

# **PHEAA Student Loan Trust 2014-1**

## **Monthly Servicing Report**

**Distribution Date: 10/27/2014**

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

Pennsylvania Higher Education Assistance Agency – *Sponsor*

PHEAA Student Loan Foundation - *Depositor*

Pennsylvania Higher Education Assistance Agency – *Master Servicer and Administrator*

Manufacturers and Traders Trust Company – *Indenture Trustee and Eligible Lender Trustee*

PHEAA - 2014-1 Floating Rate Student Loan Asset-Backed Notes

Statement to Noteholders

Report Date: 09/30/14

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

I. Series 2014-1 Floating Rate Notes - Asset & Liability Summary

A. Pool Balance		8/31/2014	Net Activity	9/30/2014				
1. Student Loan - Principal Balance		\$ 520,833,824.37	\$ (5,597,329.74)	\$ 515,236,494.63	% of Initial Pool Balance 93.50%			
2. Interest expected to be Capitalized		\$ 7,016,256.34	\$ (27,851.31)	\$ 6,988,405.03				
<b>3. Total Pool Balance</b>		<b>\$ 527,850,080.71</b>	<b>\$ (5,625,181.05)</b>	<b>\$ 522,224,899.66</b>				
4. Student Loan - Accrued Borrower Interest Balance		\$ 10,788,398.68	\$ (106,794.80)	\$ 10,681,603.88				
5. Accrued Interest Subsidy & Special Allowance		\$ (1,267,096.32)	\$ (630,522.40)	\$ (1,897,618.72)				
6. Weighted Average Coupon Rate		4.917%		4.916%				
7. Weighted Average Remaining to Maturity (in months)		206.85		206.38				
8. Number of Loans		51,356		50,721				
9. Number of Borrowers		28,530		28,182				
B. Adjusted Pool Balance		8/31/2014	Change	9/30/2014				
1. Specified Reserve Fund Balance (greater of 0.25% of Pool Balance and 0.15% Initial Pool Balance)		\$ 1,319,625.20	\$ (14,062.95)	\$ 1,305,562.25				
<b>2. Adjusted Pool Balance (A3 + B1)</b>		<b>\$ 529,169,705.91</b>		<b>\$ 523,530,461.91</b>				
C. Other Fund Balances		8/31/2014	Change	9/30/2014				
1. Collection Fund		\$ 7,675,501.43	\$ (748,754.31)	\$ 6,926,747.12				
2. Reserve Fund		\$ 1,334,997.28	\$ (15,372.08)	\$ 1,319,625.20				
3. Department Rebate Fund		\$ 644,545.64	\$ 622,550.68	\$ 1,267,096.32				
4. Acquisition Fund		\$ -	\$ -	\$ -				
<b>6. Total - Other Account Balances</b>		<b>\$ 9,655,044.35</b>	<b>\$ (141,575.71)</b>	<b>\$ 9,513,468.64</b>				
D. Notes Payable		Final Maturity	CUSIP	Spread	8/31/2014	%	9/30/2014	%
1. 2014-1 Class A LIBOR Notes	12/26/2041	69339PAA9	1mL+0.70%	\$ 517,501,630.64	97.26%	\$ 510,995,646.12	97.22%	
2. 2014-1 Class B LIBOR Notes	08/25/2043	69339PAB7	1mL+1.50%	\$ 14,600,000.00	2.74%	\$ 14,600,000.00	2.78%	
<b>3. Total Notes Payable</b>				<b>\$ 532,101,630.64</b>	<b>100.00%</b>	<b>\$ 525,595,646.12</b>	<b>100.00%</b>	
E. Parity Ratio Calculation:		8/31/2014	Change	9/30/2014				
1. Student Loan - Principal		\$ 520,833,824.37	\$ (5,597,329.74)	\$ 515,236,494.63				
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized		\$ 7,016,256.34	\$ (27,851.31)	\$ 6,988,405.03				
<b>3. Pool Balance (E1 + E2)</b>		<b>\$ 527,850,080.71</b>	<b>\$ (5,625,181.05)</b>	<b>\$ 522,224,899.66</b>				
4. Specified Reserve Fund Balance		\$ 1,319,625.20	\$ (14,062.95)	\$ 1,305,562.25				
<b>5. Adjusted Pool Balance (E3+E4)</b>		<b>\$ 529,169,705.91</b>	<b>\$ (5,639,244.00)</b>	<b>\$ 523,530,461.91</b>				
6. Student Loan - Accrued Borrower Interest not Expected to be Capitalized (A4-A2)		\$ 3,772,142.34	\$ (78,943.49)	\$ 3,693,198.85				
<b>7. Total Assets (E5+E6)</b>		<b>\$ 532,941,848.25</b>	<b>\$ (5,718,187.49)</b>	<b>\$ 527,223,660.76</b>				
8. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 525,595,646.12	\$ (5,981,517.85)	\$ 519,614,128.27				
9. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 510,995,646.12	\$ (5,981,517.85)	\$ 505,014,128.27				
<b>10. Net Assets (E7 - E8)</b>		<b>\$ 7,346,202.13</b>	<b>\$ 263,330.36</b>	<b>\$ 7,609,532.49</b>				
11. Parity Ratio (E7/E8)		1.0140		1.0146				
12. Senior Parity Ratio (E7/E9)		1.0429		1.0440				
F. Specified Overcollateralization Amount								
1. 1.54% of current Adjusted Pool Balance		\$ 8,149,213.47		\$ 8,062,369.11				
2. Specified Overcollateralization minimum		\$ 5,800,000.00		\$ 5,800,000.00				
<b>3. Specified Overcollateralization Amount (greater of F1 and F2)</b>		<b>\$ 8,149,213.47</b>		<b>\$ 8,062,369.11</b>				

