

**PHEAA Student Loan Trust 2016-2 FRN
Monthly Servicing Report**

Distribution Date: 06/25/2018

Reporting Period: 05/01/2018 – 05/31/2018

Pennsylvania Higher Education Assistance Agency – *Sponsor*

PHEAA Student Loan Foundation – *Depositor*

Pennsylvania Higher Education Assistance Agency – *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: 05/31/18

Report Period: 05/01/18 - 05/31/18

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

A. Pool Balance		4/30/2018	Net Activity	5/31/2018	% of Initial Pool Balance
1. Student Loan - Principal Balance		\$ 273,249,495.15	\$ (2,958,721.51)	\$ 270,290,773.64	76.35%
2. Interest expected to be Capitalized		\$ 2,226,632.73	\$ (75,735.67)	\$ 2,150,897.06	
3. Total Pool Balance		\$ 275,476,127.88	\$ (3,034,457.18)	\$ 272,441,670.70	
4. Student Loan - Accrued Borrower Interest Balance		\$ 5,601,174.36	\$ (50,885.09)	\$ 5,550,289.27	
5. Accrued Interest Subsidy & Special Allowance		\$ (69,496.48)	\$ (53,904.59)	\$ (123,401.07)	
6. Weighted Average Coupon Rate		5.112%		5.113%	
7. Weighted Average Remaining to Maturity (in months)		169.62		169.89	
8. Number of Loans		36,450		35,829	
9. Number of Borrowers		19,226		18,901	

B. Adjusted Pool Balance		4/30/2018	Change	5/31/2018
1. Capitalized Interest Fund (after giving effect to transfers to be made on Distribution Date)		\$ 7,000,000.00	\$ -	\$ 7,000,000.00
2. Specified Reserve Fund Balance (greater of 0.80% of Pool Balance and 0.15% of Initial Pool Balance- \$535,259.29)		\$ 2,203,809.02	\$ (24,275.65)	\$ 2,179,533.37
3. Adjusted Pool Balance (A3 + B1 + B2)		\$ 284,679,936.90		\$ 281,621,204.07

C. Other Fund Balances		4/30/2018	Change	5/31/2018
1. Collection Fund		\$ 4,834,861.36	\$ (930,729.91)	\$ 3,904,131.45
2. Reserve Fund		\$ 2,240,374.63	\$ (36,565.61)	\$ 2,203,809.02
3. Capitalized Interest Fund		\$ 7,000,000.00	\$ -	\$ 7,000,000.00
4. Department Rebate Fund		\$ -	\$ 69,496.48	\$ 69,496.48
5. Acquisition Fund		\$ -	\$ -	\$ -
6. Total - Other Account Balances		\$ 14,075,235.99	\$ (897,799.04)	\$ 13,177,436.95

D. Notes Payable	Final Maturity	CUSIP	Spread	4/30/2018	%	5/31/2018	%
1. 2016-2 Class A LIBOR Notes	11/25/2065	69343VAA0	1mL+0.95%	\$ 275,778,241.14	97.52%	\$ 271,274,638.32	97.48%
2. 2016-2 Class B LIBOR Notes	11/25/2065	69343VAB8	1mL+2.50%	\$ 7,000,000.00	2.48%	\$ 7,000,000.00	2.52%
3. Total Notes Payable				\$ 282,778,241.14	100.00%	\$ 278,274,638.32	100.00%

E. Parity Ratio Calculation:		4/30/2018	Change	5/31/2018
1. Student Loan - Principal		\$ 273,249,495.15	\$ (2,958,721.51)	\$ 270,290,773.64
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized		\$ 2,226,632.73	\$ (75,735.67)	\$ 2,150,897.06
3. Pool Balance (E1 + E2)		\$ 275,476,127.88	\$ (3,034,457.18)	\$ 272,441,670.70
4. Capitalized Interest Fund Balance (after giving effect to transfers to be made on Distribution Date)		\$ 7,000,000.00	\$ -	\$ 7,000,000.00
5. Specified Reserve Fund Balance		\$ 2,203,809.02	\$ (24,275.65)	\$ 2,179,533.37
6. Adjusted Pool Balance (E3+E4+E5)		\$ 284,679,936.90	\$ (3,058,732.83)	\$ 281,621,204.07
7. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 278,274,638.32	\$ (2,989,911.34)	\$ 275,284,726.98
8. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 271,274,638.32	\$ (2,989,911.34)	\$ 268,284,726.98
9. Net Assets (E6-E7)		\$ 6,405,298.58	\$ (68,821.49)	\$ 6,336,477.09
10. Parity Ratio (E6/E7)		1.0230		1.0230
11. Senior Parity Ratio (E6/E8)		1.0494		1.0497

