

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

Distribution Date: 07/25/2017

Reporting Period: 06/01/2017 – 06/30/2017

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*

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

A. Pool Balance	5/31/2017	Net Activity	6/30/2017	
1. Student Loan - Principal Balance	\$ 321,474,291.72	\$ (5,084,929.42)	\$ 316,389,362.30	% of Initial Pool Balance 89.35%
2. Interest expected to be Capitalized	\$ 2,495,582.84	\$ (39,308.85)	\$ 2,456,273.99	
3. Total Pool Balance	\$ 323,969,874.56	\$ (5,124,238.27)	\$ 318,845,636.29	
4. Student Loan - Accrued Borrower Interest Balance	\$ 5,883,316.84	\$ (105,211.84)	\$ 5,778,105.00	
5. Accrued Interest Subsidy & Special Allowance	\$ (584,854.69)	\$ (248,767.50)	\$ (833,622.19)	
6. Weighted Average Coupon Rate	5.087%		5.088%	
7. Weighted Average Remaining to Maturity (in months)	170.87		170.82	
8. Number of Loans	43,500		42,848	
9. Number of Borrowers	23,185		22,798	

B. Adjusted Pool Balance	5/31/2017	Change	6/30/2017
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)	\$ 2,591,759.00	\$ (40,993.91)	\$ 2,550,765.09
3. Adjusted Pool Balance (A3 + B1 + B2)	\$ 340,561,633.56		\$ 335,396,401.38

C. Other Fund Balances	5/31/2017	Change	6/30/2017
1. Collection Fund	\$ 5,866,243.21	\$ (52,991.70)	\$ 5,813,251.51
2. Reserve Fund	\$ 2,631,775.18	\$ (40,016.18)	\$ 2,591,759.00
3. Capitalized Interest Fund	\$ 14,000,000.00	\$ -	\$ 14,000,000.00
4. Department Rebate Fund	\$ 297,401.46	\$ 287,453.23	\$ 584,854.69
5. Acquisition Fund	\$ -	\$ -	\$ -
6. Total - Other Account Balances	\$ 22,795,419.85	\$ 194,445.35	\$ 22,989,865.20

D. Notes Payable	Final Maturity	CUSIP	Spread	5/31/2017	%	6/30/2017	%
1. 2016-2 Class A LIBOR Notes	11/25/2065	69343VAA0	1mL+0.95%	\$ 330,827,589.73	97.93%	\$ 325,898,996.80	97.90%
2. 2016-2 Class B LIBOR Notes	11/25/2065	69343VAB8	1mL+2.50%	\$ 7,000,000.00	2.07%	\$ 7,000,000.00	2.10%
3. Total Notes Payable				\$ 337,827,589.73	100.00%	\$ 332,898,996.80	100.00%

E. Parity Ratio Calculation:	5/31/2017	Change	6/30/2017
1. Student Loan - Principal	\$ 321,474,291.72	\$ (5,084,929.42)	\$ 316,389,362.30
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized	\$ 2,495,582.84	\$ (39,308.85)	\$ 2,456,273.99
3. Pool Balance (E1 + E2)	\$ 323,969,874.56	\$ (5,124,238.27)	\$ 318,845,636.29
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	\$ 2,591,759.00	\$ (40,993.91)	\$ 2,550,765.09
6. Adjusted Pool Balance (E3+E4+E5)	\$ 340,561,633.56	\$ (5,165,232.18)	\$ 335,396,401.38
7. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)	\$ 332,898,996.80	\$ (5,049,014.45)	\$ 327,849,982.35
8. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)	\$ 325,898,996.80	\$ (5,049,014.45)	\$ 320,849,982.35
9. Net Assets (E6-E7)	\$ 7,662,636.76	\$ (116,217.73)	\$ 7,546,419.03
10. Parity Ratio (E6/E7)	1.0230		1.0230
11. Senior Parity Ratio (E6/E8)	1.0450		1.0453

