

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

Distribution Date: 08/25/2017

Reporting Period: 07/01/2017 – 07/31/2017

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: 07/31/17

Report Period: 07/01/17 - 07/31/17

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

A. Pool Balance		6/30/2017	Net Activity	7/31/2017	% of Initial Pool Balance			
1. Student Loan - Principal Balance		\$ 316,389,362.30	\$ (4,384,427.43)	\$ 312,004,934.87		88.12%		
2. Interest expected to be Capitalized		\$ 2,456,273.99	\$ (438.70)	\$ 2,455,835.29				
3. Total Pool Balance		\$ 318,845,636.29	\$ (4,384,866.13)	\$ 314,460,770.16				
4. Student Loan - Accrued Borrower Interest Balance		\$ 5,778,105.00	\$ 55,166.76	\$ 5,833,271.76				
5. Accrued Interest Subsidy & Special Allowance		\$ (833,622.19)	\$ 594,515.53	\$ (239,106.66)				
6. Weighted Average Coupon Rate		5.088%		5.133%				
7. Weighted Average Remaining to Maturity (in months)		170.82		170.75				
8. Number of Loans		42,848		42,190				
9. Number of Borrowers		22,798		22,452				
B. Adjusted Pool Balance		6/30/2017	Change	7/31/2017				
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)		\$ 2,550,765.09	\$ (35,078.93)	\$ 2,515,686.16				
3. Adjusted Pool Balance (A3 + B1 + B2)		\$ 335,396,401.38		\$ 330,976,456.32				
C. Other Fund Balances		6/30/2017	Change	7/31/2017				
1. Collection Fund		\$ 5,813,251.51	\$ (827,138.65)	\$ 4,986,112.86				
2. Reserve Fund		\$ 2,591,759.00	\$ (40,993.91)	\$ 2,550,765.09				
3. Capitalized Interest Fund		\$ 14,000,000.00	\$ -	\$ 14,000,000.00				
4. Department Rebate Fund		\$ 584,854.69	\$ (584,854.69)	\$ -				
5. Acquisition Fund		\$ -	\$ -	\$ -				
6. Total - Other Account Balances		\$ 22,989,865.20	\$ (1,452,987.25)	\$ 21,536,877.95				
D. Notes Payable		Final Maturity	CUSIP	Spread	6/30/2017	%	7/31/2017	%
1. 2016-2 Class A LIBOR Notes	11/25/2065	69343VAA0	1mL+0.95%	\$ 325,898,996.80	97.90%	\$ 320,849,982.35	97.86%	
2. 2016-2 Class B LIBOR Notes	11/25/2065	69343VAB8	1mL+2.50%	\$ 7,000,000.00	2.10%	\$ 7,000,000.00	2.14%	
3. Total Notes Payable				\$ 332,898,996.80	100.00%	\$ 327,849,982.35	100.00%	
E. Parity Ratio Calculation:		6/30/2017	Change	7/31/2017				
1. Student Loan - Principal		\$ 316,389,362.30	\$ (4,384,427.43)	\$ 312,004,934.87				
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized		\$ 2,456,273.99	\$ (438.70)	\$ 2,455,835.29				
3. Pool Balance (E1 + E2)		\$ 318,845,636.29	\$ (4,384,866.13)	\$ 314,460,770.16				
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		\$ 2,550,765.09	\$ (35,078.93)	\$ 2,515,686.16				
6. Adjusted Pool Balance (E3+E4+E5)		\$ 335,396,401.38	\$ (4,419,945.06)	\$ 330,976,456.32				
7. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 327,849,982.35	\$ (4,320,496.30)	\$ 323,529,486.05				
8. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 320,849,982.35	\$ (4,320,496.30)	\$ 316,529,486.05				
9. Net Assets (E6-E7)		\$ 7,546,419.03	\$ (99,448.76)	\$ 7,446,970.27				
10. Parity Ratio (E6/E7)		1.0230		1.0230				
11. Senior Parity Ratio (E6/E8)		1.0453		1.0456				
F. Specified Overcollateralization Amount								
1. 2.25% of current Adjusted Pool Balance		\$ 7,546,419.03		\$ 7,446,970.27				
2. Specified Overcollateralization minimum		\$ 6,000,000.00		\$ 6,000,000.00				
3. Specified Overcollateralization Amount (greater of F1 and F2)		\$ 7,546,419.03		\$ 7,446,970.27				