F. Specified Overcollateralization Amount		4/30/2018	5/31/2018
1. 2.25% of current Adjusted Pool Balance		\$ 6,405,298.58	\$ 6,336,477.09
2. Specified Overcollateralization minimum		\$ 6,000,000.00	\$ 6,000,000.00
3. Specified Overcollateralization Amount (greater of F1 and F2)		\$ 6,405,298.58	\$ 6,336,477.09

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

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II. Series 2016-2 FRN Transactions and Accruals

		Beg/End Balances
A.	Student Loan Cash Principal Activity	273,249,495.15
	1 Borrower Payments	\$ (2,006,794.15)
	2 Claim Payments	\$ (617,738.71)
	3 Consolidation Payoffs	\$ (761,225.79)
	4 Other Cash Payments from Servicer	\$ 6,228.77
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (3,379,529.88)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 421,868.58
	2 Cancellations / Reissues	\$ -
	3 Amounts due to / (from) Servicer for non-cash adjustments	\$ (167.50)
	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	\$ (892.71)
	9 Total Non-Cash Principal Activity	\$ 420,808.37
C.	Total Student Loan Principal Activity	\$ (2,958,721.51)
D.	Student Loan Cash Interest Activity	5,531,677.88
	1 Borrower Payments (includes Late Fees)	\$ (692,879.37)
	2 Claim Payments	\$ (15,716.79)
	3 Consolidation Payoffs	\$ (20,894.06)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ -
	7 Special Allowance Payments (SAP)	\$ -
	8 Total Interest Collections	\$ (729,490.22)
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 1,148,898.78
	2 Interest Subsidy Payment Accrual	\$ 74,608.05
	3 Special Allowance Payment Accrual Estimate	\$ (128,512.64)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ -
	5 Capitalized Interest	\$ (421,868.58)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (48,425.07)
	9 Total Non-Cash Interest Activity	\$ 624,700.54
F.	Total Student Loan Interest Activity	\$ (104,789.68)
G.	Non-Reimbursable Losses During Collection Period	\$ (15,902.15)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (607,852.81)
		\$ 275,717,661.84

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III. Series 2016-2 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

	Beginning Cash Balance	\$ 5,695,322.06
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 2,006,794.15
	2 Principal Payments Received - Claim Payments	\$ 617,738.71
	3 Principal Payments Received - Consolidation Payoffs	\$ 761,225.79
	4 Principal Payments Received - Other Payments from Servicer	\$ (6,228.77)
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 3,379,529.88
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 692,879.37
	2 Interest Payments Received - Claim Payments	\$ 15,716.79
	3 Interest Payments Received - Consolidation Payoffs	\$ 20,894.06
	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	\$ 729,490.22
C.	Reimbursements (to)/from Servicer	\$ 4,702.45
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	\$ 36,565.61
I.	Transfers to Department Rebate Fund	\$ (69,496.48)
J.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 8,405.19
	2 Rebate Fund Investment Earnings	\$ 272.60
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ 8,252.63
	5 Reserve Fund Investment Earnings	\$ 2,681.04
	6 Total Investment Earnings	\$ 19,611.46
K.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (183,799.88)
	2 Servicing Fees	\$ (61,104.80)
	3 Indenture Trustee Fee	\$ (2,358.45)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Owner Trustee Fee	\$ -
	6 Admin Fees	\$ (6,666.67)
	7 Interest Payments - LIBOR Notes	\$ (674,125.64)
	8 Principal Payments - LIBOR Notes	\$ (4,503,602.82)
	9 Funds transferred to the Issuer	\$ (229,732.93)
	10 Total Previously Remitted Fees	\$ (5,662,391.19)
L.	Total Cash Available at 05/31/18 (Collection Fund)	\$ 4,133,334.01

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IV. Series 2016-2 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	05/23/18	1.95969%

