

PHEAA Student Loan Trust 2016-2 FRN
Monthly Servicing Report

Distribution Date: 06/26/2017

Reporting Period: 05/01/2017 – 05/31/2017

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 - 2016-2 Floating Rate Student Loan Asset-Backed Notes

Statement to Noteholders

Report Date: 05/31/17

Report Period: 05/01/17 - 05/31/17

I. Series 2016-2 Floating Rate Notes - Asset & Liability Summary

A. Pool Balance		4/30/2017	Net Activity	5/31/2017	% of Initial Pool Balance			
1. Student Loan - Principal Balance		\$ 326,409,962.92	\$ (4,935,671.20)	\$ 321,474,291.72	90.79%			
2. Interest expected to be Capitalized		\$ 2,561,934.26	\$ (66,351.42)	\$ 2,495,582.84				
3. Total Pool Balance		\$ 328,971,897.18	\$ (5,002,022.62)	\$ 323,969,874.56				
4. Student Loan - Accrued Borrower Interest Balance		\$ 5,894,024.87	\$ (10,708.03)	\$ 5,883,316.84				
5. Accrued Interest Subsidy & Special Allowance		\$ (1,343,929.75)	\$ 759,075.06	\$ (584,854.69)				
6. Weighted Average Coupon Rate		5.086%		5.087%				
7. Weighted Average Remaining to Maturity (in months)		170.78		170.87				
8. Number of Loans		44,256		43,500				
9. Number of Borrowers		23,573		23,185				
B. Adjusted Pool Balance		4/30/2017	Change	5/31/2017				
1. Capitalized Interest Fund (after giving effect to transfers to be made on Distribution Date)		\$ 14,000,000.00	\$ -	\$ 14,000,000.00				
2. Specified Reserve Fund Balance (greater of 0.80% of Pool Balance and 0.15% of Initial Pool Balance- \$535,259.29)		\$ 2,631,775.18	\$ (40,016.18)	\$ 2,591,759.00				
3. Adjusted Pool Balance (A3 + B1 + B2)		\$ 345,603,672.36		\$ 340,561,633.56				
C. Other Fund Balances		4/30/2017	Change	5/31/2017				
1. Collection Fund		\$ 5,992,980.64	\$ (126,737.43)	\$ 5,866,243.21				
2. Reserve Fund		\$ 2,686,944.44	\$ (55,169.26)	\$ 2,631,775.18				
3. Capitalized Interest Fund		\$ 14,000,000.00	\$ -	\$ 14,000,000.00				
4. Department Rebate Fund		\$ 1,046,528.29	\$ (749,126.83)	\$ 297,401.46				
5. Acquisition Fund		\$ -	\$ -	\$ -				
6. Total - Other Account Balances		\$ 23,726,453.37	\$ (931,033.52)	\$ 22,795,419.85				
D. Notes Payable		Final Maturity	CUSIP	Spread	4/30/2017	%	5/31/2017	%
1. 2016-2 Class A LIBOR Notes	11/25/2065	69343VAA0	1mL+0.95%	\$ 337,961,058.03	97.97%	\$ 330,827,589.73	97.93%	
2. 2016-2 Class B LIBOR Notes	11/25/2065	69343VAB8	1mL+2.50%	\$ 7,000,000.00	2.03%	\$ 7,000,000.00	2.07%	
3. Total Notes Payable				\$ 344,961,058.03	100.00%	\$ 337,827,589.73	100.00%	
E. Parity Ratio Calculation:		4/30/2017	Change	5/31/2017				
1. Student Loan - Principal		\$ 326,409,962.92	\$ (4,935,671.20)	\$ 321,474,291.72				
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized		\$ 2,561,934.26	\$ (66,351.42)	\$ 2,495,582.84				
3. Pool Balance (E1 + E2)		\$ 328,971,897.18	\$ (5,002,022.62)	\$ 323,969,874.56				
4. Capitalized Interest Fund Balance (after giving effect to transfers to be made on Distribution Date)		\$ 14,000,000.00	\$ -	\$ 14,000,000.00				
5. Specified Reserve Fund Balance		\$ 2,631,775.18	\$ (40,016.18)	\$ 2,591,759.00				
6. Adjusted Pool Balance (E3+E4+E5)		\$ 345,603,672.36	\$ (5,042,038.80)	\$ 340,561,633.56				
7. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 337,827,589.73	\$ (4,928,592.93)	\$ 332,898,996.80				
8. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 330,827,589.73	\$ (4,928,592.93)	\$ 325,898,996.80				
9. Net Assets (E6-E7)		\$ 7,776,082.63	\$ (113,445.87)	\$ 7,662,636.76				
10. Parity Ratio (E6/E7)		1.0230		1.0230				
11. Senior Parity Ratio (E6/E8)		1.0447		1.0450				
F. Specified Overcollateralization Amount								
1. 2.25% of current Adjusted Pool Balance		\$ 7,776,082.63		\$ 7,662,636.76				
2. Specified Overcollateralization minimum		\$ 6,000,000.00		\$ 6,000,000.00				
3. Specified Overcollateralization Amount (greater of F1 and F2)		\$ 7,776,082.63		\$ 7,662,636.76				