F. Specified Overcollateralization Amount		
1. 2.25% of current Adjusted Pool Balance	\$ 7,662,636.76	\$ 7,546,419.03
2. Specified Overcollateralization minimum	\$ 6,000,000.00	\$ 6,000,000.00
3. Specified Overcollateralization Amount (greater of F1 and F2)	\$ 7,662,636.76	\$ 7,546,419.03

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

Statement to Noteholders

Report Date: 06/30/17

Report Period: 06/01/17 - 06/30/17

II. Series 2016-2 FRN Transactions and Accruals

		Beg/End Balances
A.	Student Loan Cash Principal Activity	321,474,291.72
	1 Borrower Payments	\$ (2,502,045.68)
	2 Claim Payments	\$ (1,879,730.07)
	3 Consolidation Payoffs	\$ (1,138,844.53)
	4 Other Cash Payments from Servicer	\$ 245.50
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (5,520,374.78)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 440,133.49
	2 Cancellations / Reissues	\$ -
	3 Amounts due to / (from) Servicer for non-cash adjustments	\$ 27.50
	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	\$ (27.50)
	8 Other Non-Cash Adjustments	\$ (4,688.13)
	9 Total Non-Cash Principal Activity	\$ 435,445.36
C.	Total Student Loan Principal Activity	\$ (5,084,929.42)
D.	Student Loan Cash Interest Activity	5,298,462.15
	1 Borrower Payments (includes Late Fees)	\$ (815,974.28)
	2 Claim Payments	\$ (56,885.96)
	3 Consolidation Payoffs	\$ (21,205.30)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ -
	7 Special Allowance Payments (SAP)	\$ -
	8 Total Interest Collections	\$ (894,065.54)
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 1,304,312.43
	2 Interest Subsidy Payment Accrual	\$ 78,093.09
	3 Special Allowance Payment Accrual Estimate	\$ (326,860.59)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ -
	5 Capitalized Interest	\$ (440,133.49)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (75,325.24)
	9 Total Non-Cash Interest Activity	\$ 540,086.20
F.	Total Student Loan Interest Activity	\$ (353,979.34)
G.	Non-Reimbursable Losses During Collection Period	\$ (39,307.64)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (270,463.90)
		\$ 321,333,845.11

III. Series 2016-2 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

	Beginning Cash Balance	\$ 6,239,890.85
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 2,502,045.68
	2 Principal Payments Received - Claim Payments	\$ 1,879,730.07
	3 Principal Payments Received - Consolidation Payoffs	\$ 1,138,844.53
	4 Principal Payments Received - Other Payments from Servicer	\$ (245.50)
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 5,520,374.78
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 815,974.28
	2 Interest Payments Received - Claim Payments	\$ 56,885.96
	3 Interest Payments Received - Consolidation Payoffs	\$ 21,205.30
	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	\$ 894,065.54
C.	Reimbursements from Servicer	\$ -
D.	Reimbursements from Servicer for Keystone Rebate Fees	\$ -
E.	Reimbursements from Rehab Adjustments	\$ 16,301.63
F.	Transfer from Aquisition Fund	\$ -
G.	Transfer from Capitalized Interest Fund	\$ -
H.	Transfer from Reserve Fund	\$ 40,016.18
I.	Transfers to Department Rebate Fund	\$ (287,453.23)
J.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 4,182.46
	2 Rebate Fund Investment Earnings	\$ 92.54
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ 6,392.00
	5 Reserve Fund Investment Earnings	\$ 1,220.98
	6 Total Investment Earnings	\$ 11,887.98
K.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (210,910.81)
	2 Servicing Fees	\$ (71,950.40)
	3 Indenture Trustee Fee	\$ (2,916.13)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Owner Trustee Fee	\$ -
	6 Admin Fees	\$ (6,666.67)
	7 Interest Payments - LIBOR Notes	\$ (596,064.90)
	8 Principal Payments - LIBOR Notes	\$ (4,928,592.93)
	9 Funds transferred to the Issuer	\$ (174,351.96)
	10 Total Previously Remitted Fees	\$ (5,992,453.80)
L.	Total Cash Available at 06/30/17 (Collection Fund)	\$ 6,442,629.93

