

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

Distribution Date: 08/27/2018

Reporting Period: 07/01/2018 – 07/31/2018

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: 07/31/18

Report Period: 07/01/18 - 07/31/18

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

A. Pool Balance		6/30/2018	Net Activity	7/31/2018	% of Initial Pool Balance			
1. Student Loan - Principal Balance		\$ 266,553,425.95	\$ (4,486,849.64)	\$ 262,066,576.31	73.98%			
2. Interest expected to be Capitalized		\$ 1,969,609.60	\$ (54,133.92)	\$ 1,915,475.68				
3. Total Pool Balance		\$ 268,523,035.55	\$ (4,540,983.56)	\$ 263,982,051.99				
4. Student Loan - Accrued Borrower Interest Balance		\$ 5,483,075.38	\$ 2,522.92	\$ 5,485,598.30				
5. Accrued Interest Subsidy & Special Allowance		\$ (171,988.54)	\$ (26,653.83)	\$ (198,642.37)				
6. Weighted Average Coupon Rate		5.113%		5.178%				
7. Weighted Average Remaining to Maturity (in months)		169.51		169.71				
8. Number of Loans		35,322		34,679				
9. Number of Borrowers		18,611		18,284				
B. Adjusted Pool Balance		6/30/2018	Change	7/31/2018				
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)		\$ 2,148,184.28	\$ (36,327.86)	\$ 2,111,856.42				
3. Adjusted Pool Balance (A3 + B1 + B2)		\$ 277,671,219.83		\$ 273,093,908.41				
C. Other Fund Balances		6/30/2018	Change	7/31/2018				
1. Collection Fund		\$ 3,985,878.91	\$ 1,258,080.82	\$ 5,243,959.73				
2. Reserve Fund		\$ 2,179,533.37	\$ (31,349.09)	\$ 2,148,184.28				
3. Capitalized Interest Fund		\$ 7,000,000.00	\$ -	\$ 7,000,000.00				
4. Department Rebate Fund		\$ 123,401.07	\$ 48,587.47	\$ 171,988.54				
5. Acquisition Fund		\$ -	\$ -	\$ -				
6. Total - Other Account Balances		\$ 13,288,813.35	\$ 1,275,319.20	\$ 14,564,132.55				
D. Notes Payable		Final Maturity	CUSIP	Spread	6/30/2018	%	7/31/2018	%
1. 2016-2 Class A LIBOR Notes	11/25/2065	69343VAA0	1mL+0.95%	\$ 268,284,726.98	97.46%	\$ 264,423,617.38	97.42%	
2. 2016-2 Class B LIBOR Notes	11/25/2065	69343VAB8	1mL+2.50%	\$ 7,000,000.00	2.54%	\$ 7,000,000.00	2.58%	
3. Total Notes Payable				\$ 275,284,726.98	100.00%	\$ 271,423,617.38	100.00%	
E. Parity Ratio Calculation:		6/30/2018	Change	7/31/2018				
1. Student Loan - Principal		\$ 266,553,425.95	\$ (4,486,849.64)	\$ 262,066,576.31				
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized		\$ 1,969,609.60	\$ (54,133.92)	\$ 1,915,475.68				
3. Pool Balance (E1 + E2)		\$ 268,523,035.55	\$ (4,540,983.56)	\$ 263,982,051.99				
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		\$ 2,148,184.28	\$ (36,327.86)	\$ 2,111,856.42				
6. Adjusted Pool Balance (E3+E4+E5)		\$ 277,671,219.83	\$ (4,577,311.42)	\$ 273,093,908.41				
7. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 271,423,617.38	\$ (4,474,321.91)	\$ 266,949,295.47				
8. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 264,423,617.38	\$ (4,474,321.91)	\$ 259,949,295.47				
9. Net Assets (E6-E7)		\$ 6,247,602.45	\$ (102,989.51)	\$ 6,144,612.94				
10. Parity Ratio (E6/E7)		1.0230		1.0230				
11. Senior Parity Ratio (E6/E8)		1.0501		1.0506				
F. Specified Overcollateralization Amount								
1. 2.25% of current Adjusted Pool Balance		\$ 6,247,602.45		\$ 6,144,612.94				
2. Specified Overcollateralization minimum		\$ 6,000,000.00		\$ 6,000,000.00				
3. Specified Overcollateralization Amount (greater of F1 and F2)		\$ 6,247,602.45		\$ 6,144,612.94				