PHEAA - 2016-2 Floating Rate Student Loan Asset-Backed Notes

Statement to Noteholders

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II. Series 2016-2 FRN Transactions and Accruals

		Beg/End Balances
A.	Student Loan Cash Principal Activity	326,409,962.92
	1 Borrower Payments	\$ (2,411,592.85)
	2 Claim Payments	\$ (1,617,496.82)
	3 Consolidation Payoffs	\$ (1,329,175.58)
	4 Other Cash Payments from Servicer	\$ 4,397.69
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (5,353,867.56)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 426,301.58
	2 Cancellations / Reissues	\$ -
	3 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	4 Amounts due to / (from) Guarantor	\$ -
	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	\$ (8,105.22)
	9 Total Non-Cash Principal Activity	\$ 418,196.36
C.	Total Student Loan Principal Activity	\$ (4,935,671.20)
D.	Student Loan Cash Interest Activity	4,550,095.12
	1 Borrower Payments (includes Late Fees)	\$ (814,584.56)
	2 Claim Payments	\$ (36,523.08)
	3 Consolidation Payoffs	\$ (23,304.16)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ (262,436.91)
	7 Special Allowance Payments (SAP)	\$ 1,308,965.20
	8 Total Interest Collections	\$ 172,116.49
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 1,361,015.84
	2 Interest Subsidy Payment Accrual	\$ 86,789.15
	3 Special Allowance Payment Accrual Estimate	\$ (374,242.38)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ -
	5 Capitalized Interest	\$ (426,301.58)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (71,010.49)
	9 Total Non-Cash Interest Activity	\$ 576,250.54
F.	Total Student Loan Interest Activity	\$ 748,367.03
G.	Non-Reimbursable Losses During Collection Period	\$ (38,668.23)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (231,156.26)
		\$ 326,772,753.87

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III. Series 2016-2 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

