

PHEAA Student Loan Trust 2006-2 FRN

Quarterly Servicing Report

Distribution Date: 10/27/2014

Reporting Period: 07/01/2014 – 09/30/2014

Pennsylvania Higher Education Assistance Agency – *Issuer*

Pennsylvania Higher Education Assistance Agency – *Master Servicer*

Manufacturers and Traders Trust Company – *Indenture Trustee*

I. Series 2006-2 Floating Rate Notes - Asset & Liability Summary

A. Pool Balance		6/30/2014	Net Activity	9/30/2014	% of Initial Pool Balance			
1. Student Loan - Principal Balance		\$ 361,820,954.80	\$ (11,597,762.71)	\$ 350,223,192.09				
2. Interest expected to be Capitalized		\$ 2,257,689.47	\$ (79,536.65)	\$ 2,178,152.82				
3. Collection Account (Includes Payments Clearing Account)		\$ 12,306,713.33	\$ (4,170.10)	\$ 12,302,543.23				
4. Total Pool Balance		\$ 376,385,357.60	\$ (11,681,469.46)	\$ 364,703,888.14	50.00%			
5. Student Loan - Accrued Borrower Interest Balance		\$ 3,697,991.32	\$ (130,023.18)	\$ 3,567,968.14				
6. Accrued Interest Subsidy & Special Allowance		\$ (671,995.13)	\$ 28,610.73	\$ (643,384.40)				
7. Weighted Average Coupon Rate		3.799%		3.796%				
8. Weighted Average Remaining to Maturity (in months)		175.31		173.25				
9. Number of Loans		39,357		38,552				
10. Number of Borrowers		23,574		23,086				
B. Adjusted Pool Balance		6/30/2014	Change	9/30/2014				
1. Capitalized Bond Interest Fund		\$ -	\$ -	\$ -				
2. Specified Reserve Account Balance (greater of .25% of Pool or \$1,088,285)		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
3 Adjusted Pool Balance (A4 + B1 + B2)		\$ 377,473,642.60	\$ (11,681,469.46)	\$ 365,792,173.14				
C. Reserve Fund		6/30/2014	Change	9/30/2014				
1. Reserve Fund (.25%)		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
2. Reserve Fund Floor		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
3. Current Reserve Fund balance		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
D. Other Fund Balances		6/30/2014	Change	9/30/2014				
1. Acquisition Fund		\$ -	\$ -	\$ -				
2 Total - Other Fund balances		\$ -	\$ -	\$ -				
E. Notes Payable		Final Maturity	CUSIP	Spread	6/30/2014	%	9/30/2014	%
1. 2006-2 Class A-1 LIBOR Notes	10/25/2016	709163GF0	0.01%	\$ -	0.00%	\$ -	0.00%	
2. 2006-2 Class A-2 LIBOR Notes	10/25/2020	709163GG8	0.09%	\$ 47,072,189.34	12.86%	\$ 36,167,185.53	10.20%	
3. 2006-2 Class A-3 LIBOR Notes	10/25/2036	709163GH6	0.13%	\$ 299,985,000.00	81.94%	\$ 299,985,000.00	84.60%	
4. 2006-2 Class B Notes	10/25/2042	709163GJ2	ARS	\$ 19,050,000.00	5.20%	\$ 18,450,000.00	5.20%	
5. Total Notes Payable				\$ 366,107,189.34	100.00%	\$ 354,602,185.53	100.00%	
F. Accelerated Prepayment Test (See page 11 for Parity Report)		6/30/2014	Change	9/30/2014				
1. Student Loan - Principal		\$ 361,820,954.80	\$ (11,597,762.71)	\$ 350,223,192.09				
2. Student Loan - Accrued Borrower Interest, Interest Subsidy & Special Allowance		\$ 3,025,996.19	\$ (101,412.45)	\$ 2,924,583.74				
3. Collection Account balance (including Payments Clearing Account)		\$ 13,415,654.84	\$ (59,928.53)	\$ 13,355,726.31				
5. Reserve Fund balance		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
6. Capitalized Bond Interest Fund balance		\$ -	\$ -	\$ -				
7. Total Assets		\$ 379,350,890.83	\$ (11,759,103.69)	\$ 367,591,787.14				
8. Outstanding Notes		\$ 366,107,189.34	\$ (11,505,003.81)	\$ 354,602,185.53				
9. Accrued Interest Payable on Notes		\$ -	\$ -	\$ -				
10. Accrued Expenses (Consolidation Rebate, Trustee, Auction Agent/Broker Dealer & Servicing)		\$ -	\$ -	\$ -				
11. Total Liabilities		\$ 366,107,189.34	\$ (11,505,003.81)	\$ 354,602,185.53				
12. Net Assets		\$ 13,243,701.49	\$ (254,099.88)	\$ 12,989,601.61				
13. Parity Ratio		1.0362		1.0366				

