

# **PHEAA Student Loan Trust 2006-2 FRN**

## **Quarterly Servicing Report**

**Distribution Date: 1/26/2015**

**Reporting Period: 10/01/2014 – 12/31/2014**

Pennsylvania Higher Education Assistance Agency – *Issuer*

Pennsylvania Higher Education Assistance Agency – *Master Servicer*

Manufacturers and Traders Trust Company – *Indenture Trustee*

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

Statement to Noteholders

Report Date: 12/31/14

Report Period: 10/01/14 - 12/31/14

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

A. Pool Balance		9/30/2014	Net Activity	12/31/2014				
1. Student Loan - Principal Balance		\$ 350,223,192.09	\$ (11,196,191.60)	\$ 339,027,000.49	% of Initial Pool Balance 48.38%			
2. Interest expected to be Capitalized		\$ 2,178,152.82	\$ (176,966.51)	\$ 2,001,186.31				
3. Collection Account (Includes Payments Clearing Account)		\$ 12,302,543.23	\$ (450,043.67)	\$ 11,852,499.56				
<b>4. Total Pool Balance</b>		<b>\$ 364,703,888.14</b>	<b>\$ (11,823,201.78)</b>	<b>\$ 352,880,686.36</b>				
5. Student Loan - Accrued Borrower Interest Balance		\$ 3,567,968.14	\$ (89,284.00)	\$ 3,478,684.14				
6. Accrued Interest Subsidy & Special Allowance		\$ (643,384.40)	\$ 29,759.22	\$ (613,625.18)				
7. Weighted Average Coupon Rate		3.796%		3.792%				
8. Weighted Average Remaining to Maturity (in months)		173.25		171.66				
9. Number of Loans		38,552		37,706				
10. Number of Borrowers		23,086		22,587				
B. Adjusted Pool Balance		9/30/2014	Change	12/31/2014				
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				
<b>3 Adjusted Pool Balance (A4 + B1 + B2)</b>		<b>\$ 365,792,173.14</b>	<b>\$ (11,823,201.78)</b>	<b>\$ 353,968,971.36</b>				
C. Reserve Fund		9/30/2014	Change	12/31/2014				
1. Reserve Fund (.25%)		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
2. Reserve Fund Floor		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
<b>3. Current Reserve Fund balance</b>		<b>\$ 1,088,285.00</b>	<b>\$ -</b>	<b>\$ 1,088,285.00</b>				
D. Other Fund Balances		9/30/2014	Change	12/31/2014				
1. Acquisition Fund		\$ -	\$ -	\$ -				
<b>2 Total - Other Fund balances</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>				
E. Notes Payable		Final Maturity	CUSIP	Spread	9/30/2014	%	12/31/2014	%
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%	\$ 36,167,185.53	10.20%	\$ 25,093,152.48	7.32%	
3. 2006-2 Class A-3 LIBOR Notes	10/25/2036	709163GH6	0.13%	\$ 299,985,000.00	84.60%	\$ 299,985,000.00	87.49%	
4. 2006-2 Class B Notes	10/25/2042	709163GJ2	ARS	\$ 18,450,000.00	5.20%	\$ 17,800,000.00	5.19%	
<b>5. Total Notes Payable</b>				<b>\$ 354,602,185.53</b>	<b>100.00%</b>	<b>\$ 342,878,152.48</b>	<b>100.00%</b>	
F. Accelerated Prepayment Test (See page 11 for Parity Report)		9/30/2014	Change	12/31/2014				
1. Student Loan - Principal		\$ 350,223,192.09	\$ (11,196,191.60)	\$ 339,027,000.49				
2. Student Loan - Accrued Borrower Interest, Interest Subsidy & Special Allowance		\$ 2,924,583.74	\$ (59,524.78)	\$ 2,865,058.96				
3. Collection Account balance (including Payments Clearing Account)		\$ 13,355,726.31	\$ (519,493.04)	\$ 12,836,233.27				
5. Reserve Fund balance		\$ 1,088,285.00	\$ -	\$ 1,088,285.00				
6. Capitalized Bond Interest Fund balance		\$ -	\$ -	\$ -				
<b>7. Total Assets</b>		<b>\$ 367,591,787.14</b>	<b>\$ (11,775,209.42)</b>	<b>\$ 355,816,577.72</b>				
8. Outstanding Notes		\$ 354,602,185.53	\$ (11,724,033.05)	\$ 342,878,152.48				
9. Accrued Interest Payable on Notes		\$ -	\$ -	\$ -				
10. Accrued Expenses (Consolidation Rebate, Trustee, Auction Agent/Broker Dealer & Servicing)		\$ -	\$ -	\$ -				
11. Total Liabilities		\$ 354,602,185.53	\$ (11,724,033.05)	\$ 342,878,152.48				
<b>12. Net Assets</b>		<b>\$ 12,989,601.61</b>	<b>\$ (51,176.37)</b>	<b>\$ 12,938,425.24</b>				
<b>13. Parity Ratio</b>		<b>1.0366</b>		<b>1.0377</b>				