	Beginning Cash Balance	\$ 8,260,863.89
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 2,411,592.85
	2 Principal Payments Received - Claim Payments	\$ 1,617,496.82
	3 Principal Payments Received - Consolidation Payoffs	\$ 1,329,175.58
	4 Principal Payments Received - Other Payments from Servicer	\$ (4,397.69)
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 5,353,867.56
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 814,584.56
	2 Interest Payments Received - Claim Payments	\$ 36,523.08
	3 Interest Payments Received - Consolidation Payoffs	\$ 23,304.16
	4 Interest Payments Received - Other Payments from Servicer	\$ -
	5 Interest Payments Received - Interest Subsidy & Special Payments	\$ -
	6 Interest Payments Received - Sales	\$ -
	7 Total Interest Collections	\$ 874,411.80
C.	Reimbursements from Servicer	\$ 269.15
D.	Reimbursements from Servicer for Keystone Rebate Fees	\$ -
E.	Reimbursements from Rehab Adjustments	\$ -
F.	Transfer from Aquisition Fund	\$ -
G.	Transfer from Capitalized Interest Fund	\$ -
H.	Transfer from Reserve Fund	\$ 55,169.26
I.	Transfers to Department Rebate Fund	\$ (297,401.46)
J.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 3,872.84
	2 Rebate Fund Investment Earnings	\$ 341.38
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ 5,965.61
	5 Reserve Fund Investment Earnings	\$ 1,162.51
	6 Total Investment Earnings	\$ 11,342.34
K.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (213,567.35)
	2 Servicing Fees	\$ (73,258.20)
	3 Indenture Trustee Fee	\$ (2,879.14)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Owner Trustee Fee	\$ -
	6 Admin Fees	\$ (6,666.67)
	7 Interest Payments - LIBOR Notes	\$ (561,056.36)
	8 Principal Payments - LIBOR Notes	\$ (7,133,468.30)
	9 Funds transferred to the Issuer	\$ (26,735.67)
	10 Total Previously Remitted Fees	\$ (8,018,631.69)
L.	Total Cash Available at 05/31/17 (Collection Fund)	\$ 6,239,890.85

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IV. Series 2016-2 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	05/23/17	1.02356%

B. LIBOR Rate Interest Calculation	Spread	Interest Rate	Payment Date	# of Days	Start Date	End Date	Interest Payment
1. 2016-2 FRN A LIBOR Notes	0.95%	1.97356%	6/26/2017	32	5/25/2017	6/25/2017	\$ 580,362.75
2. 2016-2 FRN B LIBOR Notes	1.50%	2.52356%	6/26/2017	32	5/25/2017	6/25/2017	\$ 15,702.15
3. Total - 2016-2 FRN Interest Payable							\$ 596,064.90

C. Class B Interest Distribution Amount	
Lesser of:	Amount
Class B interest accrued (B.2)	\$ 15,702.15
Class B Interest Cap (D)	\$ 211,737.13
Plus	
Class B Noteholders' Interest Shortfall	\$ -
Class B Interest Distribution Amount	\$ 15,702.15

D. Component Amounts used in Determining the Class B Interest Cap	
	Amount
(a) # of days in year / 360	1.01389
<i>multiplied by difference between (i) & (ii)</i>	
(i) non-principal amounts due to Issuer	\$ 1,447,804.99
(ii) non-principal amounts payable to Department	\$ 585,153.19
Total	\$ 874,633.07
<i>less</i>	
(b) accrued Trust expenses	\$ 82,533.20
<i>less</i>	
(c) Class A Noteholders' Interest Distribution Amount	\$ 580,362.75
Class B Interest Cap	\$ 211,737.13

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

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V. Principal Distributions and Reserve Fund Reconciliation

A.	Distribution Amounts thru June 26, 2017	Combined	2016-2 Class A	2016-2 Class B
1	Monthly Interest Due	\$ 596,064.90	\$ 580,362.75	\$ 15,702.15
2	Monthly Interest Paid	\$ 596,064.90	\$ 580,362.75	\$ 15,702.15
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 4,928,592.93	\$ 4,928,592.93	\$ -
8	Total Distribution Amount	\$ 5,524,657.83	\$ 5,508,955.68	\$ 15,702.15

B.	Principal Distribution Amount Reconciliation	Actual Distribution	
1	Notes Outstanding as of 05/31/17	\$ 337,827,589.73	
2	Current Adjusted Pool Balance 05/31/17	\$ 340,561,633.56	
3	less: Specified Overcollateralization Amount 05/31/17	\$ 7,662,636.76	
4	Total (B2-B3)	\$ 332,898,996.80	
5	Total Principal Distribution Amount (B1-B4)	\$ 4,928,592.93	\$ 4,928,592.93