PHEAA - 2006-2 Floating Rate Student Loan Asset Backed Notes

Statement to Noteholders

Report Date: 09/30/14

Report Period: 07/01/14 - 09/30/14

II. Series 2006-2 FRN Transactions and Accruals

		Beg/End Qtr Balances
A.	Student Loan Cash Principal Activity	361,820,954.80
	1 Borrower Payments	\$ (7,650,573.67)
	2 Claim Payments	\$ (2,468,786.99)
	3 Consolidation Payoffs	\$ (2,174,080.13)
	4 Other Cash Payments from Servicer	\$ (9,102.44)
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (12,302,543.23)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 707,903.70
	2 Cancellations / Reissues	\$ -
	3 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	4 Amounts due to / (from) Guarantor - Ins fees	\$ -
	5 Amounts due to / (from) Dept. of Ed. SDCL Payments	\$ -
	6 Borrower Benefit reductions	\$ -
	7 Other Non-Cash Adjustments	\$ (3,123.18)
	8 Total Non-Cash Principal Activity	\$ 704,780.52
C.	Total Student Loan Principal Activity	\$ (11,597,762.71)
D.	Student Loan Cash Interest Activity	3,025,996.19
	1 Borrower Payments (includes Late Fees)	\$ (2,560,930.07)
	2 Claim Payments	\$ (48,094.45)
	3 Consolidation Payoffs	\$ (32,077.61)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ (179,291.07)
	7 Special Allowance Payments (SAP)	\$ 850,391.78
	8 Total Interest Collections	\$ (1,970,001.42)
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 3,229,628.64
	2 Interest Subsidy Payment Accrual	\$ 171,050.74
	3 Special Allowance Payment Accrual Estimate	\$ (814,435.14)
	4 Capitalized Interest	\$ (707,903.70)
	5 Amounts due to / (from) Dept of Education for non-cash adjustments	\$ -
	6 Amounts due to / (from) Dept of Education SDCL Payments	\$ -
	7 Other Adjustments	\$ (9,751.57)
	8 Total Non-Cash Interest Activity	\$ 1,868,588.97
F.	Total Student Loan Interest Activity	\$ (101,412.45)
G.	Non-Reimbursable Losses During Collection Period	\$ (50,380.06)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (1,063,215.18)
		\$ 353,147,775.83