II. Series 2006-2 FRN Transactions and Accruals			<u>Beg/End Qtr Balances</u>
<b>A.</b>	<b>Student Loan Cash Principal Activity</b>		<b>350,223,192.09</b>
	1 Borrower Payments	\$ (7,897,603.24)	
	2 Claim Payments	\$ (1,693,836.95)	
	3 Consolidation Payoffs	\$ (2,348,671.03)	
	4 Other Cash Payments from Servicer	\$ 87,611.66	
	5 Acquisitions / Sales	\$ -	
	<b>6 Total Principal Cash Activity</b>	<b>\$ (11,852,499.56)</b>	
<b>B.</b>	<b>Student Loan Non-Cash Principal Activity</b>		
	1 Capitalized Interest	\$ 657,194.20	
	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	\$ (886.24)	
	<b>8 Total Non-Cash Principal Activity</b>	<b>\$ 656,307.96</b>	
<b>C.</b>	<b>Total Student Loan Principal Activity</b>	<b>\$ (11,196,191.60)</b>	<b>\$ 339,027,000.49</b>
<b>D.</b>	<b>Student Loan Cash Interest Activity</b>		<b>2,924,583.74</b>
	1 Borrower Payments (includes Late Fees)	\$ (2,482,789.00)	
	2 Claim Payments	\$ (30,476.66)	
	3 Consolidation Payoffs	\$ (42,632.45)	
	4 Other Cash Payments from Servicer	\$ 1,218.47	
	5 Acquisitions / Sales	\$ -	
	6 Subsidy Payments (ISP)	\$ (171,050.74)	
	7 Special Allowance Payments (SAP)	\$ 814,503.36	
	<b>8 Total Interest Collections</b>	<b>\$ (1,911,227.02)</b>	
<b>E.</b>	<b>Student Loan Non-Cash Interest Activity</b>		
	1 Borrower Accruals	\$ 3,130,914.44	
	2 Interest Subsidy Payment Accrual	\$ 168,662.14	
	3 Special Allowance Payment Accrual Estimate	\$ (782,287.32)	
	4 Capitalized Interest	\$ (657,194.20)	
	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	\$ (8,392.82)	
	<b>8 Total Non-Cash Interest Activity</b>	<b>\$ 1,851,702.24</b>	
<b>F.</b>	<b>Total Student Loan Interest Activity</b>	<b>\$ (59,524.78)</b>	<b>\$ 2,865,058.96</b>
<b>G.</b>	<b>Non-Reimbursable Losses During Collection Period</b>	<b>\$ (37,854.59)</b>	
<b>H.</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	<b>\$ (1,101,069.77)</b>	<b>\$ 341,892,059.45</b>