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

Statement to Noteholders

Report Date: 06/30/17

Report Period: 06/01/17 - 06/30/17

IV. Series 2016-2 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	06/22/17	1.21611%

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%	2.16611%	7/25/2017	29	6/26/2017	7/24/2017	\$ 568,668.31
2. 2016-2 FRN B LIBOR Notes	1.50%	2.71611%	7/25/2017	29	6/26/2017	7/24/2017	\$ 15,315.84
3. Total - 2016-2 FRN Interest Payable							\$ 583,984.15

C. Class B Interest Distribution Amount	
Lesser of:	<u>Amount</u>
Class B interest accrued (B.2)	\$ 15,315.84
Class B Interest Cap (D)	\$ 209,302.89
Plus	
Class B Noteholders' Interest Shortfall	<u>\$ -</u>
Class B Interest Distribution Amount	\$ 15,315.84

D. Component Amounts used in Determining the Class B Interest Cap	
	<u>Amount</u>
(a) # of days in year / 360	1.01389
<i>multiplied by difference between (i) & (ii)</i>	
(i) non-principal amounts due to Issuer	\$ 1,382,405.52
(ii) non-principal amounts payable to Department	\$ 534,916.91
Total	<u>\$ 859,259.29</u>
less	
(b) accrued Trust expenses	\$ 81,288.09
less	
(c) Class A Noteholders' Interest Distribution Amount	<u>\$ 568,668.31</u>
Class B Interest Cap	\$ 209,302.89

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

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

Statement to Noteholders

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V. Principal Distributions and Reserve Fund Reconciliation

A.	Distribution Amounts thru July 25, 2017	Combined	2016-2 Class A	2016-2 Class B
1	Monthly Interest Due	\$ 583,984.15	\$ 568,668.31	\$ 15,315.84
2	Monthly Interest Paid	\$ 583,984.15	\$ 568,668.31	\$ 15,315.84
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 5,049,014.45	\$ 5,049,014.45	\$ -
8	Total Distribution Amount	\$ 5,632,998.60	\$ 5,617,682.76	\$ 15,315.84

B.	Principal Distribution Amount Reconciliation	Actual Distribution	
1	Notes Outstanding as of 06/30/17	\$ 332,898,996.80	
2	Current Adjusted Pool Balance 06/30/17	\$ 335,396,401.38	
3	less: Specified Overcollateralization Amount 06/30/17	\$ 7,546,419.03	
4	Total (B2-B3)	\$ 327,849,982.35	
5	Total Principal Distribution Amount (B1-B4)	\$ 5,049,014.45	\$ 5,049,014.45

C.	Reserve Fund and Capitalized Interest Fund Reconciliation	Reserve Fund	Cap Int Fund
1	Beginning Period Balance 06/01/17	\$ 2,631,775.18	\$ 14,000,000.00
2	Transfer from Cap Int Fund to the Collection Account	\$ -	\$ -
3	Deposits to Reserve Fund	\$ -	\$ -
4	Interest Earned	\$ 1,220.98	\$ 6,392.00
5	Transfer of Interest Earned to the Collection Account	\$ (1,220.98)	\$ (6,392.00)
6	Transfer of Excess Reserve to the Collection Account	\$ (40,016.18)	\$ -
7	Total Fund Balance Available at 06/30/17	\$ 2,591,759.00	\$ 14,000,000.00
8	Less: Fund Investment Earnings Pending Transfer to Collection Account	\$ -	\$ -
9	Total Adjusted Reserve Fund Balance Available 06/30/17	\$ 2,591,759.00	\$ 14,000,000.00
10	Specified Reserve Fund Balance (greater of .80% of the pool balance or .15% of initial pool balance)	\$ 2,550,765.09	\$ -
11	Cap Int Fund Schedule (Exh C) Balance at 07/25/17	\$ -	\$ 14,000,000.00
12	Excess Reserve - Transfer to/ (from) Collection Account	\$ 40,993.91	\$ -
13	Cap Int Fund Schedule (Exh C)- Transfer to Collection Account	\$ -	\$ -