PHEAA - 2006-2 Floating Rate Student Loan Asset Backed Notes

Statement to Noteholders

Report Date: 09/30/14 Report Period: 07/01/14 - 09/30/14

III. Series 2006-2 FRN - Collection Account Reconciliation
Cash Receipts & Disbursements for the period

	Beginning Cash Balance	\$ 13,415,654.84
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 7,650,573.67
	2 Principal Payments Received - Claim Payments	\$ 2,468,786.99
	3 Principal Payments Received - Consolidation Payoffs	\$ 2,174,080.13
	4 Principal Payments Received - Other Payments from Servicer	\$ 9,102.44
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 12,302,543.23
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes late fees)	\$ 2,560,930.07
	2 Interest Payments Received - Claim Payments	\$ 48,094.45
	3 Interest Payments Received - Consolidation Payoffs	\$ 32,077.61
	4 Interest Payments Received - Other Payments from Servicer	\$ -
	5 Interest Payments Received - Interest Subsidy & Special Payments	\$ (671,100.71)
	6 Interest Payments Received - Sales	\$ -
	7 Total Interest Collections	\$ 1,970,001.42
C.	Reimbursements from Servicer for Non-Cash transactions	\$ -
D.	Reimbursements from Guarantor for Insurance Fee Cancellations	\$ -
E.	Reimbursements from Dept of Education SDCL Payments	\$ -
F.	Transfer from Acquisition Fund	\$ -
G.	Transfer from Capitalized Interest Account	\$ -
H.	Transfers from Reserve Fund	\$ -
I.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 313.70
	2 Payments Clearing Account Investment Earnings	\$ -
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ -
	5 Reserve Fund Investment Earnings	\$ -
	6 Total Investment Earnings	\$ 313.70
J.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (948,838.84)
	2 Broker Dealer & Auction Agent Fees	\$ (476.51)
	3 Servicing Fees	\$ (447,117.85)
	4 Trustee Fees	\$ (23,005.82)
	5 Interest Payments - LIBOR & ARS Notes	\$ (427,584.65)
	6 Principal Payments - LIBOR & ARS Notes	\$ (11,505,003.81)
	7 Funds transferred for Accelerated Prepayments	\$ -
	8 Funds released to Issuer from the Trust	\$ (980,759.40)
	9 Total Previously Remitted Fees	\$ (14,332,786.88)
K.	Total Cash Available at 09/30/14 (Collection Account)	\$ 13,355,726.31
L.	Additional funds available from end of Collection period to Determination Date (09/30/14)	
	1 Student loan principal and interest payments	Not applicable
	2 Interest earnings from 2006-2 Trust accounts	Not applicable
	3 Interest and Special Allowance received from DOE	Not applicable
	4 Class B ARS Interest Payment	Not applicable
	5 Total additional funds available	\$ -
M.	Total Cash Available at 09/30/14 (Collection Account)	\$ 13,355,726.31