C.	Reserve Fund and Capitalized Interest Fund Reconciliation	Reserve Fund	Cap Int Fund
1	Beginning Period Balance 05/01/17	\$ 2,686,944.44	\$ 14,000,000.00
2	Transfer from Cap Int Fund to the Collection Account	\$ -	\$ -
3	Deposits to Reserve Fund	\$ -	\$ -
4	Interest Earned	\$ 1,162.51	\$ 5,965.61
5	Transfer of Interest Earned to the Collection Account	\$ (1,162.51)	\$ (5,965.61)
6	Transfer of Excess Reserve to the Collection Account	\$ (55,169.26)	\$ -
7	Total Fund Balance Available at 05/31/17	\$ 2,631,775.18	\$ 14,000,000.00
8	Less: Fund Investment Earnings Pending Transfer to Collection Account	\$ -	\$ -
9	Total Adjusted Reserve Fund Balance Available 05/31/17	\$ 2,631,775.18	\$ 14,000,000.00
10	Specified Reserve Fund Balance (greater of .80% of the pool balance or .15% of initial pool balance)	\$ 2,591,759.00	\$ -
11	Cap Int Fund Schedule (Exh C) Balance at 06/26/17	\$ -	\$ 14,000,000.00
12	Excess Reserve - Transfer to/ (from) Collection Account	\$ 40,016.18	\$ -
13	Cap Int Fund Schedule (Exh C)- Transfer to Collection Account	\$ -	\$ -

D.	LIBOR Note Balances	5/25/2017	Paydown Factors	6/26/2017
1	2016-2 FRN A LIBOR Notes	\$ 330,827,589.73	\$ 4,928,592.93	\$ 325,898,996.80
2	2016-2 A Pool Factor	0.8805632	0.0131184	0.8674448
3	2016-2 FRN B LIBOR Notes	7,000,000.00	\$ -	\$ 7,000,000.00
4	2016-2 B Pool Factor	1.0000000	-	1.0000000
	Total Notes Outstanding	\$ 337,827,589.73	\$ 4,928,592.93	\$ 332,898,996.80
	Total Note Pool Factor	\$ 0.8827478	\$ 0.0128785	\$ 0.8698693

VI. Series 2016-2 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds			\$ 6,239,890.85	
Section 5.02	Transfer of remaining funds in Acquisiton Fund not used to purchase loans or pay acquisition costs	\$ -	\$	6,239,890.85
Section 5.03	Transfer from the Capitalized Interest Fund to the Collection Fund (interest earned)	\$ -	\$	6,239,890.85
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance	\$ 40,016.18	\$	6,279,907.03
Section 5.04(c)	Distributions:			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 210,910.81	\$	6,068,996.22
(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:	\$ 287,453.23	\$	5,781,542.99
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 2,916.13	\$	5,778,626.86
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$	5,777,626.86
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (November Distribution Date Only)	\$ -	\$	5,777,626.86
(iv)	Payment of the Administrator Fee to the Administrator	\$ 6,666.67	\$	5,770,960.19
(iv)	Payment of Other Administration Expense to the Administrator (November Distribution only)	\$ -	\$	5,770,960.19
(v)	Payment of the Servicing Fee to the Servicer	\$ 71,950.40	\$	5,699,009.79
(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;	\$ 580,362.75	\$	5,118,647.04
(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;	\$ 15,702.15	\$	5,102,944.89
(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;	\$ -	\$	5,102,944.89
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 4,928,592.93	\$	174,351.96
(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)	\$ -	\$	174,351.96
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$	174,351.96
(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	\$ -	\$	174,351.96
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$	174,351.96
(xiv)	Remaining amounts released to the Depositor	\$ 174,351.96	\$	-

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VII. Series 2016-2 Portfolio Characteristics