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	316,389,362.30
	1 Borrower Payments	\$ (2,316,945.05)
	2 Claim Payments	\$ (1,364,594.21)
	3 Consolidation Payoffs	\$ (1,065,411.99)
	4 Other Cash Payments from Servicer	\$ 1,745.66
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (4,745,205.59)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 362,280.48
	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	\$ (1,502.32)
	9 Total Non-Cash Principal Activity	\$ 360,778.16
C.	Total Student Loan Principal Activity	\$ (4,384,427.43) \$ 312,004,934.87
D.	Student Loan Cash Interest Activity	4,944,482.81
	1 Borrower Payments (includes Late Fees)	\$ (790,099.15)
	2 Claim Payments	\$ (34,936.46)
	3 Consolidation Payoffs	\$ (31,140.43)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ (253,187.92)
	7 Special Allowance Payments (SAP)	\$ 1,086,810.11
	8 Total Interest Collections	\$ (22,553.85)
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 1,340,735.00
	2 Interest Subsidy Payment Accrual	\$ 79,183.61
	3 Special Allowance Payment Accrual Estimate	\$ (318,290.27)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ -
	5 Capitalized Interest	\$ (362,280.48)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (67,111.72)
	9 Total Non-Cash Interest Activity	\$ 672,236.14
F.	Total Student Loan Interest Activity	\$ 649,682.29 \$ 5,594,165.10
G.	Non-Reimbursable Losses During Collection Period	\$ (30,392.59)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (300,856.49) \$ 317,599,099.97

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III. Series 2016-2 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

Beginning Cash Balance		\$ 6,442,629.93
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 2,316,945.05
	2 Principal Payments Received - Claim Payments	\$ 1,364,594.21
	3 Principal Payments Received - Consolidation Payoffs	\$ 1,065,411.99
	4 Principal Payments Received - Other Payments from Servicer	\$ (1,745.66)
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 4,745,205.59
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 790,099.15
	2 Interest Payments Received - Claim Payments	\$ 34,936.46
	3 Interest Payments Received - Consolidation Payoffs	\$ 31,140.43
	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	\$ 856,176.04
C.	Reimbursements from Servicer	\$ 660.39
D.	Reimbursements from Servicer for Keystone Rebate Fees	\$ -
E.	Reimbursements from Rehab Adjustments	\$ 362.75
F.	Transfer from Aquisition Fund	\$ -
G.	Transfer from Capitalized Interest Fund	\$ -
H.	Transfer from Reserve Fund	\$ 40,993.91
I.	Transfers to Department Rebate Fund	\$ (248,767.50)
J.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 4,109.18
	2 Rebate Fund Investment Earnings	\$ 183.76
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ 7,347.02
	5 Reserve Fund Investment Earnings	\$ 1,377.26
	6 Total Investment Earnings	\$ 13,017.22
K.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (208,056.32)
	2 Servicing Fees	\$ (70,851.50)
	3 Indenture Trustee Fee	\$ (2,769.92)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Owner Trustee Fee	\$ -
	6 Admin Fees	\$ (6,666.67)
	7 Interest Payments - LIBOR Notes	\$ (583,984.15)
	8 Principal Payments - LIBOR Notes	\$ (5,049,014.45)
	9 Funds transferred to the Issuer	\$ (312,513.33)
	10 Total Previously Remitted Fees	\$ (6,234,856.34)
L.	Total Cash Available at 07/31/17 (Collection Fund)	\$ 5,615,421.99

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IV. Series 2016-2 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	07/21/17	1.23222%

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%	2.18222%	8/25/2017	31	7/25/2017	8/24/2017	\$ 602,920.08
2. 2016-2 FRN B LIBOR Notes	1.50%	2.73222%	8/25/2017	31	7/25/2017	8/24/2017	\$ 16,469.22
3. Total - 2016-2 FRN Interest Payable							\$ 619,389.30