PHEAA - 2014-1 Floating Rate Student Loan Asset-Backed Notes

Statement to Noteholders

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II. Series 2014-1 FRN Transactions and Accruals

		Beg/End Balances
<b>A.</b>	<b>Student Loan Cash Principal Activity</b>	<b>520,833,824.37</b>
	1 Borrower Payments	\$ (2,418,341.14)
	2 Claim Payments	\$ (1,632,800.22)
	3 Consolidation Payoffs	\$ (2,196,082.49)
	4 Other Cash Payments from Servicer	\$ 336.04
	5 Acquisitions / Sales	\$ (30,366.21)
	<b>6 Total Principal Cash Activity</b>	<b>\$ (6,277,254.02)</b>
<b>B.</b>	<b>Student Loan Non-Cash Principal Activity</b>	
	1 Capitalized Interest	\$ 685,604.58
	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. - Direct Consolidation payments	\$ -
	6 Amounts due to / (from) Dept. of Ed.	\$ -
	7 Borrower Benefit reductions	\$ -
	8 Other Non-Cash Adjustments	\$ (5,680.30)
	<b>9 Total Non-Cash Principal Activity</b>	<b>\$ 679,924.28</b>
<b>C.</b>	<b>Total Student Loan Principal Activity</b>	<b>\$ (5,597,329.74) \$ 515,236,494.63</b>
<b>D.</b>	<b>Student Loan Cash Interest Activity</b>	<b>9,521,302.36</b>
	1 Borrower Payments (includes Late Fees)	\$ (1,252,525.34)
	2 Claim Payments	\$ (41,898.78)
	3 Consolidation Payoffs	\$ (65,407.61)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ (6,115.24)
	6 Subsidy Payments (ISP)	\$ -
	7 Special Allowance Payments (SAP)	\$ -
	<b>8 Total Interest Collections</b>	<b>\$ (1,365,946.97)</b>
<b>E.</b>	<b>Student Loan Non-Cash Interest Activity</b>	
	1 Borrower Accruals	\$ 2,011,821.01
	2 Interest Subsidy Payment Accrual	\$ 127,363.14
	3 Special Allowance Payment Accrual Estimate	\$ (757,885.54)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ -
	5 Capitalized Interest	\$ (685,604.58)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (67,064.26)
	<b>9 Total Non-Cash Interest Activity</b>	<b>\$ 628,629.77</b>
<b>F.</b>	<b>Total Student Loan Interest Activity</b>	<b>\$ (737,317.20) \$ 8,783,985.16</b>
<b>G.</b>	<b>Non-Reimbursable Losses During Collection Period</b>	<b>\$ (41,463.32)</b>
<b>H.</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	<b>\$ (267,946.61) \$ 524,020,479.79</b>