		Number of Loans		Ending Principal Balance		% of Balance*		Wgt. Avg. Coupon		Wgt. Avg Repayment	
				\$	\$	%	%	%	%	# months	# months
		4/30/2017	5/31/2017	4/30/2017	5/31/2017	4/30/2017	5/31/2017	4/30/2017	5/31/2017	4/30/2017	5/31/2017
A	Borrower Status Distribution:										
	Interim										
	In-School	80	68	388,173	337,326	0.12%	0.10%	5.438%	5.372%	120	120
	Grace	22	34	61,264	112,111	0.02%	0.03%	6.162%	6.034%	120	119
	Repayment										
	Current	32,775	32,369	231,152,905	226,130,474	70.82%	70.34%	5.034%	5.028%	168	167
	31-60 Days Delinquent	1,327	1,305	10,183,300	12,868,106	3.12%	4.00%	5.451%	5.661%	162	192
	61-90 Days Delinquent	837	693	6,637,664	5,051,939	2.03%	1.57%	5.492%	5.251%	183	162
	91-120 Days Delinquent	526	675	4,735,000	5,778,564	1.45%	1.80%	5.669%	5.471%	187	182
	121-180 Days Delinquent	733	660	6,929,493	5,806,672	2.12%	1.81%	5.522%	5.522%	204	182
	181-270 Days Delinquent	731	782	6,929,791	7,900,126	2.12%	2.46%	5.490%	5.529%	181	194
	> 271 Days Delinquent	473	455	3,772,176	3,298,941	1.16%	1.03%	5.163%	5.158%	168	156
Total Repayment	37,402	36,939	270,340,330	266,834,822	82.82%	83.00%	5.098%	5.100%	169	169	
Forbearance	3,272	3,298	33,575,863	33,826,127	10.29%	10.52%	5.348%	5.456%	198	200	
Deferment	3,480	3,161	22,044,334	20,363,906	6.75%	6.33%	5.190%	5.135%	175	176	
B	Total Portfolio	44,256	43,500	326,409,963	321,474,292	100%	100%	5.087%	5.087%	169	169

Note: Delinquent means more than 30 days past due

*Percentages may not sum to 100% due to rounding

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VIII. Series 2016-2 Portfolio Characteristics and Weighted Average Payments

	Number of Loans		Ending Principal Balance		% of Balance*		Wgt. Avg. Coupon		Wgt. Avg Repayment Months	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	4/30/2017	5/31/2017	4/30/2017	5/31/2017	4/30/2017	5/31/2017	4/30/2017	5/31/2017	4/30/2017	5/31/2017
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	8,139	8,028	98,771,736	97,430,266	30.26%	30.31%	4.800%	4.803%	183	183
2. Unsubsidized Consolidation Loans	8,849	8,725	141,972,869	140,248,890	43.50%	43.63%	5.030%	5.029%	201	200
3. Subsidized Stafford Loans	14,887	14,618	35,493,767	34,738,546	10.87%	10.81%	5.023%	5.022%	96	96
4. Unsubsidized Stafford Loans	10,576	10,385	37,897,094	37,168,009	11.61%	11.56%	5.368%	5.368%	107	108
5. Grad PLUS Loans	228	222	3,061,943	3,017,261	0.94%	0.94%	8.027%	8.028%	146	147
6. PLUS Loans	1,560	1,505	9,133,707	8,792,755	2.80%	2.74%	7.191%	7.231%	82	82
7. SLS Loans	17	17	78,849	78,564	0.02%	0.02%	3.701%	3.701%	88	88
Total - Loan Type	44,256	43,500	326,409,963	321,474,292	100%	100%	5.087%	5.087%	169	169
2 Program Type										
1. Graduate	2,978	2,924	21,487,978	21,086,766	6.58%	6.56%	5.708%	5.703%	128	129
2. Undergraduate	35,092	34,505	275,594,856	271,672,017	84.43%	84.51%	5.005%	5.007%	175	175
3. Proprietary	6,186	6,071	29,327,129	28,715,508	8.98%	8.93%	5.401%	5.393%	144	144
Total - Program Type	44,256	43,500	326,409,963	321,474,292	100%	100%	5.087%	5.087%	169	169
3 School Type										
1. 4 Year Private	13,623	13,398	124,037,713	122,423,805	38.00%	38.08%	5.147%	5.151%	178	179
2. 4 Year Public	17,622	17,336	136,499,582	134,450,118	41.82%	41.82%	4.937%	4.934%	169	169
3. 2 Year Private	1,643	1,613	8,307,938	8,038,786	2.55%	2.50%	4.972%	4.978%	158	158
4. 2 Year Public	4,626	4,529	19,541,659	19,213,925	5.99%	5.98%	5.301%	5.309%	147	147
5. Prop/Voc/Tech	6,166	6,052	29,023,751	28,422,143	8.89%	8.84%	5.396%	5.389%	144	144
6. Unkown	576	572	8,999,320	8,925,515	2.76%	2.78%	5.176%	5.176%	185	185
Total - School Type	44,256	43,500	326,409,963	321,474,292	100%	100%	5.087%	5.087%	169	169