C. Class B Interest Distribution Amount	
Lesser of:	<u>Amount</u>
Class B interest accrued (B.2)	\$ 16,469.22
Class B Interest Cap (D)	\$ 225,237.94
Plus	
Class B Noteholders' Interest Shortfall	<u>\$ -</u>
Class B Interest Distribution Amount	\$ 16,469.22

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	\$ 1,419,918.61
(ii) non-principal amounts payable to Department	\$ 523,987.14
Total	<u>\$ 908,374.96</u>
<i>less</i>	
(b) accrued Trust expenses	\$ 80,216.94
<i>less</i>	
(c) Class A Noteholders' Interest Distribution Amount	<u>\$ 602,920.08</u>
Class B Interest Cap	\$ 225,237.94

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	\$ -

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V. Principal Distributions and Reserve Fund Reconciliation

A.	Distribution Amounts thru August 25, 2017	Combined	2016-2 Class A	2016-2 Class B
1	Monthly Interest Due	\$ 619,389.30	\$ 602,920.08	\$ 16,469.22
2	Monthly Interest Paid	\$ 619,389.30	\$ 602,920.08	\$ 16,469.22
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 4,320,496.30	\$ 4,320,496.30	\$ -
8	Total Distribution Amount	\$ 4,939,885.60	\$ 4,923,416.38	\$ 16,469.22

B.	Principal Distribution Amount Reconciliation	Actual Distribution	
1	Notes Outstanding as of 07/31/17	\$ 327,849,982.35	
2	Current Adjusted Pool Balance 07/31/17	\$ 330,976,456.32	
3	less: Specified Overcollateralization Amount 07/31/17	\$ 7,446,970.27	
4	Total (B2-B3)	\$ 323,529,486.05	
5	Total Principal Distribution Amount (B1-B4)	\$ 4,320,496.30	\$ 4,320,496.30

C.	Reserve Fund and Capitalized Interest Fund Reconciliation	Reserve Fund	Cap Int Fund
1	Beginning Period Balance 07/01/17	\$ 2,591,759.00	\$ 14,000,000.00
2	Transfer from Cap Int Fund to the Collection Account	\$ -	\$ -
3	Deposits to Reserve Fund	\$ -	\$ -
4	Interest Earned	\$ 1,377.26	\$ 7,347.02
5	Transfer of Interest Earned to the Collection Account	\$ (1,377.26)	\$ (7,347.02)
6	Transfer of Excess Reserve to the Collection Account	\$ (40,993.91)	\$ -
7	Total Fund Balance Available at 07/31/17	\$ 2,550,765.09	\$ 14,000,000.00
8	Less: Fund Investment Earnings Pending Transfer to Collection Account	\$ -	\$ -
9	Total Adjusted Reserve Fund Balance Available 07/31/17	\$ 2,550,765.09	\$ 14,000,000.00
10	Specified Reserve Fund Balance (greater of .80% of the pool balance or .15% of initial pool balance)	\$ 2,515,686.16	\$ -
11	Cap Int Fund Schedule (Exh C) Balance at 08/25/17	\$ -	\$ 14,000,000.00
12	Excess Reserve - Transfer to/ (from) Collection Account	\$ 35,078.93	\$ -
13	Cap Int Fund Schedule (Exh C)- Transfer to Collection Account	\$ -	\$ -

D.	LIBOR Note Balances	7/25/2017	Paydown Factors	8/25/2017
1	2016-2 FRN A LIBOR Notes	\$ 320,849,982.35	\$ 4,320,496.30	\$ 316,529,486.05
2	2016-2 A Pool Factor	0.8540058	0.0114999	0.8425060
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	\$ 327,849,982.35	\$ 4,320,496.30	\$ 323,529,486.05
	Total Note Pool Factor	\$ 0.8566762	\$ 0.0112895	\$ 0.8453867