PHEAA - 2014-1 Floating Rate Student Loan Asset-Backed Notes

Statement to Noteholders

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III. Series 2014-1 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

	<b>Beginning Cash Balance</b>	<b>\$ 8,160,107.03</b>
<b>A.</b>	<b>Principal Cash Collections</b>	
	1 Principal Payments Received - Borrower Payments	\$ 2,418,341.14
	2 Principal Payments Received - Claim Payments	\$ 1,632,800.22
	3 Principal Payments Received - Consolidation Payoffs	\$ 2,196,082.49
	4 Principal Payments Received - Other Payments from Servicer	\$ (336.04)
	5 Principal Payments Received - Sales	\$ 30,038.25
	<b>6 Total Principal Collections</b>	<b>\$ 6,276,926.06</b>
<b>B.</b>	<b>Interest Cash Collections</b>	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 1,252,525.34
	2 Interest Payments Received - Claim Payments	\$ 41,898.78
	3 Interest Payments Received - Consolidation Payoffs	\$ 65,407.61
	4 Interest Payments Received - Other Payments from Servicer	\$ -
	5 Interest Payments Received - Interest Subsidy & Special Payments	\$ -
	6 Interest Payments Received - Sales	\$ 6,115.24
	<b>7 Total Interest Collections</b>	<b>\$ 1,365,946.97</b>
<b>C.</b>	<b>Reimbursements from Servicer</b>	\$ -
<b>D.</b>	<b>Reimbursements to Guarantor for Additional Rehab Funds</b>	\$ -
<b>E.</b>	<b>Reimbursements from Dept. of Ed. for Origination Fee Cancellations</b>	\$ -
<b>F.</b>	<b>Transfer from Acquisition Fund</b>	\$ -
<b>G.</b>	<b>Transfer from Reserve Fund</b>	\$ 15,372.08
<b>H.</b>	<b>Transfers to Department Rebate Fund</b>	\$ (622,550.68)
<b>I.</b>	<b>Investment Earnings</b>	
	1 Collection Account Investment Earnings	\$ 6.99
	2 Payments Clearing Account Investment Earnings	\$ 110.51
	3 Rebate Fund Investment Earnings	\$ 1.44
	4 Acquisition Fund Investment Earnings	\$ -
	5 Reserve Fund Investment Earnings	\$ 16.19
	<b>6 Total Investment Earnings</b>	<b>\$ 135.13</b>
<b>J.</b>	<b>Funds Previously Remitted - Cash Disbursements</b>	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (414,700.89)
	2 Servicing Fees	\$ (89,823.30)
	3 Indenture Trustee Fee	\$ (4,561.60)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Admin Fees	\$ (135,040.51)
	6 Interest Payments - LIBOR Notes	\$ (401,817.61)
	7 Principal Payments - LIBOR Notes	\$ (6,505,984.52)
	8 Funds transferred to the Issuer	\$ -
	<b>9 Total Previously Remitted Fees</b>	<b>\$ (7,552,928.43)</b>
<b>K.</b>	<b>Total Cash Available at 09/30/14 (Collection Fund)</b>	<b>\$ 7,643,008.16</b>

PHEAA - 2014-1 Floating Rate Student Loan Asset-Backed Notes

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IV. Series 2014-1 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	09/23/14	0.15450%

B. LIBOR Rate Interest Calculation	Spread	Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment
1. 2014-1 FRN A LIBOR Notes	0.70%	0.85450%	10/27/2014	32	9/25/2014	10/26/2014	\$ 388,129.58
2. 2014-1 FRN B LIBOR Notes	1.50%	1.65450%	10/27/2014	32	9/25/2014	10/26/2014	\$ 21,471.73
3. Total - 2014-1 FRN Interest Payable							\$ 409,601.31