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%	2.90969%	6/25/2018	31	5/25/2018	6/24/2018	\$ 679,696.62
2. 2016-2 FRN B LIBOR Notes	1.50%	3.45969%	6/25/2018	31	5/25/2018	6/24/2018	\$ 20,854.24
3. Total - 2016-2 FRN Interest Payable							\$ 700,550.86

C. Class B Interest Distribution Amount	
Lesser of:	Amount
Class B interest accrued (B.2)	\$ 20,854.24
Class B Interest Cap (D)	\$ 175,543.23
Plus	
Class B Noteholders' Interest Shortfall	\$ -
Class B Interest Distribution Amount	\$ 20,854.24

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	\$ 1,223,506.83
(ii) non-principal amounts payable to Department	\$ 310,827.51
Total	\$ 925,355.42
<i>less</i>	
(b) accrued Trust expenses	\$ 70,115.57
<i>less</i>	
(c) Class A Noteholders' Interest Distribution Amount	\$ 679,696.62
Class B Interest Cap	\$ 175,543.23

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 25, 2018	Combined	2016-2 Class A	2016-2 Class B
1	Monthly Interest Due	\$ 700,550.86	\$ 679,696.62	\$ 20,854.24
2	Monthly Interest Paid	\$ 700,550.86	\$ 679,696.62	\$ 20,854.24
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 2,989,911.34	\$ 2,989,911.34	\$ -
8	Total Distribution Amount	\$ 3,690,462.20	\$ 3,669,607.96	\$ 20,854.24

B.	Principal Distribution Amount Reconciliation	Actual Distribution	
1	Notes Outstanding as of 05/31/18	\$ 278,274,638.32	
2	Current Adjusted Pool Balance 05/31/18	\$ 281,621,204.07	
3	less: Specified Overcollateralization Amount 05/31/18	\$ 6,336,477.09	
4	Total (B2-B3)	\$ 275,284,726.98	
5	Total Principal Distribution Amount (B1-B4)	\$ 2,989,911.34	\$ 2,989,911.34

C.	Reserve Fund and Capitalized Interest Fund Reconciliation	Reserve Fund	Cap Int Fund
1	Beginning Period Balance 05/01/18	\$ 2,240,374.63	\$ 7,000,000.00
2	Transfer from Cap Int Fund to the Collection Account	\$ -	\$ -
3	Deposits to Reserve Fund	\$ -	\$ -
4	Interest Earned	\$ 2,681.04	\$ 8,252.63
5	Transfer of Interest Earned to the Collection Account	\$ (2,681.04)	\$ (8,252.63)
6	Transfer of Excess Reserve to the Collection Account	\$ (36,565.61)	\$ -
7	Total Fund Balance Available at 05/31/18	\$ 2,203,809.02	\$ 7,000,000.00
8	Less: Fund Investment Earnings Pending Transfer to Collection Account	\$ -	\$ -
9	Total Adjusted Reserve Fund Balance Available 05/31/18	\$ 2,203,809.02	\$ 7,000,000.00
10	Specified Reserve Fund Balance (greater of .80% of the pool balance or .15% of initial pool balance)	\$ 2,179,533.37	\$ -
11	Cap Int Fund Schedule (Exh C) Balance at 06/25/18	\$ -	\$ 7,000,000.00
12	Excess Reserve - Transfer to/ (from) Collection Account	\$ 24,275.65	\$ -
13	Cap Int Fund Schedule (Exh C)- Transfer to Collection Account	\$ -	\$ -

D.	LIBOR Note Balances	5/25/2018	Paydown Factors	6/25/2018
1	2016-2 FRN A LIBOR Notes	\$ 271,274,638.32	\$ 2,989,911.34	\$ 268,284,726.98
2	2016-2 A Pool Factor	0.7220512	0.0079582	0.7140930
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	\$ 278,274,638.32	\$ 2,989,911.34	\$ 275,284,726.98
	Total Note Pool Factor	\$ 0.7271352	\$ 0.0078127	\$ 0.7193225