PHEAA - 2006-2 Floating Rate Student Loan Asset Backed Notes

Statement to Noteholders

Report Date: 09/30/14

Report Period: 07/01/14 - 09/30/14

IV. Series 2006-2 FRN - Notes Payable Detail

		Reset Date	3m LIBOR							
A. LIBOR Rate Reset		07/23/14	0.23410%							
B. LIBOR Rate Interest Calculation		Spread	Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment		
2006-2 FRN A-1 LIBOR Notes		0.01%	0.00000%	10/27/2014	94	7/25/2014	10/26/2014	\$ -		
2006-2 FRN A-2 LIBOR Notes		0.09%	0.32410%	10/27/2014	94	7/25/2014	10/26/2014	\$ 30,606.88		
2006-2 FRN A-3 LIBOR Notes		0.13%	0.36410%	10/27/2014	94	7/25/2014	10/26/2014	\$ 285,197.41		
Total - 2006-2 FRN Interest Payable								\$ 315,804.29		
C. Auction Rate Securities Paid During Collection Period			Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment		
2006-2 Class B ARS Notes			1.22000%	7/18/2014	28	6/20/2014	7/17/2014	\$ 18,076.33		
2006-2 Class B ARS Notes			1.21000%	8/15/2014	28	7/18/2014	8/14/2014	\$ 17,928.17		
2006-2 Class B ARS Notes			1.21000%	9/12/2014	28	8/15/2014	9/11/2014	\$ 17,363.50		
Total 2006/2 Class B ARS Interest paid								\$ 53,368.00		
D. Auction Rate Securities Paid After Collection Period			Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment		
2006-2 Class B ARS Notes			1.21000%	10/10/2014	28	9/12/2014	10/9/2014	\$ 17,363.50		
2006-2 Class B ARS Notes								\$ -		
2006-2 Class B ARS Notes								\$ -		
Total 2006/2 Class B ARS Interest paid								\$ 17,363.50		
E. Broker Dealer & Auction Agent Fees Paid			Rate	Payment Date	# of Days	Start Date	End Date	Payment		
2006-2 Class B ARS Notes			0.16000%	7/25/2014	30	6/25/2014	7/24/2014	\$ 158.75		
2006-2 Class B ARS Notes			0.16000%	8/25/2014	31	7/25/2014	8/24/2014	\$ 158.88		
2006-2 Class B ARS Notes			0.16000%	9/25/2014	31	8/25/2014	9/24/2014	\$ 158.88		
2006-2 Class B ARS Notes			0.16000%	10/27/2014	32	9/25/2014	10/26/2014	\$ 164.00		
Total 2006/2 Class B ARS Interest paid								\$ 640.51		
F. Interest Carryover on Notes through Next Interest Payment Date										
	Security Description	Beginning Interest Carryover	Maximum Rate	Net Loan Rate	Carryover Rate	# of Days	Start Date	End Date	Interest Carryover	Cumulative Interest Carryover
	2006-2 Class B ARS Notes	\$ -	2.655%	1.210%	1.445%	28	7/18/2014	8/14/2014	21,410.08	\$ 21,410.08
	2006-2 Class B ARS Notes	\$ 21,410.08	2.655%	1.210%	1.445%	28	8/15/2014	9/11/2014	20,735.75	\$ 42,145.83
	2006-2 Class B ARS Notes	\$ 42,145.83	2.654%	1.210%	1.444%	28	9/12/2014	10/9/2014	20,721.40	\$ 62,867.23
	2006-2 Class B ARS Notes	\$ 62,867.23	2.652%	1.220%	1.432%	28	10/10/2014	11/6/2014	20,549.20	\$ 83,416.43
G. Interest Accrued on Interest Carryover on Notes through Next Interest Payment Date										
	Security Description	Beginning Interest Accrued on Carryover	Interest Carryover	Interest Rate	# of Days	Start Date	End Date	Interest Accrued on Carryover	Cumulative Interest Accrued on Carryover	
	2006-2 Class B ARS Notes	\$ -	\$ -	0.155%	28	7/18/2014	8/14/2014	0.00	\$ -	
	2006-2 Class B ARS Notes	\$ -	\$ 21,410.08	0.155%	28	8/15/2014	9/11/2014	2.58	\$ 2.58	
	2006-2 Class B ARS Notes	\$ 2.58	\$ 42,145.83	0.154%	28	9/12/2014	10/9/2014	5.05	\$ 7.63	
	2006-2 Class B ARS Notes	\$ 7.63	\$ 62,867.23	0.152%	28	10/10/2014	11/6/2014	7.43	\$ 15.06	

PHEAA - 2006-2 Floating Rate Student Loan Asset Backed Notes

Statement to Noteholders

Report Date: 09/30/14

Report Period: 07/01/14 - 09/30/14

V. Principal Distributions and Reserve Fund Reconciliation

A.	Distribution Amounts thru 10/27/14	Combined	2006-2 Class A-1	2006-2 Class A-2	2006-2 Class A-3	2006-2 Class B
1	Quarterly Interest Due	\$ 386,535.79	\$ -	\$ 30,606.88	\$ 285,197.41	\$ 70,731.50
2	Quarterly Interest Paid	\$ 386,535.79	\$ -	\$ 30,606.88	\$ 285,197.41	\$ 70,731.50
3	Interest Shortfall	\$ -	\$ -	\$ -	\$ -	\$ -
4	Interest Carryover Due	\$ -	\$ -	\$ -	\$ -	\$ -
5	Interest Carryover Paid	\$ -	\$ -	\$ -	\$ -	\$ -
6	Interest Carryover	\$ -	\$ -	\$ -	\$ -	\$ -
7	a) Prior period Carry-over	\$ 43,746.15	\$ -	\$ -	\$ -	\$ 43,746.15
	b) Quarterly Principal Allocated	\$ 11,681,469.46	\$ -	\$ 11,074,033.05	\$ -	\$ 607,436.41
	c) Quarterly Principal Paid	\$ 11,724,033.05	\$ -	\$ 11,074,033.05	\$ -	\$ 650,000.00
	d) Reserved for next Distribution Date	\$ 1,182.56	\$ -	\$ -	\$ -	\$ 1,182.56
	e) Shortfall	\$ -	\$ -	\$ -	\$ -	\$ -
8	Total Distribution Amount	\$ 12,110,568.84	\$ -	\$ 11,104,639.93	\$ 285,197.41	\$ 720,731.50