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

<b>Beginning Cash Balance</b>		<b>\$ 13,355,726.31</b>
<b>A.</b>	<b>Principal Cash Collections</b>	
	1 Principal Payments Received - Borrower Payments	\$ 7,897,603.24
	2 Principal Payments Received - Claim Payments	\$ 1,693,836.95
	3 Principal Payments Received - Consolidation Payoffs	\$ 2,348,671.03
	4 Principal Payments Received - Other Payments from Servicer	\$ (87,611.66)
	5 Principal Payments Received - Sales	\$ -
	<b>6 Total Principal Collections</b>	<b>\$ 11,852,499.56</b>
<b>B.</b>	<b>Interest Cash Collections</b>	
	1 Interest Payments Received - Borrower Payments (includes late fees)	\$ 2,482,789.00
	2 Interest Payments Received - Claim Payments	\$ 30,476.66
	3 Interest Payments Received - Consolidation Payoffs	\$ 42,632.45
	4 Interest Payments Received - Other Payments from Servicer	\$ (1,218.47)
	5 Interest Payments Received - Interest Subsidy & Special Payments	\$ (643,452.62)
	6 Interest Payments Received - Sales	\$ -
	<b>7 Total Interest Collections</b>	<b>\$ 1,911,227.02</b>
<b>C.</b>	<b>Reimbursements from Servicer for Non-Cash transactions</b>	<b>\$ 2,160.67</b>
<b>D.</b>	<b>Reimbursements from Guarantor for Insurance Fee Cancellations</b>	<b>\$ -</b>
<b>E.</b>	<b>Reimbursements from Dept of Education SDCL Payments</b>	<b>\$ -</b>
<b>F.</b>	<b>Transfer from Acquisition Fund</b>	<b>\$ -</b>
<b>G.</b>	<b>Transfer from Capitalized Interest Account</b>	<b>\$ -</b>
<b>H.</b>	<b>Transfers from Reserve Fund</b>	<b>\$ -</b>
<b>I.</b>	<b>Investment Earnings</b>	
	1 Collection Account Investment Earnings	\$ 284.16
	2 Payments Clearing Account Investment Earnings	\$ -
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ -
	5 Reserve Fund Investment Earnings	\$ -
	<b>6 Total Investment Earnings</b>	<b>\$ 284.16</b>
<b>J.</b>	<b>Funds Previously Remitted - Cash Disbursements</b>	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (918,943.75)
	2 Broker Dealer & Auction Agent Fees	\$ (460.67)
	3 Servicing Fees	\$ (433,085.08)
	4 Trustee Fees	\$ (22,542.55)
	5 Interest Payments - LIBOR & ARS Notes	\$ (450,996.50)
	6 Principal Payments - LIBOR & ARS Notes	\$ (11,724,033.05)
	7 Funds transferred for Accelerated Prepayments	\$ -
	8 Funds released to Issuer from the Trust	\$ (735,602.85)
	<b>9 Total Previously Remitted Fees</b>	<b>\$ (14,285,664.45)</b>
<b>K.</b>	<b>Total Cash Available at 12/31/14 (Collection Account)</b>	<b>\$ 12,836,233.27</b>
<b>L.</b>	<b>Additional funds available from end of Collection period to Determination Date (12/31/14)</b>	
	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	\$ -
<b>M.</b>	<b>Total Cash Available at 12/31/14 (Collection Account)</b>	<b>\$ 12,836,233.27</b>