VI. Series 2016-2 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds			\$ 4,133,334.01	
Section 5.02	Transfer of remaining funds in Acquisiton Fund not used to purchase loans or pay acquisition costs	\$ -	\$	4,133,334.01
Section 5.03	Transfer from the Capitalized Interest Fund to the Collection Fund	\$ -	\$	4,133,334.01
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance	\$ 24,275.65	\$	4,157,609.66
Section 5.04(c)	Distributions:			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 182,314.87	\$	3,975,294.79
(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:	\$ 53,904.59	\$	3,921,390.20
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 2,393.04	\$	3,918,997.16
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$	3,917,997.16
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (November Distribution Date Only)	\$ -	\$	3,917,997.16
(iv)	Payment of the Administrator Fee to the Administrator	\$ 6,666.67	\$	3,911,330.49
(iv)	Payment of Other Administration Expense to the Administrator (November Distribution only)	\$ -	\$	3,911,330.49
(v)	Payment of the Servicing Fee to the Servicer	\$ 60,055.86	\$	3,851,274.63
(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;	\$ 679,696.62	\$	3,171,578.01
(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;	\$ 20,854.24	\$	3,150,723.77
(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;	\$ -	\$	3,150,723.77
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 2,989,911.34	\$	160,812.43
(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)	\$ -	\$	160,812.43
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$	160,812.43
(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	\$ -	\$	160,812.43
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$	160,812.43
(xiv)	Remaining amounts released to the Depositor	\$ 160,812.43	\$	-

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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	
		4/30/2018	5/31/2018	4/30/2018	5/31/2018	4/30/2018	5/31/2018	4/30/2018	5/31/2018	4/30/2018	5/31/2018	
A	Borrower Status Distribution:											
		Interim										
	In-School	49	37	232,155	169,534	0.08%	0.06%	5.515%	5.518%	120	120	
	Grace	8	15	30,011	64,161	0.01%	0.02%	6.186%	6.204%	120	120	
	Repayment											
	Current	27,409	27,094	196,839,301	193,954,172	72.04%	71.76%	5.055%	5.043%	167	167	
	31-60 Days Delinquent	1,012	952	8,162,172	8,708,495	2.99%	3.22%	5.601%	5.857%	159	186	
	61-90 Days Delinquent	656	581	5,732,799	4,639,998	2.10%	1.72%	5.683%	5.616%	188	157	
	91-120 Days Delinquent	376	483	3,164,164	4,218,737	1.16%	1.56%	5.560%	5.640%	192	197	
	121-180 Days Delinquent	513	461	4,206,228	4,123,499	1.54%	1.53%	5.669%	5.783%	172	185	
	181-270 Days Delinquent	646	567	5,305,311	4,313,801	1.94%	1.60%	5.509%	5.303%	182	174	
> 271 Days Delinquent	386	401	2,788,257	3,163,684	1.02%	1.17%	5.342%	5.838%	184	188		
Total Repayment	30,998	30,539	226,198,232	223,122,385	82.78%	82.55%	5.123%	5.128%	168	168		
	Forbearance	2,726	2,760	29,527,626	30,588,109	10.81%	11.32%	5.642%	5.568%	200	197	
	Deferment	2,669	2,478	17,261,471	16,346,585	6.32%	6.05%	5.264%	5.327%	173	176	
B	Total Portfolio	36,450	35,829	273,249,495	270,290,774	100%	100%	5.112%	5.113%	168	168	