B.	Principal Distribution Amount Reconciliation	Actual Distribution	Class A-2 Note Principal Shortfall	Class B Note Principal Shortfall
1	Adjusted Pool Balance as of 6/30/14	\$ 377,473,642.60		
2	less: Current Adjusted Pool Balance (09/30/14)	\$ 365,792,173.14		
3	Principal Distribution Amount (B1 - B2)	\$ 11,681,469.46		
4	Plus: Amounts transferred from Acquisition Fund during Initial Period	\$ -		
5	Plus: Principal Shortfall from Previous Collection Period			
6	Total Principal Distribution Amount (B3 + B4)	\$ 11,681,469.46	\$ 11,725,215.61	\$ -

C.	Reserve Fund Reconciliation	
1	Beginning Period Balance (7/01/2014)	\$ 1,088,285.00
2	Deposits to Reserve Fund	
3	Interest Earned	
4	Transfer of Interest Earned to the Collection Account	\$ 31.12
5	Transfer of Excess Reserve to the Collection Account	\$ (31.12)
6	Total Reserve Fund Balance Available at 09/30/14	\$ 1,088,285.00
7	Less: Reserve Fund Investment Earnings Pending Transfer to Collection Account	
8	Total Adjusted Reserve Fund Balance Available (09/30/14)	\$ 1,088,285.00
9	Specified Reserve Fund Balance (greater of .25% of Pool Balance or \$1,088,285)	\$ 1,088,285.00
10	Excess Reserve - Transfer to/ (from) Collection Account	\$ -

D.	LIBOR & Auction Rate Note Balances	7/25/2014	Paydown Factors	10/27/2014
1	2006-2 FRN A-1 LIBOR Notes	\$ -	\$ -	\$ -
	2006-2 A-1 Pool Factor	-	-	-
	2006-2 FRN A-2 LIBOR Notes	\$ 36,167,185.53	\$ 11,074,033.05	\$ 25,093,152.48
	2006-2 A-2 Pool Factor	0.2283426	0.0699162	0.1584264
	2006-2 FRN A-3 LIBOR Notes	\$ 299,985,000.00	\$ -	\$ 299,985,000.00
	2006-2 A-3 Pool Factor	1.0000000	0.0000000	1.0000000
	2006-2 B ARS	\$ 18,450,000.00	\$ 650,000.00	\$ 17,800,000.00
	2006-2 B Pool Factor	0.8200000	0.0000000	0.7911111
	Total Notes Outstanding	\$ 354,602,185.53	\$ 11,074,033.05	\$ 342,878,152.48
	Total Note Pool Factor	\$ 0.4728029	\$ 0.0147654	\$ 0.4571709