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

Statement to Noteholders

Report Date: 12/31/14

Report Period: 10/01/14 - 12/31/14

IV. Series 2006-2 FRN - Notes Payable Detail

Reset Date		3m LIBOR							
<b>A. LIBOR Rate Reset</b>		10/23/14	0.23360%						
<b>B. LIBOR Rate Interest Calculation</b>		Spread	Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment	
2006-2 FRN A-1 LIBOR Notes		0.01%	0.00000%	1/26/2015	91	10/27/2014	1/25/2015	\$ -	
2006-2 FRN A-2 LIBOR Notes		0.09%	0.32360%	1/26/2015	91	10/27/2014	1/25/2015	\$ 20,525.92	
2006-2 FRN A-3 LIBOR Notes		0.13%	0.36360%	1/26/2015	91	10/27/2014	1/25/2015	\$ 275,716.21	
<b>Total - 2006-2 FRN Interest Payable</b>								<b>\$ 296,242.13</b>	
<b>C. Auction Rate Securities Paid During Collection Period</b>			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			1.22000%	11/7/2014	28	10/10/2014	11/6/2014	\$ 17,507.00	
2006-2 Class B ARS Notes			1.22000%	12/5/2014	28	11/7/2014	12/4/2014	\$ 16,890.22	
<b>Total 2006/2 Class B ARS Interest paid</b>								<b>\$ 51,760.72</b>	
<b>D. Auction Rate Securities Paid After Collection Period</b>			Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment	
2006-2 Class B ARS Notes			1.2200%	1/2/2015	28	12/5/2014	1/1/2015	\$ 16,890.22	
2006-2 Class B ARS Notes								\$ -	
2006-2 Class B ARS Notes								\$ -	
<b>Total 2006/2 Class B ARS Interest paid</b>								<b>\$ 16,890.22</b>	
<b>E. Auction Agent Fees Paid</b>			Rate	Payment Date	# of Days	Start Date	End Date	Payment	
2006-2 Class B ARS Notes			0.01000%	10/27/2014	32	9/25/2014	10/26/2014	\$ 164.00	
2006-2 Class B ARS Notes			0.01000%	11/25/2014	29	10/27/2014	11/24/2014	\$ 143.39	
2006-2 Class B ARS Notes			0.01000%	12/31/2014	31	11/25/2014	12/25/2014	\$ 153.28	
2006-2 Class B ARS Notes			0.01000%	1/26/2015	31	12/26/2014	1/25/2015	\$ 153.28	
<b>Total 2006/2 Class B ARS Interest paid</b>								<b>\$ 613.95</b>	
<b>F. Broker Dealer Fees Paid</b>		ARS outstanding	Rate	Payment Date	# of Days	Start Date	End Date	Payment	
2006-2 Class B ARS Notes		22,500,000	0.05000%	1/26/2015	1313	8/20/2009	3/24/2013	\$ 41,031.25	
2006-2 Class B ARS Notes		21,950,000	0.05000%	1/26/2015	61	3/25/2013	5/24/2013	\$ 1,859.65	
2006-2 Class B ARS Notes		21,350,000	0.05000%	1/26/2015	93	5/25/2013	8/25/2013	\$ 2,757.71	
2006-2 Class B ARS Notes		20,750,000	0.05000%	1/26/2015	91	8/26/2013	11/24/2013	\$ 2,622.57	
2006-2 Class B ARS Notes		20,150,000	0.05000%	1/26/2015	120	11/25/2013	3/24/2014	\$ 3,358.33	
2006-2 Class B ARS Notes		19,600,000	0.05000%	1/26/2015	63	3/25/2014	5/26/2014	\$ 1,715.00	
2006-2 Class B ARS Notes		19,050,000	0.05000%	1/26/2015	90	5/27/2014	8/24/2014	\$ 2,381.25	
2006-2 Class B ARS Notes		18,450,000	0.05000%	1/26/2015	92	8/25/2014	11/24/2014	\$ 2,357.50	
2006-2 Class B ARS Notes		17,800,000	0.05000%	1/26/2015	62	11/25/2014	1/25/2015	\$ 1,532.78	
<b>Total 2006/2 Class B ARS Interest paid</b>								<b>\$ 59,616.04 * See below</b>	
<b>G. Interest Carryover on Notes through Next Interest Payment Date</b>									
		Beginning							Cumulative
Security Description	Interest Carryover	Maximum Rate	Net Loan Rate	Carryover Rate	# of Days	Start Date	End Date	Interest Carryover	Interest Carryover
2006-2 Class B ARS Notes	\$ 56,206.78	2.654%	1.210%	1.444%	9	10/1/2014	10/9/2014	6,660.45	\$ 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
2006-2 Class B ARS Notes	\$ -	2.656%	1.220%	1.436%	28	11/7/2014	12/4/2014	19,880.62	\$ 19,880.62
2006-2 Class B ARS Notes	\$ 19,880.62	2.657%	1.220%	1.437%	28	12/5/2014	1/1/2015	19,894.47	\$ 39,775.09
2006-2 Class B ARS Notes	\$ 39,775.09	2.670%	1.220%	1.450%	28	1/2/2015	1/29/2015	20,074.44	\$ 59,849.53
<b>H. Interest Accrued on Interest Carryover on Notes through Next Interest Payment Date</b>									
		Beginning							Cumulative
Security Description	Interest Accrued on Carryover	Interest Carryover	Interest Rate	# of Days	Start Date	End Date	Interest Accrued on Carryover	Interest Accrued on Carryover	
2006-2 Class B ARS Notes	\$ 6.01	\$ 56,206.78	0.154%	9	10/1/2014	10/9/2014	2.16	\$ 8.17	
2006-2 Class B ARS Notes	\$ 8.17	\$ 62,867.23	0.152%	28	10/10/2014	11/6/2014	7.43	\$ 15.60	
2006-2 Class B ARS Notes	\$ -	\$ -	0.000%	28	11/7/2014	12/4/2014	0.00	\$ -	
2006-2 Class B ARS Notes	\$ -	\$ 19,880.62	0.157%	28	12/5/2014	1/1/2015	2.43	\$ 2.43	
2006-2 Class B ARS Notes	\$ 2.43	\$ 39,775.09	0.170%	28	1/2/2015	1/29/2015	5.26	\$ 7.69	