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	
			\$	\$	%	%	%	%		
	4/30/2018	5/31/2018	4/30/2018	5/31/2018	4/30/2018	5/31/2018	4/30/2018	5/31/2018	4/30/2018	5/31/2018
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	7,091	7,001	83,944,191	83,259,065	30.72%	30.80%	4.807%	4.811%	177	176
2. Unsubsidized Consolidation Loans	7,680	7,587	122,766,409	121,762,705	44.93%	45.05%	5.019%	5.022%	196	196
3. Subsidized Stafford Loans	11,914	11,677	27,772,090	27,202,493	10.16%	10.06%	5.229%	5.227%	99	100
4. Unsubsidized Stafford Loans	8,658	8,493	30,200,686	29,655,655	11.05%	10.97%	5.541%	5.541%	112	113
5. Grad PLUS Loans	177	175	2,405,912	2,414,003	0.88%	0.89%	8.014%	8.008%	159	168
6. PLUS Loans	917	883	6,099,140	5,936,151	2.23%	2.20%	7.396%	7.391%	86	85
7. SLS Loans	13	13	61,068	60,702	0.02%	0.02%	4.343%	4.342%	90	98
Total - Loan Type	36,450	35,829	273,249,495	270,290,774	100%	100%	5.112%	5.113%	168	168
2 Program Type										
1. Graduate	2,310	2,252	16,567,122	16,352,024	6.06%	6.05%	5.785%	5.786%	135	139
2. Undergraduate	29,089	28,619	232,780,150	230,324,888	85.19%	85.21%	5.027%	5.028%	173	173
3. Proprietary	5,051	4,958	23,902,223	23,613,861	8.75%	8.74%	5.475%	5.478%	144	144
Total - Program Type	36,450	35,829	273,249,495	270,290,774	100%	100%	5.112%	5.113%	168	168
3 School Type										
1. 4 Year Private	11,113	10,920	103,745,432	102,525,573	37.97%	37.93%	5.157%	5.161%	178	179
2. 4 Year Public	14,559	14,347	115,420,437	114,225,068	42.24%	42.26%	4.965%	4.962%	167	167
3. 2 Year Private	1,393	1,360	7,134,792	7,090,757	2.61%	2.62%	5.103%	5.115%	164	165
4. 2 Year Public	3,844	3,759	16,026,071	15,845,985	5.86%	5.86%	5.383%	5.391%	143	142
5. Prop/Voc/Tech	5,032	4,939	23,679,184	23,393,349	8.67%	8.65%	5.473%	5.476%	144	145
6. Unkown	509	504	7,243,579	7,210,042	2.65%	2.67%	5.031%	5.030%	180	180
Total - School Type	36,450	35,829	273,249,495	270,290,774	100%	100%	5.112%	5.113%	168	168
4 Rehab / Non Rehab Loans										
1. Non Rehab Loans	29,347	28,816	202,163,788	199,783,568	73.99%	73.91%	4.975%	4.975%	157	157
2. Rehab Loans	7,103	7,013	71,085,707	70,507,206	26.01%	26.09%	5.501%	5.504%	201	201
Total - Rehab / Non Rehab Loans	36,450	35,829	273,249,495	270,290,774	100%	100%	5.112%	5.113%	168	168

*Percentages may not sum to 100% due to rounding

B. Weighted Average Payments Made		
	W.A. Time until repayment (months)	
	4/30/2018	5/31/2018
1. In school	24	27
2. Grace	3	4
3. Deferment	16	17
4. Forbearance	3	3
	W.A. Time in Repayment (months)	
5. Repayment	141	142
6. Total Portfolio Weighted Average	115	116