C. Class B Interest Distribution Amount	
Lesser of:	<b>Amount</b>
Class B interest accrued (B.2)	\$ 21,471.73
Class B Interest Cap (D)	\$ 371,219.26
Plus	
Class B Noteholders' Interest Shortfall	\$ -
<b>Class B Interest Distribution Amount</b>	<b>\$ 21,471.73</b>

D. Component Amounts used in Determining the Class B Interest Cap	
	<b>Amount</b>
(a) # of days in year / 360	1.01389
<i>multiplied by difference between (i) &amp; (ii)</i>	
(i) non-principal amounts due to Issuer	\$ 2,139,184.15
(ii) non-principal amounts payable to Department	\$ 1,168,640.21
Total	\$ 984,023.72
<i>less</i>	
(b) accrued Trust expenses	\$ 224,674.88
<i>less</i>	
(c) Class A Noteholders' Interest Distribution Amount	\$ 388,129.58
<b>Class B Interest Cap</b>	<b>\$ 371,219.26</b>

E. Unpaid Class B Carry-Over Amount	
	<b>Amount</b>
Class B Carry-Over during period	\$ -
Class B Carry-Over from prior periods	\$ -
interest on Class B Carry-Over from prior periods	\$ -
<b>Class B Carry-Over Amount</b>	<b>\$ -</b>

PHEAA - 2014-1 Floating Rate Student Loan Asset-Backed Notes

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**V. Principal Distributions and Reserve Fund Reconciliation**

A.	Distribution Amounts thru October 27th, 2014	Combined	2014-1 Class A	2014-1 Class B
1	Monthly Interest Due	\$ 409,601.31	\$ 388,129.58	\$ 21,471.73
2	Monthly Interest Paid	\$ 409,601.31	\$ 388,129.58	\$ 21,471.73
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 5,981,517.85	\$ 5,981,517.85	\$ -
8	Total Distribution Amount	\$ 6,391,119.16	\$ 6,369,647.43	\$ 21,471.73

B.	Principal Distribution Amount Reconciliation		Actual Distribution
1	Notes Outstanding as of 09/30/14	\$ 525,595,646.12	
2	Current Adjusted Pool Balance 09/30/14	\$ 523,530,461.91	
3	less: Specified Overcollateralization Amount 09/30/14	\$ 8,062,369.11	
4	Total (B2-B3)	\$ 515,468,092.80	
5	Total Principal Distribution Amount (B1-B4)	\$ 10,127,553.32	\$ 5,981,517.85

C.	Reserve Fund Reconciliation	Reserve Fund
1	Beginning Period Balance 09/01/14	\$ 1,334,997.28
3	Deposits to Reserve Fund	\$ -
4	Interest Earned	\$ 16.19
5	Transfer of Interest Earned to the Collection Account	\$ (16.19)
6	Transfer of Excess Reserve to the Collection Account	\$ (15,372.08)
7	Total Reserve Fund Balance Available at 09/30/14	\$ 1,319,625.20
8	Less: Reserve Fund Investment Earnings Pending Transfer to Collection Account	\$ -
9	Total Adjusted Reserve Fund Balance Available 09/30/14	\$ 1,319,625.20
10	Specified Reserve Fund Balance (greater of .25% of the pool balance or .15% of initial pool balance)	\$ 1,305,562.25
11	Excess Reserve - Transfer to/ (from) Collection Account	\$ 14,062.95

D.	LIBOR Note Balances	9/25/2014	Paydown Factors	10/27/2014
1	2014-1 FRN A LIBOR Notes	\$ 510,995,646.12	\$ 5,981,517.85	\$ 505,014,128.27
2	2014-1 A Pool Factor	0.9137977	0.0106966	0.9031011
3	2014-1 FRN B LIBOR Notes	14,600,000.00	\$ -	\$ 14,600,000.00
4	2014-1 B Pool Factor	1.0000000	-	1.0000000
	Total Notes Outstanding	\$ 525,595,646.12	\$ 5,981,517.85	\$ 519,614,128.27
	Total Note Pool Factor	0.9159910	0.0104244	0.9055666