\* Auction Agent submitted Broker Dealer Fee adjustment payment to Issuer and Trustee on January 22, 2015.

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

Statement to Noteholders

Report Date: 12/31/14

Report Period: 10/01/14 - 12/31/14

V. Principal Distributions and Reserve Fund Reconciliation

A.	Distribution Amounts thru 01/26/15	Combined	2006-2 Class A-1	2006-2 Class A-2	2006-2 Class A-3	2006-2 Class B
1	Quarterly Interest Due	\$ 364,893.07	\$ -	\$ 20,525.92	\$ 275,716.21	\$ 68,650.94
2	Quarterly Interest Paid	\$ 364,893.07	\$ -	\$ 20,525.92	\$ 275,716.21	\$ 68,650.94
3	<b>Interest Shortfall</b>	\$ -	\$ -	\$ -		\$ -
4	Interest Carryover Due	\$ -	\$ -	\$ -	\$ -	\$ -
5	Interest Carryover Paid	\$ -	\$ -	\$ -	\$ -	\$ -
6	<b>Interest Carryover</b>	\$ -	\$ -	\$ -	\$ -	\$ -
7	a) Prior period Carry-over	\$ 1,182.56	\$ -	\$ -	\$ -	1,182.56
	b) Quarterly Principal Allocated	\$ 11,823,201.78	\$ -	\$ 11,209,577.61	\$ -	\$ 613,624.17
	c) Quarterly Principal Paid	\$ 11,809,577.61	\$ -	\$ 11,209,577.61	\$ -	\$ 600,000.00
	d) Reserved for next Distribution Date	\$ 14,806.73	\$ -	\$ -	\$ -	\$ 14,806.73
	e) Shortfall	\$ -	\$ -	\$ -	\$ -	\$ -
8	<b>Total Distribution Amount</b>	\$ 12,174,470.68	\$ -	\$ 11,230,103.53	\$ 275,716.21	\$ 668,650.94

B.	Principal Distribution Amount Reconciliation	Actual Distribution	Class A-2 Note Principal Shortfall	Class B Note Principal Shortfall
1	Adjusted Pool Balance as of 9/30/14	\$ 365,792,173.14		
2	less: Current Adjusted Pool Balance (12/31/14)	\$ 353,968,971.36		
3	Principal Distribution Amount (B1 - B2)	\$ 11,823,201.78		
4	Plus: Amounts transferred from Acquisition Fund during Initial Period	\$ -		
5	Plus: Principal Shortfall from Previous Collection Period			
6	<b>Total Principal Distribution Amount ( B3 + B4)</b>	\$ 11,823,201.78	\$ 11,824,384.34	\$ -

