 130,000,000	\$ 3,217,500.00
ix.	Class A–4	5.42%	180/360	<u>\$ 145,000,000</u>	<u>\$ 3,929,500.00</u>
x.	For All Series 2003–1 Bonds			<u><u>\$ 441,696,293</u></u>	<u><u>\$10,110,368.11</u></u>

xiii.	Series 2003–1 Overcollateralization Subaccount	<u>\$ 520,832</u>	<u>\$ 104,166.00</u>
xiv.	Series 2003–1 Capital Subaccount	\$ 2,500,000	\$ 0.00

(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(d) OF INDENTURE:

i.	Trustee Fees and Expenses (subject to cap – see 8.02(e)(i) of the Indenture):	\$ 0.00
ii.	Independent Manager Fees (subject to cap – see 8.02(e)(i) of the Indenture):	\$ 2,000.00
ii.	Series 2003–1 Servicing Fee:	\$ 200,000.00
iii.	Operating Expenses (subject to cap – see 8.02(e)(iii) of the Indenture):	
	Trust Operating Expense:	\$ 0.00
	Trust Accounting Expense:	\$ 0.00
	Rating Agency Fees (already paid by Servicer):	\$ 0.00
	Administration Fee:	\$ 25,000.00
	2005 Audit Fee (already paid by Administrator):	\$ 29,923.00
	Total Fees and Expenses (i through iii):	<u>\$ 256,923.00</u>

iv. Semi–Annual Interest (including any past–due for prior period(s))

		PER \$1,000 OF ORIGINAL AGGREGATE PRINCIPAL AMOUNT
SERIES 2003–1		
1.	Class A–1 Interest Payment	\$ 505,068.11
2.	Class A–2 Interest Payment	\$ 2,458,300.00
3.	Class A–3 Interest Payment	\$ 3,217,500.00
4.	Class A–4 Interest Payment	\$ 3,929,500.00

v. Principal Due and Payable as a Result of Event of Default or on Final Maturity Date

		PER \$1,000 OF ORIGINAL AGGREGATE PRINCIPAL AMOUNT
SERIES 2003–1		
1.	Class A–1 Interest Payment	\$ 0
2.	Class A–2 Interest Payment	\$ 0
3.	Class A–3 Interest Payment	\$ 0
4.	Class A–4 Interest Payment	\$ 0

vi. Semi–Annual Principal

		PER \$1,000 OF ORIGINAL AGGREGATE PRINCIPAL AMOUNT
SERIES 2003–1		
1.	Class A–1 Interest Payment	\$ 20,936,802.00
2.	Class A–2 Interest Payment	\$ 0
3.	Class A–3 Interest Payment	\$ 0
4.	Class A–4 Interest Payment	\$ 0

4. ALLOCATION OF REMITTANCES AS OF CURRENT PAYMENT DATE PURSUANT TO 8.02(d) OF INDENTURE (CONTINUED):

vii.	Funding of Series 2003–1 Capital Subaccount (to required level)	\$	0.00
viii.	Funding of Series 2003–1 Overcollateralization Subaccount (to required level)	\$	104,166.00
ix.	Investment Earnings on Series 2003–1 Capital Subaccount Released to Issuer	\$	41,514.79
x.	Deposit to Series 2003–1 Reserve Subaccount	\$	47,949.77
xi.	Released to Issuer upon Retirement of all Bonds	\$	0.00
xii.	AGGREGATE REMITTANCES AS OF CURRENT PAYMENT DATE		<u>\$31,497,723.67</u>

5. OUTSTANDING AMOUNT AND SERIES 2003–1 COLLECTION ACCOUNT BALANCE AS OF CURRENT PAYMENT DATE (AFTER GIVING EFFECT TO PAYMENTS TO BE MADE ON SUCH PAYMENT DATE):

SERIES 2003–1

i.	Class A–1 Outstanding Amount	\$	23,759,491.00
ii.	Class A–2 Outstanding Amount	\$	122,000,000.00
iii.	Class A–3 Outstanding Amount	\$	130,000,000.00
iv.	Class A–4 Outstanding Amount	\$	145,000,000.00
vi.	AGGREGATE OUTSTANDING AMOUNT OF ALL SERIES 2003–1 BONDS	\$	420,759,491.00
vii.	Series 2003–1 Reserve Subaccount Balance	\$	388,053.16
viii.	Series 2003–1 Overcollateralization Subaccount Balance	\$	520,832.00
ix.	Series 2003–1 Capital Subaccount Balance	\$	2,500,000.00
x.	AGGREGATE SERIES 2003–1 COLLECTION ACCOUNT BALANCE	\$	<u>3,408,885.16</u>

6. SUBACCOUNT WITHDRAWALS AS OF CURRENT PAYMENT DATE (IF APPLICABLE, PURSUANT TO SECTION 8.02(e) OF INDENTURE):

i.	Series 2003–1 Reserve Subaccount	\$	0.00
ii.	Series 2003–1 Overcollateralization Subaccount	\$	0.00
iii.	Series 2003–1 Capital Subaccount	\$	0.00
iv.	TOTAL WITHDRAWALS	\$	<u>0.00</u>

7. SHORTFALLS IN INTEREST AND PRINCIPAL PAYMENTS AS OF CURRENT PAYMENT DATE:

i. Semi-annual Interest

SERIES 2003-1

1.	Class A-1 Interest Payment	\$	0
2.	Class A-2 Interest Payment	\$	0
3.	Class A-3 Interest Payment	\$	0
4.	Class A-4 Interest Payment	\$	0

ii. Semi-annual Principal

SERIES 2003-1

1.	Class A-1 Principal Payment	\$	0
2.	Class A-2 Principal Payment	\$	0
3.	Class A-3 Principal Payment	\$	0
4.	Class A-4 Principal Payment	\$	0

8. SHORTFALLS IN REQUIRED SERIES 2003-1 SUBACCOUNT LEVELS AS OF CURRENT PAYMENT DATE:

i.	Series 2003-1 Overcollateralization Subaccount	\$	0
ii.	Series 2003-1 Capital Subaccount	\$	0

IN WITNESS HEREOF, the undersigned has duly executed and delivered this Semi-Annual Servicer's Certificate this 8th day of February, 2006.

TXU ELECTRIC DELIVERY
COMPANY,
as Servicer

By: /s/ John M. Casey
Name: John M. Casey
Title: Assistant Treasurer

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