## VI. Series 2014-1 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds			\$ 7,643,008.16	
Section 5.02	Transfer of remaining funds in Acquisition Fund not used to purchase loans or pay acquisition costs	\$ -	\$	7,643,008.16
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance.	\$ 14,062.95	\$	7,657,071.11
Section 5.04(c)	<b>Distributions:</b>			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 410,754.67	\$	7,246,316.44
(ii)	Deposit to the Department Rebate Account an amount sufficient to make the balance in the Dept Rebate Account, after taking into consideration funds then on deposit therein, equal to the Dept Rebate Interest Amt;	\$ 630,522.40	\$	6,615,794.04
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 4,362.74	\$	6,611,431.30
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$	6,610,431.30
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (March Distribution Date Only)	\$ -	\$	6,610,431.30
(iv)	Payment of the Administrator Fee to the Administrator	\$ 130,421.74	\$	6,480,009.56
(iv)(A)	Payment of Other Administration Expense to the Administrator (March Distribution only)	\$ -	\$	6,480,009.56
(v)	Payment of the Servicing Fee to the Servicer	\$ 88,890.40	\$	6,391,119.16
(vi)	to the Class A Noteholders, the Class A Noteholders' Interest Distribution Amount, pro rata, based on the related principal amount Outstanding of each such Noteholders, as Noteholders' Interest Distribution Amount;	\$ 388,129.58	\$	6,002,989.58
(vii)	to the Class B Noteholders, the Class B Noteholders' Interest Distribution Amount, pro rata, based on the related principal amount Outstanding of each such Noteholders, as Noteholders' Interest Distribution Amount;	\$ 21,471.73	\$	5,981,517.85
(viii)	to the Reserve Account, the amount, if any, necessary to reinstate the balance of the Reserve Fund to equal the Specified Reserve Fund Balance;	\$ -	\$	5,981,517.85
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 5,981,517.85	\$	-
(x)	to the Class B-1 Noteholders, the Principal Distribution Amount (until paid in full) (after all Class A Noteholders have been paid in full)	\$ -	\$	-
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$	-
(xii)	Amounts payable to the Noteholders as a supplement payment of the principal on the Notes pursuant to Section 5.04(c)(xii) of the Indenture	\$ -	\$	-
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$	-
(xiv)	Remaining amounts released to the Depositor	\$ -	\$	-

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VII. Series 2014-1 Portfolio Characteristics

		Number of Loans		Ending Principal Balance		% of Balance		Wgt. Avg. Coupon		Wgt. Avg Repayment	
				\$	\$	%	%	%	%	# months	# months
		8/31/2014	9/30/2014	8/31/2014	9/30/2014	8/31/2014	9/30/2014	8/31/2014	9/30/2014	8/31/2014	9/30/2014
A	<b>Borrower Status Distribution:</b>										
	<b>Interim</b>										
	In-School	145	139	502,048	494,398	0.10%	0.10%	5.425%	5.483%	120	120
	Grace	80	83	275,851	276,028	0.05%	0.05%	5.717%	5.701%	120	117
	<b>Repayment</b>										
	Current	33,327	30,023	332,924,857	330,711,131	63.92%	64.19%	4.859%	4.865%	203	203
	31-60 Days Delinquent	1,702	1,617	17,019,793	17,201,057	3.27%	3.34%	5.413%	5.268%	206	214
	61-90 Days Delinquent	1,204	984	12,821,938	8,672,245	2.46%	1.68%	5.262%	5.427%	215	198
	91-120 Days Delinquent	736	756	7,679,545	8,321,285	1.47%	1.62%	5.010%	5.322%	223	219
	121-180 Days Delinquent	1,483	1,038	14,273,539	10,647,007	2.74%	2.07%	5.217%	5.041%	219	218
	181-270 Days Delinquent	1,058	1,426	11,144,602	14,299,217	2.14%	2.78%	5.610%	5.404%	222	222
> 271 Days Delinquent	688	660	5,495,307	5,014,242	1.06%	0.97%	5.043%	5.080%	208	209	
<b>Total Repayment</b>	<b>40,198</b>	<b>36,504</b>	<b>401,359,580</b>	<b>394,866,184</b>	<b>77.06%</b>	<b>76.64%</b>	<b>4.934%</b>	<b>4.932%</b>	<b>205</b>	<b>204</b>	
Forbearance	5,293	5,440	68,137,966	68,386,505	13.08%	13.27%	5.322%	5.286%	234	232	
Deferment	5,640	5,555	50,558,379	51,213,379	9.71%	9.94%	5.023%	5.059%	220	219	
F	<b>Total Portfolio</b>	<b>51,356</b>	<b>47,721</b>	<b>520,833,824</b>	<b>515,236,495</b>	<b>100%</b>	<b>100%</b>	<b>4.917%</b>	<b>4.916%</b>	<b>205</b>	<b>204</b>