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

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VI. Series 2016-2 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds				\$ 5,615,421.99
Section 5.02	Transfer of remaining funds in Acquisiton Fund not used to purchase loans or pay acquisition costs	\$ -	\$	5,615,421.99
Section 5.03	Transfer from the Capitalized Interest Fund to the Collection Fund (interest earned)	\$ -	\$	5,615,421.99
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance	\$ 35,078.93	\$	5,650,500.92
Section 5.04(c)	Distributions:			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 205,696.87	\$	5,444,804.05
(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:	\$ 239,106.66	\$	5,205,697.39
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 2,817.67	\$	5,202,879.72
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$	5,201,879.72
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (November Distribution Date Only)	\$ -	\$	5,201,879.72
(iv)	Payment of the Administrator Fee to the Administrator	\$ 6,666.67	\$	5,195,213.05
(iv)	Payment of Other Administration Expense to the Administrator (November Distribution only)	\$ -	\$	5,195,213.05
(v)	Payment of the Servicing Fee to the Servicer	\$ 69,732.60	\$	5,125,480.45
(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;	\$ 602,920.08	\$	4,522,560.37
(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;	\$ 16,469.22	\$	4,506,091.15
(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;	\$ -	\$	4,506,091.15
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 4,320,496.30	\$	185,594.85
(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)	\$ -	\$	185,594.85
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$	185,594.85
(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	\$ -	\$	185,594.85
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$	185,594.85
(xiv)	Remaining amounts released to the Depositor	\$ 185,594.85	\$	-

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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	
		6/30/2017	7/31/2017	6/30/2017	7/31/2017	6/30/2017	7/31/2017	6/30/2017	7/31/2017	6/30/2017	7/31/2017	
A	Borrower Status Distribution:											
		Interim										
		In-School	67	58	328,820	302,542	0.10%	0.10%	5.411%	5.496%	120	120
		Grace	26	32	95,566	115,778	0.03%	0.04%	5.807%	6.110%	120	120
		Repayment										
		Current	31,755	31,221	220,055,114	217,597,244	69.55%	69.74%	5.036%	5.067%	167	167
		31-60 Days Delinquent	1,254	1,419	10,885,473	11,209,057	3.44%	3.59%	5.427%	5.605%	186	175
		61-90 Days Delinquent	816	696	7,782,030	5,873,045	2.46%	1.88%	5.489%	5.514%	187	185
		91-120 Days Delinquent	527	605	3,775,358	6,531,661	1.19%	2.09%	5.332%	5.647%	157	192
		121-180 Days Delinquent	833	895	7,085,023	6,867,683	2.24%	2.20%	5.514%	5.605%	183	170
	181-270 Days Delinquent	693	653	7,220,352	6,376,980	2.28%	2.04%	5.476%	5.430%	197	195	
	> 271 Days Delinquent	404	403	3,096,054	3,690,031	0.98%	1.18%	5.399%	5.708%	163	182	
	Total Repayment	36,282	35,892	259,899,403	258,145,701	82.15%	82.74%	5.100%	5.148%	169	169	
	Forbearance	3,347	3,204	35,809,136	33,747,172	11.32%	10.82%	5.423%	5.528%	203	200	
	Deferment	3,126	3,004	20,256,437	19,693,742	6.40%	6.31%	5.127%	5.169%	176	177	
B	Total Portfolio	42,848	42,190	316,389,362	312,004,935	100%	100%	5.088%	5.134%	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	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	6/30/2017	7/31/2017	6/30/2017	7/31/2017	6/30/2017	7/31/2017	6/30/2017	7/31/2017	6/30/2017	7/31/2017
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	7,932	7,838	96,016,081	94,835,622	30.35%	30.40%	4.806%	4.810%	182	182
2. Unsubsidized Consolidation Loans	8,627	8,517	138,417,690	136,903,552	43.75%	43.88%	5.033%	5.032%	200	199
3. Subsidized Stafford Loans	14,369	14,116	33,985,074	33,263,448	10.74%	10.66%	5.021%	5.238%	97	97
4. Unsubsidized Stafford Loans	10,238	10,086	36,475,689	35,802,163	11.53%	11.47%	5.368%	5.544%	108	109
5. Grad PLUS Loans	217	217	2,967,209	2,954,796	0.94%	0.95%	8.029%	8.004%	150	153
6. PLUS Loans	1,449	1,401	8,452,162	8,173,337	2.67%	2.62%	7.247%	7.356%	82	84
7. SLS Loans	16	15	75,457	72,019	0.02%	0.02%	3.697%	4.363%	79	78
Total - Loan Type	42,848	42,190	316,389,362	312,004,935	100%	100%	5.088%	5.134%	169	169
2 Program Type										
1. Graduate	2,883	2,836	20,686,381	20,244,628	6.54%	6.49%	5.692%	5.808%	131	131
2. Undergraduate	34,012	33,516	267,646,471	264,281,968	84.59%	84.70%	5.009%	5.046%	175	175
3. Proprietary	5,953	5,838	28,056,510	27,478,340	8.87%	8.81%	5.405%	5.485%	144	143
Total - Program Type	42,848	42,190	316,389,362	312,004,935	100%	100%	5.088%	5.134%	169	169
3 School Type										
1. 4 Year Private	13,194	13,011	120,759,208	119,168,950	38.17%	38.19%	5.151%	5.187%	179	179
2. 4 Year Public	17,115	16,855	132,209,669	130,497,324	41.79%	41.83%	4.934%	4.973%	169	168
3. 2 Year Private	1,572	1,554	7,907,139	7,839,181	2.50%	2.51%	4.983%	5.106%	160	160
4. 2 Year Public	4,469	4,390	18,922,099	18,547,671	5.98%	5.94%	5.308%	5.397%	148	148
5. Prop/Voc/Tech	5,934	5,819	27,771,169	27,199,311	8.78%	8.72%	5.401%	5.482%	144	144
6. Unkown	564	561	8,820,079	8,752,497	2.79%	2.81%	5.187%	5.192%	184	184
Total - School Type	42,848	42,190	316,389,362	312,004,935	100%	100%	5.088%	5.134%	169	169