C.	Reserve Fund Reconciliation	
1	Beginning Period Balance (10/01/2014)	\$ 1,088,285.00
2	Deposits to Reserve Fund	
3	Interest Earned	
4	Transfer of Interest Earned to the Collection Account	\$ 27.07
5	Transfer of Excess Reserve to the Collection Account	\$ (27.07)
6	<b>Total Reserve Fund Balance Available at 09/30/14</b>	\$ 1,088,285.00
7	Less: Reserve Fund Investment Earnings Pending Transfer to Collection Account	
8	<b>Total Adjusted Reserve Fund Balance Available (12/31/14)</b>	\$ 1,088,285.00
9	Specified Reserve Fund Balance (greater of .25% of Pool Balance or \$1,088,285)	\$ 1,088,285.00
10	<b>Excess Reserve - Transfer to/ (from) Collection Account</b>	\$ -

D.	LIBOR & Auction Rate Note Balances	10/27/2014	Paydown Factors	1/26/2015
1	2006-2 FRN A-1 LIBOR Notes	\$ -	\$ -	\$ -
	2006-2 A-1 Pool Factor	-	-	-
	2006-2 FRN A-2 LIBOR Notes	\$ 25,093,152.48	\$ 11,209,577.61	\$ 13,883,574.87
	2006-2 A-2 Pool Factor	0.1584264	0.0707720	0.0876544
	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	\$ 17,800,000.00	\$ 600,000.00	\$ 17,200,000.00
	2006-2 B Pool Factor	0.7911111	0.0000000	0.7644444
	<b>Total Notes Outstanding</b>	\$ 342,878,152.48	\$ 11,209,577.61	\$ 331,068,574.87
	<b>Total Note Pool Factor</b>	\$ 0.4571709	\$ 0.0149461	\$ 0.4414248

VI. Series 2006-2 FRN - Priority of Distributions (Issuer Order) 1/26/2015

		Available Funds Balance
	<b>Section 8.11</b>	
	<b>Total Available Funds (Section III - J)</b>	\$ 12,836,233.27
	Transfer from Reserve Account	\$ - \$ 12,836,233.27
	Payments for Trustee Fees (Requisition issued)	\$ 21,819.70 \$ 12,814,413.57
	Payments to the Dept of Ed for Consolidation Rebate Fees (Requisition issued)	\$ 299,771.30 \$ 12,514,642.27
	Payments to the Auction Agent for Broker Dealer & Auction Agent Fees (Requisition issued)	\$ 59,769.32 \$ 12,454,872.95
(a)	to the Servicer; the Primary Servicing Fee (Requisition issued)	\$ 141,262.38 \$ 12,313,610.57
(b)	[Reserved]	\$ - \$ 12,313,610.57
(c)	Interest payments to Class A Noteholders	
	2006-2 Class A-1 Noteholders interest payment	\$ -
	2006-2 Class A-2 Noteholders interest payment	\$ 20,525.92
	2006-2 Class A-3 Noteholders interest payment	\$ 275,716.21
	Total interest payments to Class A Noteholders and Counterparties	\$ 296,242.13 \$ 12,017,368.44
(d)	Interest payments to Class B Noteholders	
	2006-2 Class B Noteholders interest payment	\$ 16,890.22
	Total interest payments to Class B Noteholders and Counterparties	\$ 16,890.22 \$ 12,000,478.22
(e)	Class A Noteholders Principal Distribution Amount, in order	
	sequentially to Class A-1 Noteholders until paid in full	\$ - \$ 12,000,478.22
	sequentially to Class A-2 Noteholders until paid in full	\$ 11,209,577.61 \$ 790,900.61
	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 February 27, 2015	\$ 600,000.00 \$ 190,900.61
	(ii.) Reserved for Class B Noteholders' Principal Distribution on next Distribution date.	\$ 14,806.73 \$ 176,093.88
(g)	amounts due to the Trustee under Section 6.7 for extraordinary services;	\$ - \$ 176,093.88
(h)	Specified Reserve Account Balance;	\$ - \$ 176,093.88
(i)	to the Servicer, the aggregate unpaid amount for the Carryover Servicing Fee, if any; and	\$ - \$ 176,093.88
(j)	to the Class B Noteholders, carry-over interest amount	\$ 59,857.22 \$ 116,236.66
(k)	to the Issuer, any remaining amounts after application of the preceding clauses. Notwithstanding the foregoing:	\$ 116,236.66 \$ -
	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	
	9/30/2014	12/31/2014	9/30/2014	12/31/2014	9/30/2014	12/31/2014	9/30/2014	12/31/2014	9/30/2014	12/31/2014	
A	<b>Borrower Status Distribution:</b>										
	<b>Interim</b>										
	In-School	-	-	-	-	-	-	-	-	-	-
	Grace	-	-	-	-	-	-	-	-	-	-
	<b>Repayment</b>										
	Current	32,000	31,293	\$ 276,300,794	\$ 265,865,519	78.89%	78.42%	3.742%	3.727%	170	168
	31-60 Days Delinquent	648	858	\$ 6,867,481	\$ 9,045,324	1.96%	2.67%	4.379%	4.437%	179	183
	61-90 Days Delinquent	388	467	\$ 4,220,663	\$ 5,536,957	1.21%	1.63%	4.585%	4.571%	166	178
	91-120 Days Delinquent	278	231	\$ 3,086,641	\$ 2,737,474	0.88%	0.81%	4.710%	4.652%	184	171
	121-180 Days Delinquent	318	295	\$ 4,108,885	\$ 3,269,513	1.17%	0.96%	4.649%	4.514%	196	179
	181-270 Days Delinquent	268	316	\$ 3,379,032	\$ 4,061,449	0.96%	1.20%	4.702%	4.792%	178	191
> 271 Days Delinquent	125	149	\$ 1,520,375	\$ 2,037,193	0.43%	0.60%	4.470%	4.429%	209	196	
<b>Total Repayment</b>	<b>34,025</b>	<b>33,609</b>	<b>299,483,871</b>	<b>292,553,430</b>	<b>85.50%</b>	<b>86.29%</b>	<b>3.796%</b>	<b>3.792%</b>	<b>171</b>	<b>169</b>	
Forbearance	2,220	1,953	27,150,336	24,396,675	7.75%	7.20%	4.309%	4.342%	196	197	
Deferment	2,307	2,144	23,588,985	22,076,895	6.74%	6.51%	4.138%	4.189%	193	193	
<b>B</b>	<b>Total Portfolio</b>	<b>38,552</b>	<b>37,706</b>	<b>350,223,192</b>	<b>339,027,000</b>	<b>100%</b>	<b>100%</b>	<b>3.796%</b>	<b>3.792%</b>	<b>171</b>	<b>169</b>