IX. Series 2016-2 FFELP Portfolio Indices

	Ending Principal			Ending Principal		
	Balance		% of Total	Balance		% of Total
	5/31/2018		5/31/2018	5/31/2018		5/31/2018
A Stafford	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			
	SA	Tbill + 3.50%	Fixed	32,933	0.01%	
	SB	Tbill + 3.50%	Fixed	90,522	0.03%	
	SD	Tbill + 3.25%	Fixed	161,369	0.06%	
	SD	Tbill + 3.25%	Variable	180	0.00%	
	SE	Tbill + 3.10%	Fixed	32,106	0.01%	
	SE	Tbill + 3.10%	Variable	49,206	0.02%	
	SG	Tbill + 3.10%	Variable	636,711	0.24%	
	SH	Tbill + 2.50%	Variable	87,413	0.03%	
	SJ	Tbill + 2.20%	Variable	33,942	0.01%	
	SK	Tbill + 2.80%	Variable	363,795	0.13%	
	LA	1mL + 1.74%	Variable	789,722	0.29%	
	LB	1mL + 2.34%	Variable	6,854,042	2.54%	
	LE	1mL + 1.74% (Neg SAP)	Fixed	1,018,904	0.38%	
	LE	1mL + 1.74% (Neg SAP)	Variable	30,771	0.01%	
	LF	1mL + 2.34% (Neg SAP)	Fixed	7,436,988	2.75%	
	LF	1mL + 2.34% (Neg SAP)	Variable	336,340	0.12%	
	LI	1mL + 1.34% (Neg SAP)	Fixed	1,194,848	0.44%	
	LJ	1mL + 1.94% (Neg SAP)	Fixed	8,049,119	2.98%	
	None - Not eligible for SAP			27,837	0.01%	
Total - Stafford				27,226,750	10.07%	
B Unsub Stafford	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			
	SE	Tbill + 3.10%	Variable	5,887	0.00%	
	SG	Tbill + 3.10%	Variable	374,063	0.14%	
	SH	Tbill + 2.50%	Variable	11,201	0.00%	
	SJ	Tbill + 2.20%	Variable	22,896	0.01%	
	SK	Tbill + 2.80%	Variable	213,606	0.08%	
	LA	1mL + 1.74%	Variable	826,574	0.31%	
	LB	1mL + 2.34%	Variable	6,299,793	2.33%	
	LE	1mL + 1.74% (Neg SAP)	Fixed	901,323	0.33%	
	LE	1mL + 1.74% (Neg SAP)	Variable	44,392	0.02%	
	LF	1mL + 2.34% (Neg SAP)	Fixed	8,507,389	3.15%	
	LF	1mL + 2.34% (Neg SAP)	Variable	591,395	0.22%	
	LI	1mL + 1.34% (Neg SAP)	Fixed	1,439,195	0.53%	
	LJ	1mL + 1.94% (Neg SAP)	Fixed	10,399,845	3.85%	
	None - Not eligible for SAP			18,231	0.01%	
Total - Unsub Stafford				29,655,791	10.97%	
C Consolidation	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			
	SD	Tbill + 3.25%	Fixed	308,841	0.11%	
	SE	Tbill + 3.10%	Fixed	3,474,762	1.29%	
	SG	Tbill + 3.10%	Variable	538,492	0.20%	
	SL	T-bill + 3.10%	Fixed	1,864,052	0.69%	
	LC	1mL + 2.64%	Fixed	96,113,503	35.56%	
	LG	1mL + 2.64% (Neg SAP)	Fixed	88,785,582	32.85%	
	LK	1mL + 2.24% (Neg SAP)	Fixed	13,397,461	4.96%	
	None - Not eligible for SAP			540,506	0.20%	
Total - Consolidation				205,023,199	75.85%	
D Plus/SLS	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			
	SD	Tbill + 3.25%	Variable	28,747	0.01%	
	SE	Tbill + 3.10%	Variable	71,681	0.03%	
	SG	Tbill + 3.10%	Variable	65,726	0.02%	
	SH	Tbill + 2.50%	Variable	54,932	0.02%	
	LD	1mL + 2.64%	Variable	873,265	0.32%	
	LH	1mL + 2.64% (Neg SAP)	Fixed	4,855,786	1.80%	
	LH	1mL + 2.64% (Neg SAP)	Variable	28,242	0.01%	
	LM	1mL + 1.94% (Neg SAP)	Fixed	2,407,553	0.89%	
	None - Not eligible for SAP			25,276	0.01%	
Total - Plus/SLS				8,411,208	3.11%	
E Credit Balances Loans				(26,175)	-0.01%	
Total Ending Balance at 05/31/18				270,290,774	100%	

X. Payment History, CPRs, and Cumulative Default Rate

A. Payment History and CPRs

Month End Date	Actual Ending Pool Balance	Since Issued CPR
5/31/2018	\$ 272,441,670.70	5.620%
4/30/2018	\$ 275,476,127.88	5.907%
3/31/2018	\$ 280,046,828.58	5.876%
2/28/2018	\$ 285,333,335.54	5.679%
1/31/2018	\$ 289,002,577.15	5.872%
12/31/2017	\$ 292,170,389.97	6.273%
11/30/2017	\$ 296,297,237.80	6.451%
10/31/2017	\$ 299,581,575.82	6.844%
9/30/2017	\$ 305,254,492.14	6.522%
8/31/2017	\$ 310,076,291.67	6.485%
7/31/2017	\$ 314,460,770.16	6.560%
6/30/2017	\$ 318,845,636.29	6.693%
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*	\$	633,455.50
b. 1-3% write offs		15,410.33
c. Claims filed pending payment		1,233,229.32
d. Total Current Period Defaults	\$	1,882,095.15
2. Cumulative Defaults		
a. Claim payments from Guarantor	\$	26,358,827.35
b. 1-3% write offs		542,512.39
c. Claims filed pending payment		1,233,229.32
d. Total Cumulative Defaults	\$	28,134,569.06
3. Cumulative Default (% of original pool balance)		7.88%
4. Cumulative Default (% of cumulative Entered Repayment Balance)		8.96%
5. Cumulative Recoveries	\$	26,358,827.35
6. Cumulative Recovery Rate (2a/2d)		93.69%
7. Cumulative Net Loss Rate (2b/2d)		1.93%
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: 05/31/18 Report Period: 05/01/18 - 05/31/18