D.	LIBOR Note Balances	6/26/2017	Paydown Factors	7/25/2017
1	2016-2 FRN A LIBOR Notes	\$ 325,898,996.80	\$ 5,049,014.45	\$ 320,849,982.35
2	2016-2 A Pool Factor	0.8674448	0.0134390	0.8540058
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	\$ 332,898,996.80	\$ 5,049,014.45	\$ 327,849,982.35
	Total Note Pool Factor	\$ 0.8698693	\$ 0.0131931	\$ 0.8566762

VI. Series 2016-2 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds			\$ 6,442,629.93	
Section 5.02	Transfer of remaining funds in Acquisition Fund not used to purchase loans or pay acquisition costs	\$ -	\$ -	\$ 6,442,629.93
Section 5.03	Transfer from the Capitalized Interest Fund to the Collection Fund (interest earned)	\$ -	\$ -	\$ 6,442,629.93
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance	\$ 40,993.91	\$ 40,993.91	\$ 6,483,623.84
Section 5.04(c)	<u>Distributions:</u>			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 208,056.32	\$ 208,056.32	\$ 6,275,567.52
(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;	\$ 248,767.50	\$ 248,767.50	\$ 6,026,800.02
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 2,769.92	\$ 2,769.92	\$ 6,024,030.10
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$ 1,000.00	\$ 6,023,030.10
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (November Distribution Date Only)	\$ -	\$ -	\$ 6,023,030.10
(iv)	Payment of the Administrator Fee to the Administrator	\$ 6,666.67	\$ 6,666.67	\$ 6,016,363.43
(iv)	Payment of Other Administration Expense to the Administrator (November Distribution only)	\$ -	\$ -	\$ 6,016,363.43
(v)	Payment of the Servicing Fee to the Servicer	\$ 70,851.50	\$ 70,851.50	\$ 5,945,511.93
(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;	\$ 568,668.31	\$ 568,668.31	\$ 5,376,843.62
(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;	\$ 15,315.84	\$ 15,315.84	\$ 5,361,527.78
(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;	\$ -	\$ -	\$ 5,361,527.78
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 5,049,014.45	\$ 5,049,014.45	\$ 312,513.33
(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)	\$ -	\$ -	\$ 312,513.33
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$ -	\$ 312,513.33
(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	\$ -	\$ -	\$ 312,513.33
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$ -	\$ 312,513.33
(xiv)	Remaining amounts released to the Depositor	\$ 312,513.33	\$ 312,513.33	\$ -

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

Statement to Noteholders

Report Date: 06/30/17

Report Period: 06/01/17 - 06/30/17

VII. Series 2016-2 Portfolio Characteristics

		Number of Loans		Ending Principal Balance		% of Balance*		Wgt. Avg. Coupon		Wgt. Avg Repayment		
				\$	\$	%	%	%	%	# months	# months	
		5/31/2017	6/30/2017	5/31/2017	6/30/2017	5/31/2017	6/30/2017	5/31/2017	6/30/2017	5/31/2017	6/30/2017	
A	Borrower Status Distribution:											
		Interim										
		In-School	68	67	337,326	328,820	0.10%	0.10%	5.372%	5.411%	120	120
		Grace	34	26	112,111	95,566	0.03%	0.03%	6.034%	5.807%	119	120
		Repayment										
		Current	32,369	31,755	226,130,474	220,055,114	70.34%	69.55%	5.028%	5.036%	167	167
		31-60 Days Delinquent	1,305	1,254	12,868,106	10,885,473	4.00%	3.44%	5.661%	5.427%	192	186
		61-90 Days Delinquent	693	816	5,051,939	7,782,030	1.57%	2.46%	5.251%	5.489%	162	187
		91-120 Days Delinquent	675	527	5,778,564	3,775,358	1.80%	1.19%	5.471%	5.332%	182	157
		121-180 Days Delinquent	660	833	5,806,672	7,085,023	1.81%	2.24%	5.522%	5.514%	182	183
		181-270 Days Delinquent	782	693	7,900,126	7,220,352	2.46%	2.28%	5.529%	5.476%	194	197
	> 271 Days Delinquent	455	404	3,298,941	3,096,054	1.03%	0.98%	5.158%	5.399%	156	163	
	Total Repayment	36,939	36,282	266,834,822	259,899,403	83.00%	82.15%	5.100%	5.100%	169	169	
	Forbearance	3,298	3,347	33,826,127	35,809,136	10.52%	11.32%	5.456%	5.423%	200	203	
	Deferment	3,161	3,126	20,363,906	20,256,437	6.33%	6.40%	5.135%	5.127%	176	176	
B	Total Portfolio	43,500	42,848	321,474,292	316,389,362	100%	100%	5.087%	5.088%	169	169	