*Percentages may not sum to 100% due to rounding

B. Weighted Average Payments Made		
	W.A. Time until repayment (months)	
	6/30/2017	7/31/2017
1. In school	20	20
2. Grace	4	4
3. Deferment	18	18
4. Forbearance	3	3
	W.A. Time in Repayment (months)	
	130	131
5. Repayment	130	131
6. Total Portfolio Weighted Average	105	107

IX. Series 2016-2 FFELP Portfolio Indices

			Ending Principal					Ending Principal		
			Balance	% of Total				Balance	% of Total	
			7/31/2017	7/31/2017				7/31/2017	7/31/2017	
A	Stafford				B	Unsub Stafford				
	<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	50,051	0.02%	SE	Tbill + 3.10%	Variable	6,660.73	0.00%
	SB	Tbill + 3.50%	Fixed	122,843	0.04%	SG	Tbill + 3.10%	Variable	352,937.45	0.11%
	SD	Tbill + 3.25%	Fixed	204,456	0.07%	SH	Tbill + 2.50%	Variable	50,511	0.02%
	SD	Tbill + 3.25%	Variable	253	0.00%	SJ	Tbill + 2.20%	Variable	17,453	0.01%
	SE	Tbill + 3.10%	Fixed	39,217	0.01%	SK	Tbill + 2.80%	Variable	243,383	0.08%
	SE	Tbill + 3.10%	Variable	60,993	0.02%	LA	1mL + 1.74%	Variable	989,479	0.32%
	SG	Tbill + 3.10%	Variable	658,339	0.21%	LB	1mL + 2.34%	Variable	7,498,076	2.40%
	SH	Tbill + 2.50%	Variable	146,735	0.05%	LE	1mL + 1.74% (Neg SAP)	Fixed	1,144,146	0.37%
	SJ	Tbill + 2.20%	Variable	32,393	0.01%	LE	1mL + 1.74% (Neg SAP)	Variable	53,565	0.02%
	SK	Tbill + 2.80%	Variable	419,085	0.13%	LF	1mL + 2.34% (Neg SAP)	Fixed	10,518,877	3.37%
	LA	1mL + 1.74%	Variable	1,110,019	0.36%	LF	1mL + 2.34% (Neg SAP)	Variable	764,039	0.24%
	LB	1mL + 2.34%	Variable	8,131,382	2.61%	LI	1mL + 1.34% (Neg SAP)	Fixed	1,546,864	0.50%
	LE	1mL + 1.74% (Neg SAP)	Fixed	1,273,942	0.41%	LJ	1mL + 1.94% (Neg SAP)	Fixed	12,596,654	4.04%
	LE	1mL + 1.74% (Neg SAP)	Variable	23,888	0.01%	None - Not eligible for SAP			20,144	0.01%
	LF	1mL + 2.34% (Neg SAP)	Fixed	9,365,949	3.00%					
	LF	1mL + 2.34% (Neg SAP)	Variable	443,176	0.14%					
	LI	1mL + 1.34% (Neg SAP)	Fixed	1,369,297	0.44%					
	LJ	1mL + 1.94% (Neg SAP)	Fixed	9,772,933	3.13%					
	None - Not eligible for SAP			39,176	0.01%					
	Total - Stafford			33,264,128	10.66%				35,802,788	11.48%
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	346,231	0.11%	SD	Tbill + 3.25%	Variable	33,044	0.01%
	SE	Tbill + 3.10%	Fixed	3,496,556	1.12%	SE	Tbill + 3.10%	Variable	79,740	0.03%
	SG	Tbill + 3.10%	Variable	576,427	0.18%	SG	Tbill + 3.10%	Variable	69,403	0.02%
	SL	T-bill + 3.10%	Fixed	2,133,050	0.68%	SH	Tbill + 2.50%	Variable	65,102	0.02%
	LC	1mL + 2.64%	Fixed	108,536,903	34.79%	LD	1mL + 2.64%	Variable	1,212,984	0.39%
	LG	1mL + 2.64% (Neg SAP)	Fixed	100,952,432	32.36%	LH	1mL + 2.64% (Neg SAP)	Fixed	6,556,231	2.10%
	LK	1mL + 2.24% (Neg SAP)	Fixed	15,237,220	4.88%	LH	1mL + 2.64% (Neg SAP)	Variable	38,191	0.01%
	None - Not eligible for SAP			463,180	0.15%	LM	1mL + 1.94% (Neg SAP)	Fixed	3,102,872	0.99%
						None - Not eligible for SAP			42,775	0.01%
	Total - Consolidation			231,741,999	74.28%				11,200,343	3.59%
						E	Credit Balances Loans		(4,323)	0.00%
						Total Ending Balance at 07/31/17			312,004,935	100%