Note: Delinquent means more than 30 days past due

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

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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	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	9/30/2014	12/31/2014	9/30/2014	12/31/2014	9/30/2014	12/31/2014	9/30/2014	12/31/2014	9/30/2014	12/31/2014
<b>A Borrower Status Type:</b>										
<b>1 Loan Type</b>										
1. Subsidized Consolidation Loans	19,229	18,828	166,907,249	161,407,624	47.66%	47.61%	3.746%	3.743%	163	161
2. Unsubsidized Consolidation Loans	19,323	18,878	183,315,943	177,619,376	52.34%	52.39%	3.841%	3.837%	178	177
<b>Total - Loan Type</b>	<b>38,552</b>	<b>37,706</b>	<b>350,223,192</b>	<b>339,027,000</b>	<b>100%</b>	<b>100%</b>	<b>3.796%</b>	<b>3.792%</b>	<b>171</b>	<b>169</b>
<b>2 Program Type</b>										
1. Graduate	82	81	1,020,004	1,011,095	0.29%	0.30%	3.759%	3.771%	189	189
2. Undergraduate	34,767	34,043	330,030,302	319,707,678	94.23%	94.30%	3.771%	3.767%	173	171
3. Proprietary	3,703	3,582	19,172,886	18,308,227	5.47%	5.40%	4.230%	4.240%	133	131
<b>Total - Program Type</b>	<b>38,552</b>	<b>37,706</b>	<b>350,223,192</b>	<b>339,027,000</b>	<b>100%</b>	<b>100%</b>	<b>3.796%</b>	<b>3.792%</b>	<b>171</b>	<b>169</b>
<b>3 School Type</b>										
1. 4 Year Private	10,285	10,089	114,968,959	111,467,039	32.83%	32.88%	3.765%	3.764%	184	182
2. 4 Year Public	22,141	21,690	200,171,597	194,035,632	57.16%	57.23%	3.738%	3.734%	169	167
3. 2 Year Private	707	685	4,885,343	4,726,285	1.39%	1.39%	4.347%	4.349%	150	149
4. 2 Year Public	1,647	1,592	10,436,561	9,918,642	2.98%	2.93%	4.191%	4.160%	153	152
5. Prop/Voc/Tech	3,686	3,565	19,074,075	18,209,079	5.45%	5.37%	4.231%	4.241%	132	130
6. Unknown	86	85	686,656	670,323	0.20%	0.20%	3.774%	3.785%	176	174
<b>Total - School Type</b>	<b>38,552</b>	<b>37,706</b>	<b>350,223,192</b>	<b>339,027,000</b>	<b>100%</b>	<b>100%</b>	<b>3.796%</b>	<b>3.792%</b>	<b>171</b>	<b>169</b>