VI. Series 2006-2 FRN - Priority of Distributions (Issuer Order)

10/27/2014

			Available Funds Balance
	Section 8.11		
	Total Available Funds (Section III - J)		\$ 13,355,726.31
	Transfer from Reserve Account	\$ -	\$ 13,355,726.31
	Payments for Trustee Fees (Requisition issued)	\$ 22,542.55	\$ 13,333,183.76
	Payments to the Dept of Ed for Consolidation Rebate Fees (Requisition issued)	\$ 309,674.53	\$ 13,023,509.23
	Payments to the Auction Agent for Broker Dealer & Auction Agent Fees (Requisition issued)	\$ 164.00	\$ 13,023,345.23
(a)	to the Servicer; the Primary Servicing Fee (Requisition issued)	\$ 145,927.50	\$ 12,877,417.73
(b)	[Reserved]	\$ -	\$ 12,877,417.73
(c)	Interest payments to Class A Noteholders		
	2006-2 Class A-1 Noteholders interest payment	\$ -	
	2006-2 Class A-2 Noteholders interest payment	\$ 30,606.88	
	2006-2 Class A-3 Noteholders interest payment	\$ 285,197.41	
	Total interest payments to Class A Noteholders and Counterparties	\$ 315,804.29	\$ 12,561,613.44
(d)	Interest payments to Class B Noteholders		
	2006-2 Class B Noteholders interest payment	\$ 17,363.50	
	Total interest payments to Class B Noteholders and Counterparties	\$ 17,363.50	\$ 12,544,249.94
(e)	Class A Noteholders Principal Distribution Amount, in order		
	sequentially to Class A-1 Noteholders until paid in full	\$ -	\$ 12,544,249.94
	sequentially to Class A-2 Noteholders until paid in full	\$ 11,074,033.05	\$ 1,470,216.89
	sequentially to Class A-3 Noteholders until paid in full	\$ -	
(f)	(i.) on and after the Stepdown Date (1/2013 or 1st date in which no Class A Notes are outstanding) & providing no Trigger Event is in effect on such Distribution Date, Class B Noteholders' Principal Distribution Amount to be paid on November 7, 2014	\$ 650,000.00	\$ 820,216.89
	(ii.) Reserved for Class B Noteholders' Principal Distribution on next Distribution date.	\$ 1,182.56	\$ 819,034.34
(g)	amounts due to the Trustee under Section 6.7 for extraordinary services;	\$ -	\$ 819,034.34
(h)	Specified Reserve Account Balance;	\$ -	\$ 819,034.34
(i)	to the Servicer, the aggregate unpaid amount for the Carryover Servicing Fee, if any; and	\$ -	\$ 819,034.34
(j)	to the Class B Noteholders, carry-over interest amount	\$ 83,431.49	\$ 735,602.85
(k)	to the Issuer, any remaining amounts after application of the preceding clauses. Notwithstanding the foregoing:	\$ 735,602.85	\$ -
	Section 8.11 (x)(i) is in effect:		
	additional amounts to Class A-1 Notes, until paid in full and reduced to zero	\$ -	\$ -
	additional amounts to Class A-2 Notes, until paid in full and reduced to zero		
	additional amounts to Class A-3 Notes, until paid in full and reduced to zero		
	additional amounts to Class B Notes, until paid in full and reduced to zero		

VII. Series 2006-2 Portfolio Characteristics

		Number of Loans		Ending Principal Balance		% of Balance		Wgt. Avg. Coupon		Wgt. Avg Repayment		
				\$	\$	%	%	%	%	# months	# months	
		6/30/2014	9/30/2014	6/30/2014	9/30/2014	6/30/2014	9/30/2014	6/30/2014	9/30/2014	6/30/2014	9/30/2014	
A	Borrower Status Distribution:											
	Interim											
		In-School	-	-	-	-	-	-	-	-	-	-
		Grace	-	-	-	-	-	-	-	-	-	
	Repayment											
		Current	32,873	32,000	\$ 285,043,710	\$ 276,300,794	79.23%	78.89%	3.743%	3.742%	171	170
		31-60 Days Delinquent	754	648	\$ 8,124,427	\$ 6,867,481	2.25%	1.96%	4.483%	4.379%	183	179
		61-90 Days Delinquent	410	388	\$ 5,090,984	\$ 4,220,663	1.41%	1.21%	4.507%	4.585%	191	166
		91-120 Days Delinquent	234	278	\$ 3,205,155	\$ 3,086,641	0.89%	0.88%	4.446%	4.710%	203	184
		121-180 Days Delinquent	285	318	\$ 3,715,847	\$ 4,108,885	1.03%	1.17%	4.671%	4.649%	195	196
		181-270 Days Delinquent	238	268	\$ 2,991,558	\$ 3,379,032	0.83%	0.96%	4.659%	4.702%	196	178
		> 271 Days Delinquent	146	125	\$ 2,392,040	\$ 1,520,375	0.66%	0.43%	4.705%	4.470%	204	209
		Total Repayment	34,940	34,025	310,563,719	299,483,871	86.30%	85.50%	3.800%	3.796%	173	171
	Forbearance	2,046	2,220	26,920,346	27,150,336	7.44%	7.75%	4.381%	4.309%	201	196	
	Deferment	2,371	2,307	24,336,889	23,588,985	6.73%	6.74%	4.214%	4.138%	194	193	
B	Total Portfolio	39,357	38,552	361,820,955	350,223,192	100%	100%	3.800%	3.796%	173	171	