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

Statement to Noteholders

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

II. Series 2016-2 FRN Transactions and Accruals

		Beg/End Balances
A.	Student Loan Cash Principal Activity	266,553,425.95
	1 Borrower Payments	\$ (2,332,027.36)
	2 Claim Payments	\$ (1,283,186.93)
	3 Consolidation Payoffs	\$ (1,211,347.13)
	4 Other Cash Payments from Servicer	\$ 2,365.13
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (4,824,196.29)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 340,694.98
	2 Cancellations / Reissues	\$ -
	3 Amounts due to / (from) Servicer for non-cash adjustments	\$ (8.75)
	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	\$ (3,339.58)
	9 Total Non-Cash Principal Activity	\$ 337,346.65
C.	Total Student Loan Principal Activity	\$ (4,486,849.64)
D.	Student Loan Cash Interest Activity	5,311,086.84
	1 Borrower Payments (includes Late Fees)	\$ (663,168.61)
	2 Claim Payments	\$ (58,742.68)
	3 Consolidation Payoffs	\$ (9,828.67)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ -
	7 Special Allowance Payments (SAP)	\$ -
	8 Total Interest Collections	\$ (731,739.96)
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 1,136,877.42
	2 Interest Subsidy Payment Accrual	\$ 71,676.31
	3 Special Allowance Payment Accrual Estimate	\$ (99,393.65)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ 1,063.51
	5 Capitalized Interest	\$ (340,694.98)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (61,919.56)
	9 Total Non-Cash Interest Activity	\$ 707,609.05
F.	Total Student Loan Interest Activity	\$ (24,130.91)
G.	Non-Reimbursable Losses During Collection Period	\$ (32,575.86)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (667,598.47)
		\$ 267,353,532.24

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

Statement to Noteholders

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

III. Series 2016-2 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

	Beginning Cash Balance	\$ 4,865,389.60
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 2,332,027.36
	2 Principal Payments Received - Claim Payments	\$ 1,283,186.93
	3 Principal Payments Received - Consolidation Payoffs	\$ 1,211,347.13
	4 Principal Payments Received - Other Payments from Servicer	\$ (2,365.13)
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 4,824,196.29
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 663,168.61
	2 Interest Payments Received - Claim Payments	\$ 58,742.68
	3 Interest Payments Received - Consolidation Payoffs	\$ 9,828.67
	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	\$ 731,739.96
C.	Reimbursements (to)/from Servicer	\$ -
D.	Reimbursements from Servicer for Keystone Rebate Fees	\$ 100.87
E.	Reimbursements from Rehab Adjustments	\$ 1,844.83
F.	Transfer from Aquisition Fund	\$ -
G.	Transfer from Capitalized Interest Fund	\$ -
H.	Transfer from Reserve Fund	\$ 31,349.09
I.	Transfers to Department Rebate Fund	\$ (48,587.47)
J.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 6,647.28
	2 Rebate Fund Investment Earnings	\$ 103.87
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ 8,989.08
	5 Reserve Fund Investment Earnings	\$ 2,823.44
	6 Total Investment Earnings	\$ 18,563.67
K.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (180,090.51)
	2 Servicing Fees	\$ (59,174.60)
	3 Indenture Trustee Fee	\$ (2,282.27)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Owner Trustee Fee	\$ -
	6 Admin Fees	\$ (6,666.67)
	7 Interest Payments - LIBOR Notes	\$ (700,855.54)
	8 Principal Payments - LIBOR Notes	\$ (3,861,109.60)
	9 Funds transferred to the Issuer	\$ (36,972.03)
	10 Total Previously Remitted Fees	\$ (4,848,151.22)
L.	Total Cash Available at 07/31/18 (Collection Fund)	\$ 5,576,445.62