Note: Delinquent means more than 30 days past due

*Percentages may not sum to 100% due to rounding

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

Statement to Noteholders

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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	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	5/31/2017	6/30/2017	5/31/2017	6/30/2017	5/31/2017	6/30/2017	5/31/2017	6/30/2017	5/31/2017	6/30/2017
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	8,028	7,932	97,430,266	96,016,081	30.31%	30.35%	4.803%	4.806%	183	182
2. Unsubsidized Consolidation Loans	8,725	8,627	140,248,890	138,417,690	43.63%	43.75%	5.029%	5.033%	200	200
3. Subsidized Stafford Loans	14,618	14,369	34,738,546	33,985,074	10.81%	10.74%	5.022%	5.021%	96	97
4. Unsubsidized Stafford Loans	10,385	10,238	37,168,009	36,475,689	11.56%	11.53%	5.368%	5.368%	108	108
5. Grad PLUS Loans	222	217	3,017,261	2,967,209	0.94%	0.94%	8.028%	8.029%	147	150
6. PLUS Loans	1,505	1,449	8,792,755	8,452,162	2.74%	2.67%	7.231%	7.247%	82	82
7. SLS Loans	17	16	78,564	75,457	0.02%	0.02%	3.701%	3.697%	88	79
Total - Loan Type	43,500	42,848	321,474,292	316,389,362	100%	100%	5.087%	5.088%	169	169
2 Program Type										
1. Graduate	2,924	2,883	21,086,766	20,686,381	6.56%	6.54%	5.703%	5.692%	129	131
2. Undergraduate	34,505	34,012	271,672,017	267,646,471	84.51%	84.59%	5.007%	5.009%	175	175
3. Proprietary	6,071	5,953	28,715,508	28,056,510	8.93%	8.87%	5.393%	5.405%	144	144
Total - Program Type	43,500	42,848	321,474,292	316,389,362	100%	100%	5.087%	5.088%	169	169
3 School Type										
1. 4 Year Private	13,398	13,194	122,423,805	120,759,208	38.08%	38.17%	5.151%	5.151%	179	179
2. 4 Year Public	17,336	17,115	134,450,118	132,209,669	41.82%	41.79%	4.934%	4.934%	169	169
3. 2 Year Private	1,613	1,572	8,038,786	7,907,139	2.50%	2.50%	4.978%	4.983%	158	160
4. 2 Year Public	4,529	4,469	19,213,925	18,922,099	5.98%	5.98%	5.309%	5.308%	147	148
5. Prop/Voc/Tech	6,052	5,934	28,422,143	27,771,169	8.84%	8.78%	5.389%	5.401%	144	144
6. Unkown	572	564	8,925,515	8,820,079	2.78%	2.79%	5.176%	5.187%	185	184
Total - School Type	43,500	42,848	321,474,292	316,389,362	100%	100%	5.087%	5.088%	169	169

*Percentages may not sum to 100% due to rounding

B. Weighted Average Payments Made		
	W.A. Time until repayment (months)	
	5/31/2017	6/30/2017
1. In school	22	20
2. Grace	4	4
3. Deferment	17	18
4. Forbearance	3	3
W.A. Time in Repayment (months)		
5. Repayment	129	130
6. Total Portfolio Weighted Average	106	105