X. Payment History, CPRs, and Cumulative Default Rate

A. Payment History and CPRs

Month End Date	Actual Ending Pool Balance	Since Issued CPR
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*	\$ 1,399,530.67	
b. 1-3% write offs	29,445.58	
c. Claims filed pending payment	1,307,997.29	
d. Total Current Period Defaults	<u>\$ 2,736,973.54</u>	
2. Cumulative Defaults		
a. Claim payments from Guarantor	\$ 12,943,480.74	
b. 1-3% write offs	256,999.02	
c. Claims filed pending payment	1,307,997.29	
d. Total Cumulative Defaults	<u>\$ 14,508,477.05</u>	
3. Cumulative Default (% of original pool balance)		4.07%
4. Cumulative Default (% of cumulative Entered Repayment Balance)		4.78%
5. Cumulative Recoveries	\$ 12,943,480.74	
6. Cumulative Recovery Rate (2a/2d)		89.21%
7. Cumulative Net Loss Rate (2b/2d)		1.77%
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: 07/31/17 Report Period: 07/01/17 - 07/31/17

XI. Balance Sheet

<u>ASSETS</u>	<u>7/31/2017</u>
Cash	\$ 629,309
Assets Held by Trustee	
Investments	21,536,878
Accrued Interest Receivable	5,609,327
Student Loans Receivable, Net	312,456,326
Premium - Std Ln purchase	<u>(689,849)</u>
Total Assets	<u><u>339,541,991</u></u>
<u>LIABILITIES AND NET ASSETS</u>	
Bonds Payable	327,849,982
Discount on Bonds Payable	(709,443)
Accrued Interest Payable	139,862
Other Accounts Payable & Accrued Expenses	285,914
Deferred Outflow	-
Total Liabilities	<u>327,566,315</u>
Net Assets	<u>11,975,676</u>
Total Liabilities and Net Assets	<u><u>339,541,991</u></u>
Parity Ratio	<u>1.0230</u>
Senior Parity Ratio	<u>1.0456</u>

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

Supplemental Report

Report Date: 07/31/17

Report Period: 07/01/17 - 07/31/17

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%				
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

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

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: 07/31/17

Report Period: 07/01/17 - 07/31/17

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>on Frb</u>	<u>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>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