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

Statement to Noteholders

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

IV. Series 2016-2 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	07/23/18	2.06363%

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%	3.01363%	8/27/2018	33	7/25/2018	8/26/2018	\$ 730,468.70
2. 2016-2 FRN B LIBOR Notes	1.50%	3.56363%	8/27/2018	33	7/25/2018	8/26/2018	\$ 22,866.63
3. Total - 2016-2 FRN Interest Payable							\$ 753,335.33

C. Class B Interest Distribution Amount	
Lesser of:	Amount
Class B interest accrued (B.2)	\$ 22,866.63
Class B Interest Cap (D)	\$ 146,055.54
Plus	
Class B Noteholders' Interest Shortfall	\$ -
Class B Interest Distribution Amount	\$ 22,866.63

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	\$ 1,208,553.73
(ii) non-principal amounts payable to Department	\$ 276,914.61
Total	\$ 944,578.55
<i>less</i>	
(b) accrued Trust expenses	\$ 68,054.31
<i>less</i>	
(c) Class A Noteholders' Interest Distribution Amount	\$ 730,468.70
Class B Interest Cap	\$ 146,055.54

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	\$ -

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

Statement to Noteholders

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

V. Principal Distributions and Reserve Fund Reconciliation

A.	Distribution Amounts thru August 27, 2018	Combined	2016-2 Class A	2016-2 Class B
1	Monthly Interest Due	\$ 753,335.33	\$ 730,468.70	\$ 22,866.63
2	Monthly Interest Paid	\$ 753,335.33	\$ 730,468.70	\$ 22,866.63
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 4,474,321.91	\$ 4,474,321.91	\$ -
8	Total Distribution Amount	\$ 5,227,657.24	\$ 5,204,790.61	\$ 22,866.63

B.	Principal Distribution Amount Reconciliation	Actual Distribution	
1	Notes Outstanding as of 07/31/18	\$ 271,423,617.38	
2	Current Adjusted Pool Balance 07/31/18	\$ 273,093,908.41	
3	less: Specified Overcollateralization Amount 07/31/18	\$ 6,144,612.94	
4	Total (B2-B3)	\$ 266,949,295.47	
5	Total Principal Distribution Amount (B1-B4)	\$ 4,474,321.91	\$ 4,474,321.91

C.	Reserve Fund and Capitalized Interest Fund Reconciliation	Reserve Fund	Cap Int Fund
1	Beginning Period Balance 07/01/18	\$ 2,179,533.37	\$ 7,000,000.00
2	Transfer from Cap Int Fund to the Collection Account	\$ -	\$ -
3	Deposits to Reserve Fund	\$ -	\$ -
4	Interest Earned	\$ 2,823.44	\$ 8,989.08
5	Transfer of Interest Earned to the Collection Account	\$ (2,823.44)	\$ (8,989.08)
6	Transfer of Excess Reserve to the Collection Account	\$ (31,349.09)	\$ -
7	Total Fund Balance Available at 07/31/18	\$ 2,148,184.28	\$ 7,000,000.00
8	Less: Fund Investment Earnings Pending Transfer to Collection Account	\$ -	\$ -
9	Total Adjusted Reserve Fund Balance Available 07/31/18	\$ 2,148,184.28	\$ 7,000,000.00
10	Specified Reserve Fund Balance (greater of .80% of the pool balance or .15% of initial pool balance)	\$ 2,111,856.42	\$ -
11	Cap Int Fund Schedule (Exh C) Balance at 08/27/18	\$ -	\$ 7,000,000.00
12	Excess Reserve - Transfer to/ (from) Collection Account	\$ 36,327.86	\$ -
13	Cap Int Fund Schedule (Exh C)- Transfer to Collection Account	\$ -	\$ -