Note: Delinquent means more than 30 days past due

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VIII. Series 2014-1 Portfolio Characteristics and Weighted Average Payments

	Number of Loans		Ending Principal Balance		% of Balance		Wgt. Avg. Coupon		Wgt. Avg Repayment Months	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	8/31/2014	9/30/2014	8/31/2014	9/30/2014	8/31/2014	9/30/2014	8/31/2014	9/30/2014	8/31/2014	9/30/2014
<b>A Borrower Status Type:</b>										
<b>1 Loan Type</b>										
1. Subsidized Consolidation Loans	14,974	14,820	198,235,512	195,986,551	38.061%	38.038%	4.897%	4.895%	207	207
2. Unsubsidized Consolidation Loans	15,979	15,806	267,187,753	264,875,741	51.300%	51.409%	5.046%	5.045%	225	224
3. Subsidized Stafford Loans	11,643	11,480	25,794,522	25,337,569	4.953%	4.918%	4.031%	4.032%	96	96
4. Unsubsidized Stafford Loans	7,970	7,848	24,732,935	24,263,037	4.749%	4.709%	4.195%	4.192%	104	104
5. Grad PLUS Loans	42	41	725,025	723,972	0.139%	0.141%	8.193%	8.194%	140	139
6. PLUS Loans	731	709	4,121,111	4,013,056	0.791%	0.779%	6.812%	6.813%	75	75
7. SLS Loans	17	17	36,967	36,569	0.007%	0.007%	3.262%	3.262%	70	70
<b>Total - Loan Type</b>	<b>51,356</b>	<b>50,721</b>	<b>520,833,824</b>	<b>515,236,495</b>	<b>100%</b>	<b>100%</b>	<b>4.917%</b>	<b>4.916%</b>	<b>205</b>	<b>204</b>
<b>2 Program Type</b>										
1. Graduate	1,381	1,346	10,206,622	9,962,570	1.960%	1.934%	5.010%	4.980%	125	125
2. Undergraduate	44,387	43,783	475,553,197	469,746,760	91.306%	91.171%	4.894%	4.893%	208	208
3. Proprietary	5,588	5,592	35,074,006	35,527,164	6.734%	6.895%	5.196%	5.203%	175	174
<b>Total - Program Type</b>	<b>51,356</b>	<b>50,721</b>	<b>520,833,824</b>	<b>515,236,495</b>	<b>100%</b>	<b>100%</b>	<b>4.917%</b>	<b>4.916%</b>	<b>205</b>	<b>204</b>
<b>3 School Type</b>										
1. 4 Year Private	12,321	12,108	175,170,928	173,218,310	33.63%	33.62%	4.888%	4.894%	218	217
2. 4 Year Public	21,475	21,230	212,732,503	209,868,690	40.84%	40.73%	4.821%	4.811%	196	196
3. 2 Year Private	1,257	1,237	9,978,680	9,835,158	1.92%	1.91%	4.968%	4.960%	188	188
4. 2 Year Public	8,127	7,996	38,263,737	37,708,203	7.35%	7.32%	4.907%	4.918%	160	160
5. Prop/Voc/Tech	5,558	5,562	34,487,526	34,968,705	6.62%	6.79%	5.231%	5.237%	174	172
6. Unkown	2,618	2,588	50,200,451	49,637,429	9.64%	9.63%	5.203%	5.201%	254	253
<b>Total - School Type</b>	<b>51,356</b>	<b>50,721</b>	<b>520,833,824</b>	<b>515,236,495</b>	<b>100%</b>	<b>100%</b>	<b>4.917%</b>	<b>4.916%</b>	<b>205</b>	<b>204</b>