<b>B. Weighted Average Payments Made</b>		
	<b>W.A. Time until repayment (months)</b>	
	<b>9/30/2014</b>	<b>12/31/2014</b>
1. Deferment	18	17
2. Forbearance	4	4
	<b>W.A. Time in Repayment (months)</b>	
3. Repayment	107	110
<b>4. Total Portfolio Weighted Average</b>	<b>90</b>	<b>94</b>

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IX. Series 2006-2 FFELP Portfolio Indices

				Ending Principal	
				Balance	% of Total
				12/31/2014	12/31/2014
A	<b>Consolidation</b>				
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SG	T-bill + 3.10No Negative SAP	Variable	193,923	0.06%
	SL	T-bill + 3.10No Negative SAP	Fixed	515,874	0.15%
	CC	3mCP + 2.64No Negative SAP	Fixed	209,836,934	61.92%
	CG	3mCP + 2.64Negative SAP	Fixed	128,354,653	37.87%
<b>Total - Consolidation</b>				<b>338,901,385</b>	<b>100.00%</b>
<b>Credit balances and loans not billed for SAP</b>				125,616	
<b>Total - Ending Balance at 12/31/14</b>				<b>339,027,000</b>	<b>100.00%</b>

**X. Payment History and CPRs**

Quarter End Date	Actual Ending Principal Balance	Annualized Current Quarter CPR*	Cumulative CPR
12/31/2014	\$ 339,027,000.49	4.631%	3.268%
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*	\$	1,724,313.61
b. 1-3% write offs		38,033.13
c. Claims filed pending payment		384,055.04
d. Total Current Period Defaults	\$	2,146,401.78
2. Cumulative Defaults		
a. Claim payments from Guarantor	\$	56,590,511.37
b. 1-3% write offs		921,041.79
c. Claims filed pending payment		384,055.04
d. Total Cumulative Defaults	\$	57,895,608.20
3. Cumulative Default (% of original pool balance)		7.94%
4. Cumulative Default (% of cumulative Entered Repayment Balance)		8.12%
5. Cumulative Recoveries	\$	56,590,511.37
6. Cumulative Recovery Rate (2a/2d)		97.75%
7. Cumulative Net Loss Rate (2b/2d)		1.59%
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**

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**XI. Balance Sheet**

<b><u>ASSETS</u></b>	<b><u>12/31/2014</u></b>
Cash	\$ 301,736
Assets Held by Trustee	
Investments	13,622,782
Accrued Interest Receivable	2,865,157
Student Loans Receivable, Net	339,027,000
Prepaid and Deferred Expenses	-
Total Assets	<u>\$ 355,816,676</u>
<b><u>LIABILITIES AND NET ASSETS</u></b>	
Senior Bonds Payable, Net	\$ 325,078,153
Sub Bonds Payable, Net	17,800,000
Senior Bonds Accrued Interest Payable	214,856
Sub Bonds Accrued Interest Payable	55,354
Other Accounts Payable & Accrued Expenses	462,700
Total Liabilities	<u>\$ 343,611,063</u>
Net Assets	<u>12,205,612</u>
Total Liabilities and Net Assets	<u>\$ 355,816,676</u>
Parity : Senior	1.092
Overall	1.036