IX. Series 2016-2 FFELP Portfolio Indices

			Ending Principal Balance					Ending Principal Balance			
			6/30/2017	% of Total				6/30/2017	% of Total		
			6/30/2017	6/30/2017				6/30/2017	6/30/2017		
A	Stafford										
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>								
	SA	Tbill + 3.50%	Fixed	50,344	0.02%	B	Unsub Stafford				
	SB	Tbill + 3.50%	Fixed	121,637	0.04%		<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SD	Tbill + 3.25%	Fixed	205,182	0.06%		SE	Tbill + 3.10%	Variable	6,694.31	0.00%
	SD	Tbill + 3.25%	Variable	253	0.00%		SG	Tbill + 3.10%	Variable	354,218.54	0.11%
	SE	Tbill + 3.10%	Fixed	39,374	0.01%		SH	Tbill + 2.50%	Variable	50,624	0.02%
	SE	Tbill + 3.10%	Variable	63,767	0.02%		SJ	Tbill + 2.20%	Variable	17,453	0.01%
	SG	Tbill + 3.10%	Variable	664,807	0.21%		SK	Tbill + 2.80%	Variable	246,084	0.08%
	SH	Tbill + 2.50%	Variable	146,735	0.05%		LA	1mL + 1.74%	Variable	987,186	0.31%
	SJ	Tbill + 2.20%	Variable	32,393	0.01%		LB	1mL + 2.34%	Variable	7,681,421	2.43%
	SK	Tbill + 2.80%	Variable	424,167	0.13%		LE	1mL + 1.74% (Neg SAP)	Fixed	1,128,732	0.36%
	LA	1mL + 1.74%	Variable	1,110,653	0.35%		LE	1mL + 1.74% (Neg SAP)	Variable	53,521	0.02%
	LB	1mL + 2.34%	Variable	8,417,228	2.66%		LF	1mL + 2.34% (Neg SAP)	Fixed	10,805,633	3.42%
	LE	1mL + 1.74% (Neg SAP)	Fixed	1,273,513	0.40%		LF	1mL + 2.34% (Neg SAP)	Variable	784,433	0.25%
	LE	1mL + 1.74% (Neg SAP)	Variable	23,877	0.01%		LI	1mL + 1.34% (Neg SAP)	Fixed	1,544,740	0.49%
	LF	1mL + 2.34% (Neg SAP)	Fixed	9,601,203	3.03%		LJ	1mL + 1.94% (Neg SAP)	Fixed	12,794,700	4.04%
	LF	1mL + 2.34% (Neg SAP)	Variable	453,724	0.14%		None - Not eligible for SAP			20,578	0.01%
	LI	1mL + 1.34% (Neg SAP)	Fixed	1,376,483	0.44%						
	LJ	1mL + 1.94% (Neg SAP)	Fixed	9,941,453	3.14%						
None - Not eligible for SAP			38,932	0.01%							
Total - Stafford			33,985,725	10.74%	Total - Unsub Stafford			36,476,018	11.53%		
C	Consolidation										
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>			D	Plus/SLS				
	SD	Tbill + 3.25%	Fixed	347,937	0.11%		<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>		
	SE	Tbill + 3.10%	Fixed	3,856,022	1.22%		SD	Tbill + 3.25%	Variable	36,132	0.01%
	SG	Tbill + 3.10%	Variable	580,004	0.18%		SE	Tbill + 3.10%	Variable	80,164	0.03%
	SL	T-bill + 3.10%	Fixed	2,178,280	0.69%		SG	Tbill + 3.10%	Variable	74,793	0.02%
	LC	1mL + 2.64%	Fixed	109,680,333	34.67%		SH	Tbill + 2.50%	Variable	63,833	0.02%
	LG	1mL + 2.64% (Neg SAP)	Fixed	102,123,959	32.28%		LD	1mL + 2.64%	Variable	1,254,381	0.40%
	LK	1mL + 2.24% (Neg SAP)	Fixed	15,454,622	4.88%		LH	1mL + 2.64% (Neg SAP)	Fixed	6,754,307	2.13%
	None - Not eligible for SAP			215,001	0.07%		LH	1mL + 2.64% (Neg SAP)	Variable	38,493	0.01%
					LM		1mL + 1.94% (Neg SAP)	Fixed	3,149,757	1.00%	
					None - Not eligible for SAP			42,975	0.01%		
Total - Consolidation			234,436,158	74.10%	Total - Plus/SLS			11,494,834	3.63%		
					E Credit Balances Loans			(3,373)	0.00%		
Total Ending Balance at 06/30/17			316,389,362	100%							