Note: Delinquent means more than 30 days past due

PHEAA - 2006-2 Floating Rate Student Loan Asset Backed Notes

Statement to Noteholders

Report Date: 09/30/14

Report Period: 07/01/14 - 09/30/14

VIII. Series 2006-2 Portfolio Characteristics and Weighted Average Payments

	Number of Loans		Ending Principal Balance		% of Balance		Wgt. Avg. Coupon		Wgt. Avg Repayment Months	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	6/30/2014	9/30/2014	6/30/2014	9/30/2014	6/30/2014	9/30/2014	6/30/2014	9/30/2014	6/30/2014	9/30/2014
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	19,617	19,229	172,581,307	166,907,249	47.70%	47.66%	3.749%	3.746%	165	163
2. Unsubsidized Consolidation Loans	19,740	19,323	189,239,648	183,315,943	52.30%	52.34%	3.846%	3.841%	180	178
Total - Loan Type	39,357	38,552	361,820,955	350,223,192	100%	100%	3.800%	3.796%	173	171
2 Program Type										
1. Graduate	82	82	1,031,513	1,020,004	0.29%	0.29%	3.735%	3.759%	191	189
2. Undergraduate	35,633	34,767	341,863,565	330,030,302	94.48%	94.23%	3.774%	3.771%	175	173
3. Proprietary	3,642	3,703	18,925,877	19,172,886	5.23%	5.47%	4.272%	4.230%	133	133
Total - Program Type	39,357	38,552	361,820,955	350,223,192	100%	100%	3.800%	3.796%	173	171
3 School Type										
1. 4 Year Private	10,661	10,285	119,883,010	114,968,959	33.13%	32.83%	3.765%	3.765%	186	184
2. 4 Year Public	22,549	22,141	206,531,177	200,171,597	57.08%	57.16%	3.743%	3.738%	171	169
3. 2 Year Private	728	707	5,137,341	4,885,343	1.42%	1.39%	4.342%	4.347%	153	150
4. 2 Year Public	1,717	1,647	10,880,304	10,436,561	3.01%	2.98%	4.194%	4.191%	154	153
5. Prop/Voc/Tech	3,616	3,686	18,687,123	19,074,075	5.16%	5.45%	4.276%	4.231%	133	132
6. Unknown	86	86	702,000	686,656	0.19%	0.20%	3.769%	3.774%	178	176
Total - School Type	39,357	38,552	361,820,955	350,223,192	100%	100%	3.800%	3.796%	173	171

B. Weighted Average Payments Made

	W.A. Time until repayment (months)	
	6/30/2014	9/30/2014
1. Deferment	17	18
2. Forbearance	4	4
W.A. Time in Repayment (months)		
3. Repayment	104	107
4. Total Portfolio Weighted Average	88	90

IX. Series 2006-2 FFELP Portfolio Indices

				Ending Principal	
				Balance	% of Total
				9/30/2014	9/30/2014
A	Consolidation				
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SG	T-bill + 3.10No Negative SAP	Variable	197,482	0.06%
	SL	T-bill + 3.10No Negative SAP	Fixed	523,129	0.15%
	CC	3mCP + 2.64No Negative SAP	Fixed	216,395,870	61.79%
	CG	3mCP + 2.64Negative SAP	Fixed	133,086,660	38.00%
Total - Consolidation				350,203,141	100.00%
Credit balances and loans not billed for SAP				20,051	
Total - Ending Balance at 09/30/14				350,223,192	100.00%