XI. Balance Sheet

<u>ASSETS</u>	<u>5/31/2018</u>
Cash	\$ 229,203
Assets Held by Trustee	
Investments	13,177,437
Accrued Interest Receivable	5,446,873
Student Loans Receivable, Net	269,946,774
Premium - Std Ln purchase	<u>85,934</u>
Total Assets	<u><u>288,886,221</u></u>
<u>LIABILITIES AND NET ASSETS</u>	
Bonds Payable	278,274,638
Discount on Bonds Payable	(602,802)
Accrued Interest Payable	158,189
Other Accounts Payable & Accrued Expenses	252,430
Deferred Outflow	-
Total Liabilities	<u>278,082,456</u>
Net Assets	<u>10,803,765</u>
Total Liabilities and Net Assets	<u><u>288,886,221</u></u>
Parity Ratio	<u>1.0230</u>
Senior Parity Ratio	<u>1.0497</u>

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

Supplemental Report

Report Date: 05/31/18

Report Period: 05/01/18 - 05/31/18

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%				
7/25/2017	\$ 327,849,982	85.7%	\$ 320,849,982	85.4%		\$ 7,000,000	100.0%				
10/25/2017	\$ 314,458,356	82.2%	\$ 307,458,356	81.8%		\$ 7,000,000	100.0%				
11/27/2017	\$ 308,868,718	80.7%	\$ 301,868,718	80.3%	91%	\$ 7,000,000	100.0%				100%
1/25/2018	\$ 294,723,829	77.0%	\$ 287,723,829	76.6%		\$ 7,000,000	100.0%				
4/25/2018	\$ 282,778,241	73.9%	\$ 275,778,241	73.4%		\$ 7,000,000	100.0%				

* Appendix F of 2016-2 PPM

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

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

Supplemental Report

Report Date: 05/31/18

Report Period: 05/01/18 - 05/31/18

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
6/30/2017	\$ 318,845,636	89.4%	6.4%	11.2%	38.2	20.4	17.9	11.8%	14.9%	62.2%	27.0
9/30/2017	\$ 305,254,492	85.5%	6.2%	10.7%	39.2	20.8	18.3	12.9%	14.4%	63.3%	28.7
12/31/2017	\$ 292,170,390	81.9%	6.3%	10.5%	39.9	21.2	18.7	13.4%	14.4%	65.6%	29.3
3/31/2018	\$ 280,046,829	78.5%	6.3%	10.2%	42.5	22.3	20.2	13.8%	14.6%	67.9%	31.2

PFH - Partial Financial Hardship Repayment Plan (part of Income Based Repayment Plan "IBR") - Monthly 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)

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

Supplemental Report

Report Date: 05/31/18

Report Period: 05/01/18 - 05/31/18

XIV. Additional Forbearance Detail

<u>EOM</u>	<u>Status at End of Reporting Period</u>	<u>Total Wgt</u>	<u>Wgt Avg Mths on</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 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>	<u>on Mandatory 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
6/30/2017	Discretionary Frb	33.4	18.0	15.4	5.8	4.9	0.8
	Mandatory Frb	49.9	26.1	23.9	5.4	0.6	4.8
	Total	38.2	20.4	17.9	5.7	3.6	2.0
9/30/2017	Discretionary Frb	33.0	18.5	14.4	7.3	6.4	0.9
	Mandatory Frb	53.1	26.0	27.1	7.2	1.2	5.9
	Total	39.2	20.8	18.3	7.3	4.8	2.5
12/31/2017	Discretionary Frb	34.5	19.1	15.4	9.1	7.6	1.5
	Mandatory Frb	53.7	26.5	27.2	9.2	1.6	7.5
	Total	39.9	21.2	18.7	9.1	5.9	3.2
3/31/2018	Discretionary Frb	37.2	20.5	16.6	11.2	9.2	2.0
	Mandatory Frb	52.6	25.7	26.9	11.3	3.3	8.0
	Total	42.5	22.3	20.2	11.2	7.2	4.1