X. Payment History, CPRs, and Cumulative Default Rate

A. Payment History and CPRs

Month End Date	Actual Ending Pool Balance	Since Issued CPR
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*	\$ 1,936,616.03
b. 1-3% write offs	35,352.03
c. Claims filed pending payment	1,325,355.78
d. Total Current Period Defaults	\$ 3,297,323.84
2. Cumulative Defaults	
a. Claim payments from Guarantor	\$ 11,543,950.07
b. 1-3% write offs	227,553.44
c. Claims filed pending payment	1,325,355.78
d. Total Cumulative Defaults	\$ 13,096,859.29
3. Cumulative Default (% of original pool balance)	3.67%
4. Cumulative Default (% of cumulative Entered Repayment Balance)	4.35%
5. Cumulative Recoveries	\$ 11,543,950.07
6. Cumulative Recovery Rate (2a/2d)	88.14%
7. Cumulative Net Loss Rate (2b/2d)	1.74%
8. Rejected Claims Repurchased	
a. Current period purchases	\$ -
b. Cumulative repurchases	\$ -

*Claim payments include principal & interest payments

XI. Balance Sheet

<u>ASSETS</u>	<u>6/30/2017</u>
Cash	\$ 629,378
Assets Held by Trustee	
Investments	22,989,865
Accrued Interest Receivable	4,956,787
Student Loans Receivable, Net	316,018,362
Premium - Std Ln purchase	<u>132,209</u>
Total Assets	<u><u>344,726,601</u></u>
 <u>LIABILITIES AND NET ASSETS</u>	
Bonds Payable	332,898,997
Discount on Bonds Payable	(720,804)
Accrued Interest Payable	100,687
Other Accounts Payable & Accrued Expenses	289,344
Deferred Outflow	-
Total Liabilities	<u>332,568,224</u>
Net Assets	<u>12,158,377</u>
Total Liabilities and Net Assets	<u><u>344,726,601</u></u>
Parity Ratio	<u>1.0230</u>
Senior Parity Ratio	<u>1.0453</u>

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

Supplemental Report

Report Date: 06/30/17

Report Period: 06/01/17 - 06/30/17

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%				
7/25/2017	\$ 327,849,982	85.7%	\$ 320,849,982	85.4%		\$ 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

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

Supplemental Report

Report Date: 06/30/17

Report Period: 06/01/17 - 06/30/17

XIII. Historical Loan Portfolio Characteristics

EOM	O/S Pool Balance	<u>% of Orig</u> <u>Pool Bal</u>	<u>% of Pool on</u> <u>Deferment</u>	<u>% of Pool on</u> <u>Forbearance</u>	<u>Total Wgt Avg</u> <u>Mths on Frb</u>	<u>Wgt Avg Mths on</u> <u>Discretionary Frb</u>	<u>Wgt Avg Mths</u>		<u>% of Pool</u> <u>on PFH</u>	<u>PFH Pmt %*</u>	<u>% of PFH Pool</u> <u>w/ \$0 Pmt</u>	<u>Wtg Avg Mths</u> <u>on PFH</u>
							<u>on Mandatory</u> <u>Frb</u>	<u>Frb</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	

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)

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

Supplemental Report

Report Date: 06/30/17

Report Period: 06/01/17 - 06/30/17

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 Discretionary Frb</u>	<u>on Mandatory Frb</u>	<u>Mths on Frb in</u>	<u>Discretionary Frb</u>	<u>on Mandatory Frb in 2016-2</u>
		<u>on Frb</u>			<u>2016-2 Trust</u>	<u>in 2016-2 Trust</u>	<u>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