X. Payment History and CPRs

Quarter End Date	Actual Ending Principal Balance	Annualized Current Quarter CPR*	Cumulative CPR
9/30/2014	\$ 350,223,192.09	5.132%	3.266%
6/30/2014	\$ 361,820,954.80	4.704%	3.255%
3/31/2014	\$ 373,487,900.40	3.671%	3.249%
12/31/2013	\$ 384,800,870.15	3.157%	3.261%
9/30/2013	\$ 394,961,436.25	3.429%	3.284%
6/30/2013	\$ 406,225,047.78	3.644%	3.303%
3/31/2013	\$ 417,291,666.06	3.861%	3.317%
12/31/2012	\$ 429,246,278.87	3.137%	3.325%
9/30/2012	\$ 440,590,879.15	2.688%	3.348%
6/30/2012	\$ 456,638,116.68	2.733%	3.248%
6/30/2011	\$ 506,901,054.22	3.203%	3.217%
6/30/2010	\$ 552,023,018.10	2.596%	3.355%
6/30/2009	\$ 592,755,638.24	1.923%	3.748%
6/30/2008	\$ 630,201,181.85	1.672%	4.844%
6/30/2007	\$ 683,805,584.21	9.823%	5.820%

* - 'Annualized Current Quarter CPR' is based on the current collection period's ending principal balance calculated against the expected principal balance assuming no prepayments. Prepayments are limited to claim payments and consolidation payoffs for this period.

** - Note: Annualized Current quarter CPR and Cumulative CPR have been revised for prior quarters

B. Cumulative Default Rate

1. Current Period Defaults		
a. Claim payments from Guarantor*	\$	2,516,881.44
b. 1-3% write offs		48,128.93
c. Claims filed pending payment		<u>281,773.56</u>
d. Total Current Period Defaults	\$	2,846,783.93
2. Cumulative Defaults		
a. Claim payments from Guarantor	\$	54,866,197.76
b. 1-3% write offs		883,008.66
c. Claims filed pending payment		<u>281,773.56</u>
d. Total Cumulative Defaults	\$	56,030,979.98
3. Cumulative Default (% of original pool balance)		7.68%
4. Cumulative Default (% of cumulative Entered Repayment Balance)		7.92%
5. Cumulative Recoveries	\$	54,866,197.76
6. Cumulative Recovery Rate (2a/2d)		97.92%
7. Cumulative Net Loss Rate (2b/2d)		1.58%
8. Cumulative Net Loss Rate (2b/2d)		
a. Current period repurchases	\$	-
b. Cumulative repurchases	\$	117,101.36

*Claim payments include principal & interest payments

PHEAA - 2006-2 Floating Rate Student Loan Asset Backed Notes

Statement to Noteholders

Report Date: 09/30/14

Report Period: 07/01/14 - 09/30/14

XI. Balance Sheet

<u>ASSETS</u>	<u>9/30/2014</u>
Cash	\$ 377,663
Assets Held by Trustee	
Investments	14,066,348
Accrued Interest Receivable	2,924,681
Student Loans Receivable, Net	350,223,192
Prepaid and Deferred Expenses	-
Total Assets	<u>\$ 367,591,885</u>
 <u>LIABILITIES AND NET ASSETS</u>	
Senior Bonds Payable, Net	\$ 336,152,186
Sub Bonds Payable, Net	18,450,000
Senior Bonds Accrued Interest Payable	228,454
Sub Bonds Accrued Interest Payable	67,993
Other Accounts Payable & Accrued Expenses	477,986
Total Liabilities	<u>\$ 355,376,619</u>
Net Assets	<u>12,215,266</u>
Total Liabilities and Net Assets	<u>\$ 367,591,885</u>
 Parity : Senior	
Overall	1.091
	1.034