**B. Weighted Average Payments Made**

	W.A. Time until repayment (months)	
	8/31/2014	9/30/2014
1. In school	25	23
2. Grace	4	3
3. Deferment	15	16
4. Forbearance	4	4
	W.A. Time in Repayment (months)	
	8/31/2014	9/30/2014
5. Repayment	100	101
6. Total Portfolio Weighted Average	75	75

IX. Series 2014-1 FFELP Portfolio Indices

			Ending Principal					Ending Principal		
			Balance	% of Total				Balance	% of Total	
			9/30/2014	9/30/2014				9/30/2014	9/30/2014	
<b>A</b>	<b>Stafford</b>				<b>B</b>	<b>Unsub Stafford</b>				
	<u>SAP Category</u>	<u>SAP Spread</u>				<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SA	Tbill + 3.50%	Fixed	16,972	0.00%	SE	Tbill + 3.10%	Fixed	1,735.67	0.00%
	SB	Tbill + 3.50%	Fixed	62,977	0.01%	SE	Tbill + 3.10%	Variable	22,767.47	0.00%
	SD	Tbill + 3.25%	Fixed	220,949	0.04%	SG	Tbill + 3.10%	Variable	527,327	0.10%
	SD	Tbill + 3.25%	Variable	8,685	0.00%	SH	Tbill + 2.50%	Variable	76,608	0.01%
	SE	Tbill + 3.10%	Fixed	61,985	0.01%	SJ	Tbill + 2.20%	Variable	103,691	0.02%
	SE	Tbill + 3.10%	Variable	135,798	0.03%	SK	Tbill + 2.80%	Variable	335,915	0.07%
	SG	Tbill + 3.10%	Variable	739,849	0.14%	LA	1mL + 1.74%	Variable	1,973,779	0.38%
	SH	Tbill + 2.50%	Variable	90,845	0.02%	LB	1mL + 2.34%	Variable	9,656,060	1.87%
	SJ	Tbill + 2.20%	Variable	93,547	0.02%	LE	1mL + 1.74% (Neg SAP)	Fixed	1,393,532	0.27%
	SK	Tbill + 2.80%	Variable	494,335	0.10%	LE	1mL + 1.74% (Neg SAP)	Variable	82,291	0.02%
	LA	1mL + 1.74%	Variable	2,161,877	0.42%	LF	1mL + 2.34% (Neg SAP)	Fixed	6,323,262	1.23%
	LB	1mL + 2.34%	Variable	10,260,109	1.99%	LF	1mL + 2.34% (Neg SAP)	Variable	413,371	0.08%
	LE	1mL + 1.74% (Neg SAP)	Fixed	1,143,582	0.22%	LI	1mL + 1.34% (Neg SAP)	Fixed	547,362	0.11%
	LE	1mL + 1.74% (Neg SAP)	Variable	90,588	0.02%	LJ	1mL + 1.94% (Neg SAP)	Fixed	2,760,926	0.54%
	LF	1mL + 2.34% (Neg SAP)	Fixed	5,929,540	1.15%		None - Not eligible for SAP		45,496	0.01%
	LF	1mL + 2.34% (Neg SAP)	Variable	348,638	0.07%					
	LI	1mL + 1.34% (Neg SAP)	Fixed	594,788	0.12%					
	LJ	1mL + 1.94% (Neg SAP)	Fixed	2,849,846	0.55%					
	None - Not eligible for SAP			33,225	0.01%					
	<b>Total - Stafford</b>			<b>25,338,135</b>	<b>4.92%</b>		<b>Total - Unsub Stafford</b>		<b>24,264,123</b>	<b>4.71%</b>
<b>C</b>	<b>Consolidation</b>					<b>D</b>	<b>Plus/SLS</b>			
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SD	Tbill + 3.25%	Fixed	563,532	0.11%	SD	Tbill + 3.25%	Variable	63,318	0.01%
	SE	Tbill + 3.10%	Fixed	4,838,089	0.94%	SE	Tbill + 3.10%	Variable	26,653	0.01%
	SG	Tbill + 3.10%	Variable	947,545	0.18%	SG	Tbill + 3.10%	Variable	40,227	0.01%
	SL	T-bill + 3.10%	Fixed	3,677,774	0.71%	SH	Tbill + 2.50%	Variable	49,880	0.01%
	LC	1mL + 2.64%	Fixed	180,878,465	35.11%	LD	1mL + 2.64%	Variable	922,127	0.18%
	LG	1mL + 2.64% (Neg SAP)	Fixed	237,999,157	46.19%	LH	1mL + 2.64% (Neg SAP)	Fixed	3,331,744	0.65%
	LK	1mL + 2.24% (Neg SAP)	Fixed	31,667,339	6.15%	LH	1mL + 2.64% (Neg SAP)	Variable	29,153	0.01%
	None - Not eligible for SAP			293,936	0.06%	LM	1mL + 1.94% (Neg SAP)	Fixed	310,565	0.06%
							None - Not eligible for SAP		-	0.00%
	<b>Total - Consolidation</b>			<b>460,865,838</b>	<b>89.45%</b>		<b>Total - Plus/SLS</b>		<b>4,773,669</b>	<b>0.93%</b>
						<b>E</b>	<b>Credit Balances Loans</b>		(5,270)	0.00%
							<b>Total Ending Balance at 09/30/14</b>		<b>515,236,495</b>	<b>100%</b>