*Percentages may not sum to 100% due to rounding

B. Weighted Average Payments Made		
	W.A. Time until repayment (months)	
	4/30/2017	5/31/2017
1. In school	20	22
2. Grace	3	4
3. Deferment	15	17
4. Forbearance	3	3
W.A. Time in Repayment (months)		
5. Repayment	128	129
6. Total Portfolio Weighted Average	105	106

IX. Series 2016-2 FFELP Portfolio Indices

			Ending Principal					Ending Principal		
			Balance	% of Total				Balance	% of Total	
			5/31/2017	5/31/2017				5/31/2017	5/31/2017	
A	Stafford				B	Unsub Stafford				
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SA	Tbill + 3.50%	Fixed	51,474	0.02%	SE	Tbill + 3.10%	Variable	6,694.31	0.00%
	SB	Tbill + 3.50%	Fixed	122,430	0.04%	SG	Tbill + 3.10%	Variable	328,921.33	0.10%
	SD	Tbill + 3.25%	Fixed	208,707	0.06%	SH	Tbill + 2.50%	Variable	82,322	0.03%
	SD	Tbill + 3.25%	Variable	253	0.00%	SJ	Tbill + 2.20%	Variable	12,574	0.00%
	SE	Tbill + 3.10%	Fixed	39,566	0.01%	SK	Tbill + 2.80%	Variable	252,728	0.08%
	SE	Tbill + 3.10%	Variable	68,665	0.02%	LA	1mL + 1.74%	Variable	1,088,699	0.34%
	SG	Tbill + 3.10%	Variable	665,233	0.21%	LB	1mL + 2.34%	Variable	7,787,967	2.42%
	SH	Tbill + 2.50%	Variable	156,850	0.05%	LE	1mL + 1.74% (Neg SAP)	Fixed	1,313,109	0.41%
	SJ	Tbill + 2.20%	Variable	41,312	0.01%	LE	1mL + 1.74% (Neg SAP)	Variable	31,168	0.01%
	SK	Tbill + 2.80%	Variable	424,606	0.13%	LF	1mL + 2.34% (Neg SAP)	Fixed	10,800,174	3.36%
	LA	1mL + 1.74%	Variable	1,179,493	0.37%	LF	1mL + 2.34% (Neg SAP)	Variable	816,964	0.25%
	LB	1mL + 2.34%	Variable	8,564,328	2.66%	LI	1mL + 1.34% (Neg SAP)	Fixed	1,734,732	0.54%
	LE	1mL + 1.74% (Neg SAP)	Fixed	1,454,897	0.45%	LJ	1mL + 1.94% (Neg SAP)	Fixed	12,895,161	4.01%
	LE	1mL + 1.74% (Neg SAP)	Variable	31,296	0.01%	None - Not eligible for SAP			17,068	0.01%
	LF	1mL + 2.34% (Neg SAP)	Fixed	9,664,067	3.01%					
	LF	1mL + 2.34% (Neg SAP)	Variable	454,422	0.14%					
	LI	1mL + 1.34% (Neg SAP)	Fixed	1,487,170	0.46%					
	LJ	1mL + 1.94% (Neg SAP)	Fixed	10,082,951	3.14%					
	None - Not eligible for SAP			41,330	0.01%					
	Total - Stafford			34,739,054	10.81%				37,168,282	11.56%
C	Consolidation				D	Plus/SLS				
	<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	384,975	0.12%	SD	Tbill + 3.25%	Variable	53,727	0.02%
	SE	Tbill + 3.10%	Fixed	3,852,642	1.20%	SE	Tbill + 3.10%	Variable	80,640	0.03%
	SG	Tbill + 3.10%	Variable	583,155	0.18%	SG	Tbill + 3.10%	Variable	75,198	0.02%
	SL	T-bill + 3.10%	Fixed	2,199,118	0.68%	SH	Tbill + 2.50%	Variable	64,173	0.02%
	LC	1mL + 2.64%	Fixed	111,576,181	34.71%	LD	1mL + 2.64%	Variable	1,317,570	0.41%
	LG	1mL + 2.64% (Neg SAP)	Fixed	103,139,623	32.08%	LH	1mL + 2.64% (Neg SAP)	Fixed	6,990,445	2.17%
	LK	1mL + 2.24% (Neg SAP)	Fixed	15,767,045	4.90%	LH	1mL + 2.64% (Neg SAP)	Variable	39,009	0.01%
	None - Not eligible for SAP			177,031	0.06%	LM	1mL + 1.94% (Neg SAP)	Fixed	3,230,903	1.01%
						None - Not eligible for SAP			37,160	0.01%
	Total - Consolidation			237,679,770	73.93%				11,888,824	3.70%
						E	Credit Balances Loans			
									(1,638)	0.00%
						Total Ending Balance at 05/31/17			321,474,292	100%