D.	LIBOR Note Balances	7/25/2018	Paydown Factors	8/27/2018
1	2016-2 FRN A LIBOR Notes	\$ 264,423,617.38	\$ 4,474,321.91	\$ 259,949,295.47
2	2016-2 A Pool Factor	0.7038159	0.0119093	0.6919066
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	\$ 271,423,617.38	\$ 4,474,321.91	\$ 266,949,295.47
	Total Note Pool Factor	\$ 0.7092334	\$ 0.0116915	\$ 0.6975419

VI. Series 2016-2 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds			\$ 5,576,445.62	
Section 5.02	Transfer of remaining funds in Acquisiton Fund not used to purchase loans or pay acquisition costs	\$ -	\$ -	\$ 5,576,445.62
Section 5.03	Transfer from the Capitalized Interest Fund to the Collection Fund	\$ -	\$ -	\$ 5,576,445.62
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance	\$ 36,327.86	\$ 36,327.86	\$ 5,612,773.48
Section 5.04(c)	Distributions:			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 177,520.96	\$ 177,520.96	\$ 5,435,252.52
(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:	\$ 26,653.83	\$ 26,653.83	\$ 5,408,598.69
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 2,330.63	\$ 2,330.63	\$ 5,406,268.06
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$ 1,000.00	\$ 5,405,268.06
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (November Distribution Date Only)	\$ -	\$ -	\$ 5,405,268.06
(iv)	Payment of the Administrator Fee to the Administrator	\$ 6,666.67	\$ 6,666.67	\$ 5,398,601.39
(iv)	Payment of Other Administration Expense to the Administrator (November Distribution only)	\$ -	\$ -	\$ 5,398,601.39
(v)	Payment of the Servicing Fee to the Servicer	\$ 58,057.01	\$ 58,057.01	\$ 5,340,544.38
(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;	\$ 730,468.70	\$ 730,468.70	\$ 4,610,075.68
(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;	\$ 22,866.63	\$ 22,866.63	\$ 4,587,209.05
(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;	\$ -	\$ -	\$ 4,587,209.05
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 4,474,321.91	\$ 4,474,321.91	\$ 112,887.14
(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)	\$ -	\$ -	\$ 112,887.14
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$ -	\$ 112,887.14
(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	\$ -	\$ -	\$ 112,887.14
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$ -	\$ 112,887.14
(xiv)	Remaining amounts released to the Depositor	\$ 112,887.14	\$ 112,887.14	\$ -

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

Statement to Noteholders

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

VII. Series 2016-2 Portfolio Characteristics

		Number of Loans		Ending Principal Balance		% of Balance*		Wgt. Avg. Coupon		Wgt. Avg Repayment		
				\$	\$	%	%	%	%	# months	# months	
		6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	
A	Borrower Status Distribution:											
		Interim										
		In-School	38	43	169,779	200,780	0.06%	0.08%	5.520%	5.753%	120	120
		Grace	11	8	51,625	41,500	0.02%	0.02%	6.416%	6.403%	120	120
		Repayment										
		Current	26,891	26,489	194,312,917	190,309,256	72.90%	72.62%	5.045%	5.108%	166	166
		31-60 Days Delinquent	900	925	8,223,671	8,976,315	3.09%	3.43%	5.539%	5.602%	192	195
		61-90 Days Delinquent	576	428	4,930,993	3,693,034	1.85%	1.41%	5.802%	5.936%	171	185
		91-120 Days Delinquent	378	383	3,431,963	2,950,972	1.29%	1.13%	5.747%	5.857%	171	179
		121-180 Days Delinquent	579	671	5,078,862	6,148,170	1.91%	2.35%	5.752%	5.881%	190	180
		181-270 Days Delinquent	474	459	4,300,886	3,996,973	1.61%	1.53%	5.617%	5.981%	177	173
		> 271 Days Delinquent	421	334	2,723,345	2,379,569	1.02%	0.91%	5.776%	5.322%	162	164
	Total Repayment	30,219	29,689	223,002,636	218,454,289	83.66%	83.36%	5.127%	5.192%	168	168	
	Forbearance	2,587	2,497	27,189,484	27,019,748	10.20%	10.31%	5.443%	5.608%	197	199	
	Deferment	2,467	2,442	16,139,901	16,350,259	6.06%	6.24%	5.412%	5.546%	176	181	
B	Total Portfolio	35,322	34,679	266,553,426	262,066,576	100%	100%	5.113%	5.178%	168	168	