**X. Payment History, CPRs, and Cumulative Default Rate**

**A. Payment History and CPRs**

Month End Date	Actual Ending Pool Balance	Since Issued CPR
9/30/2014	\$ 522,224,899.66	7.150%
8/31/2014	\$ 527,850,080.71	7.060%
7/31/2014	\$ 533,998,910.70	6.699%
6/30/2014	\$ 540,162,040.97	6.136%
5/31/2014	\$ 546,408,681.55	5.168%
4/30/2014	\$ 551,583,907.38	4.137%
3/31/2014	\$ 556,927,129.12	1.250%

**B. Cumulative Default Rate**

1. Current Period Defaults	
a. Claim payments from Guarantor*	\$ 1,674,699.00
b. 1-3% write offs	32,605.40
c. Claims filed pending payment	1,570,168.58
d. Total Current Period Defaults	<u>\$ 3,277,472.98</u>
2. Cumulative Defaults	
a. Claim payments from Guarantor	\$ 12,341,487.68
b. 1-3% write offs	263,234.27
c. Claims filed pending payment	1,570,168.58
d. Total Cumulative Defaults	<u>\$ 14,174,890.53</u>
3. Cumulative Default (% of original pool balance)	2.54%
4. Cumulative Default (% of cumulative Entered Repayment Balance)	3.53%
5. Cumulative Recoveries	\$ 12,341,487.68
6. Cumulative Recovery Rate (2a/2d)	87.07%
7. Cumulative Net Loss Rate (2b/2d)	1.86%
8. Rejected Claims Repurchased	
a. Current period purchases	\$ -
b. Cumulative repurchases	\$ -

\*Claim payments include principal & interest payments

PHEAA - 2014-1 Floating Rate Student Loan Asset-Backed Notes

Statement to Noteholders

Report Date: 09/30/14

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

XI. Balance Sheet

<b><u>ASSETS</u></b>	<b><u>9/30/2014</u></b>
Cash	\$ 716,261
Assets Held by Trustee	-
Investments	9,513,469
Accrued Interest Receivable	8,784,081
Student Loans Receivable, Net	514,963,495
Discount - Std Ln purchase	<u>(2,659,072)</u>
Total Assets	<u><u>531,318,234</u></u>
<b><u>LIABILITIES AND NET ASSETS</u></b>	
Bonds Payable	525,595,646
Discount on Bonds Payable	(1,449,815)
Accrued Interest Payable	76,800
Other Accounts Payable & Accrued Expenses	635,429
Deferred Outflow	3,879,812
Total Liabilities	<u><u>528,737,873</u></u>
Net Assets	<u><u>2,580,361</u></u>
Total Liabilities and Net Assets	<u><u>531,318,234</u></u>
Parity Ratio	<u>1.0146</u>
Senior Parity Ratio	<u>1.0440</u>