X. Payment History, CPRs, and Cumulative Default Rate

A. Payment History and CPRs

Month End Date	Actual Ending Pool Balance	Since Issued CPR
5/31/2017	\$ 323,969,874.56	6.600%
4/30/2017	\$ 328,971,897.18	6.519%
3/31/2017	\$ 335,868,055.61	5.422%
2/28/2017	\$ 342,350,302.65	4.121%
1/31/2017	\$ 348,052,431.00	2.905%
12/31/2016	\$ 352,681,753.83	1.473%

B. Cumulative Default Rate

1. Current Period Defaults		
a. Claim payments from Guarantor*	\$ 1,654,019.90	
b. 1-3% write offs	30,706.35	
c. Claims filed pending payment	1,649,170.04	
d. Total Current Period Defaults	<u>\$ 3,333,896.29</u>	
2. Cumulative Defaults		
a. Claim payments from Guarantor	\$ 9,607,334.04	
b. 1-3% write offs	192,201.41	
c. Claims filed pending payment	1,649,170.04	
d. Total Cumulative Defaults	<u>\$ 11,448,705.49</u>	
3. Cumulative Default (% of original pool balance)		3.21%
4. Cumulative Default (% of cumulative Entered Repayment Balance)		3.79%
5. Cumulative Recoveries	\$ 9,607,334.04	
6. Cumulative Recovery Rate (2a/2d)		83.92%
7. Cumulative Net Loss Rate (2b/2d)		1.68%
8. Rejected Claims Repurchased		
a. Current period purchases	\$ -	
b. Cumulative repurchases	\$ -	

*Claim payments include principal & interest payments

PHEAA - 2016-2 Floating Rate Student Loan Asset-Backed Notes
Statement to Noteholders
Report Date: 05/31/17 Report Period: 05/01/17 - 05/31/17

XI. Balance Sheet

<u>ASSETS</u>	<u>5/31/2017</u>
Cash	\$ 373,648
Assets Held by Trustee	
Investments	22,795,420
Accrued Interest Receivable	5,310,350
Student Loans Receivable, Net	321,116,292
Premium - Std Ln purchase	<u>136,968</u>
Total Assets	<u><u>349,732,678</u></u>
<u>LIABILITIES AND NET ASSETS</u>	
Bonds Payable	337,827,590
Discount on Bonds Payable	(732,272)
Accrued Interest Payable	130,389
Other Accounts Payable & Accrued Expenses	293,444
Deferred Outflow	-
Total Liabilities	<u>337,519,151</u>
Net Assets	<u>12,213,527</u>
Total Liabilities and Net Assets	<u><u>349,732,678</u></u>
Parity Ratio	<u>1.0230</u>
Senior Parity Ratio	<u>1.0450</u>