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

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

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	
			\$	\$	%	%	%	%		
	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	6,917	6,825	82,171,829	80,992,732	30.83%	30.91%	4.811%	4.811%	176	175
2. Unsubsidized Consolidation Loans	7,506	7,401	120,335,141	118,582,616	45.14%	45.25%	5.025%	5.031%	195	195
3. Subsidized Stafford Loans	11,482	11,222	26,677,042	26,063,745	10.01%	9.95%	5.226%	5.546%	100	101
4. Unsubsidized Stafford Loans	8,368	8,211	29,203,332	28,540,533	10.96%	10.89%	5.542%	5.806%	113	114
5. Grad PLUS Loans	175	170	2,417,402	2,303,036	0.91%	0.88%	8.008%	8.021%	168	173
6. PLUS Loans	861	837	5,688,693	5,524,114	2.13%	2.11%	7.389%	7.561%	85	85
7. SLS Loans	13	13	59,988	59,802	0.02%	0.02%	4.342%	5.461%	99	98
Total - Loan Type	35,322	34,679	266,553,426	262,066,576	100%	100%	5.113%	5.178%	168	168
2 Program Type										
1. Graduate	2,214	2,156	16,146,802	15,528,919	6.06%	5.93%	5.798%	5.979%	139	141
2. Undergraduate	28,204	27,720	227,066,420	223,469,381	85.19%	85.27%	5.027%	5.080%	172	172
3. Proprietary	4,904	4,803	23,340,205	23,068,277	8.76%	8.80%	5.477%	5.590%	145	145
Total - Program Type	35,322	34,679	266,553,426	262,066,576	100%	100%	5.113%	5.178%	168	168
3 School Type										
1. 4 Year Private	10,739	10,549	101,361,123	99,600,696	38.03%	38.01%	5.162%	5.216%	178	179
2. 4 Year Public	14,231	14,000	112,950,592	110,944,984	42.37%	42.33%	4.960%	5.016%	166	166
3. 2 Year Private	1,347	1,307	6,758,963	6,641,954	2.54%	2.53%	5.141%	5.298%	162	164
4. 2 Year Public	3,621	3,548	15,320,322	15,012,863	5.75%	5.73%	5.393%	5.498%	142	141
5. Prop/Voc/Tech	4,885	4,784	23,123,681	22,857,217	8.68%	8.72%	5.475%	5.589%	145	145
6. Unkown	499	491	7,038,745	7,008,861	2.64%	2.67%	5.039%	5.067%	179	178
Total - School Type	35,322	34,679	266,553,426	262,066,576	100%	100%	5.113%	5.178%	168	168
4 Rehab / Non Rehab Loans										
1. Non Rehab Loans	28,389	27,863	196,860,048	193,092,992	73.85%	73.68%	4.974%	5.033%	156	157
2. Rehab Loans	6,933	6,816	69,693,378	68,973,584	26.15%	26.32%	5.507%	5.585%	200	201
Total - Rehab / Non Rehab Loans	35,322	34,679	266,553,426	262,066,576	100%	100%	5.113%	5.178%	168	168