PHEAA - 2016-2 Floating Rate Student Loan Asset-Backed Notes

Supplemental Report

Report Date: 05/31/17

Report Period: 05/01/17 - 05/31/17

XII. Historical Note Payable Characteristics

<u>Distribution</u>		<u>% of Orig</u>		<u>% of Orig Class</u>		<u>% of Orig Class A</u>		<u>% of Orig Sub</u>		<u>% of Orig Class B</u>	
<u>Date</u>	<u>Total Debt</u>	<u>Debt</u>	<u>Class A Debt</u>	<u>A Debt</u>	<u>at 100% PPC*</u>	<u>Class B Debt</u>	<u>Debt</u>	<u>at 100% PPC*</u>			
11/22/2016	\$ 382,700,000	100.0%	\$ 375,700,000	100.0%		\$ 7,000,000	100.0%				
1/25/2017	\$ 362,135,389	94.6%	\$ 355,135,389	94.5%		\$ 7,000,000	100.0%				
4/25/2017	\$ 344,962,508	90.1%	\$ 337,962,508	90.0%		\$ 7,000,000	100.0%				

* Appendix F of 2016-2 PPM

* 100% PPC: 4% CPR Cnsltn, 6% CPR Non-Cnsltn, 2% CPR & 6% CDR for rehab loans

XIII. Historical Loan Portfolio Characteristics

<u>EOM</u>	<u>O/S Pool Balance</u>	<u>% of Orig Pool Bal</u>	<u>% of Pool on Deferment</u>	<u>% of Pool on Forbearance</u>	<u>Total Wgt Avg Mths on Frb</u>	<u>Wgt Avg Mths on Discretionary Frb</u>	<u>Wgt Avg Mths on Mandatory Frb</u>	<u>% of Pool on PFH</u>	<u>PFH Pmt %*~</u>	<u>% of PFH Pool w/ \$0 Pmt</u>	<u>Wtg Avg Mths on PFH</u>
11/22/2017	\$ 356,839,525	100.0%									
12/31/2016	\$ 352,681,754	98.8%	6.9%	12.3%	39.2	20.2	19.0	10.6%	14.7%	63.4%	25.4
3/31/2017	\$ 335,868,056	94.1%	6.8%	11.2%	39.8	20.4	19.4	11.5%	14.2%	64.1%	27.2

PFH - Partial Financial Hardship Repayment Plan (part of Income Based Repayment Plan "IBR") - Mthly pymt may be as low as \$0.00. Eligible for loan forgiveness after 25 yrs and 300 pymts

* PFH Pmt % - Payment as a percentage of repayment plan prior to entering PFH (active or inactive repayment plan prior to entering PFH)

- As of March 31, 2017, the methodology for computing the PFH Pmt Percentage has been changed to more accurately reflect the PFH Pmt %. The PFH Pmt% for quarters prior to 3/31/17 have been updated to reflect this change in methodology as well.

PHEAA - 2016-2 Floating Rate Student Loan Asset-Backed Notes

Supplemental Report

Report Date: 05/31/17

Report Period: 05/01/17 - 05/31/17

XIV. Additional Forbearance Detail

<u>EOM</u>	<u>Status at End of Reporting Period</u>	<u>Total Wgt</u>	<u>Wgt Avg Mths</u>		<u>Total Wgt Avg</u>	<u>Wgt Avg Mths on</u>	<u>Wgt Avg Mths</u>
		<u>Avg Mths</u>	<u>on Frb</u>	<u>Discretionary Frb</u>	<u>on Mandatory Frb</u>	<u>Mths on Frb in 2016-2 Trust</u>	<u>Discretionary Frb in 2016-2 Trust</u>
12/31/2016	Discretionary Frb	34.4	17.6	16.8	1.3	1.2	-
	Mandatory Frb	51.6	27.0	24.6	1.2	-	1.2
	Total	39.2	20.2	19.0	1.3	0.9	0.3
3/31/2017	Discretionary Frb	34.6	17.8	16.8	3.8	3.5	0.3
	Mandatory Frb	52.5	26.7	25.8	3.7	0.3	3.4
	Total	39.8	20.4	19.4	3.8	2.6	1.2