*Percentages may not sum to 100% due to rounding

B. Weighted Average Payments Made		
	W.A. Time until repayment (months)	
	6/30/2018	7/31/2018
1. In school	27	24
2. Grace	4	4
3. Deferment	18	18
4. Forbearance	3	3
	W.A. Time in Repayment (months)	
5. Repayment	143	144
6. Total Portfolio Weighted Average	118	119

IX. Series 2016-2 FFELP Portfolio Indices

			Ending Principal					Ending Principal			
			Balance	% of Total				Balance	% of Total		
			7/31/2018	7/31/2018				7/31/2018	7/31/2018		
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	27,123		0.01%	SE	Tbill + 3.10%	Variable	5,831	0.00%
	SB	Tbill + 3.50%	Fixed	79,559		0.03%	SG	Tbill + 3.10%	Variable	359,230	0.14%
	SD	Tbill + 3.25%	Fixed	155,540		0.06%	SH	Tbill + 2.50%	Variable	20,032	0.01%
	SD	Tbill + 3.25%	Variable	131		0.00%	SJ	Tbill + 2.20%	Variable	22,141	0.01%
	SE	Tbill + 3.10%	Fixed	31,992		0.01%	SK	Tbill + 2.80%	Variable	204,934	0.08%
	SE	Tbill + 3.10%	Variable	47,743		0.02%	LA	1mL + 1.74%	Variable	684,375	0.26%
	SG	Tbill + 3.10%	Variable	622,282		0.24%	LB	1mL + 2.34%	Variable	6,205,227	2.37%
	SH	Tbill + 2.50%	Variable	74,568		0.03%	LE	1mL + 1.74% (Neg SAP)	Fixed	939,686	0.36%
	SJ	Tbill + 2.20%	Variable	33,650		0.01%	LE	1mL + 1.74% (Neg SAP)	Variable	52,853	0.02%
	SK	Tbill + 2.80%	Variable	359,615		0.14%	LF	1mL + 2.34% (Neg SAP)	Fixed	8,041,770	3.07%
	LA	1mL + 1.74%	Variable	713,272		0.27%	LF	1mL + 2.34% (Neg SAP)	Variable	563,811	0.22%
	LB	1mL + 2.34%	Variable	6,619,480		2.53%	LI	1mL + 1.34% (Neg SAP)	Fixed	1,137,443	0.43%
	LE	1mL + 1.74% (Neg SAP)	Fixed	946,057		0.36%	LJ	1mL + 1.94% (Neg SAP)	Fixed	10,276,663	3.92%
	LE	1mL + 1.74% (Neg SAP)	Variable	37,929		0.01%	None - Not eligible for SAP			27,746	0.01%
	LF	1mL + 2.34% (Neg SAP)	Fixed	7,068,097		2.70%					
LF	1mL + 2.34% (Neg SAP)	Variable	315,949	0.12%							
LI	1mL + 1.34% (Neg SAP)	Fixed	1,024,559	0.39%							
LJ	1mL + 1.94% (Neg SAP)	Fixed	7,855,970	3.00%							
	None - Not eligible for SAP		51,188	0.02%							
Total - Stafford			26,064,703	9.95%	Total - Unsub Stafford			28,541,742	10.89%		
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	306,515		0.12%	SD	Tbill + 3.25%	Variable	28,221	0.01%
	SE	Tbill + 3.10%	Fixed	3,425,754		1.31%	SE	Tbill + 3.10%	Variable	70,852	0.03%
	SG	Tbill + 3.10%	Variable	520,032		0.20%	SG	Tbill + 3.10%	Variable	64,778	0.02%
	SL	T-bill + 3.10%	Fixed	1,684,169		0.64%	SH	Tbill + 2.50%	Variable	56,615	0.02%
	LC	1mL + 2.64%	Fixed	93,637,501		35.73%	LD	1mL + 2.64%	Variable	823,698	0.31%
	LG	1mL + 2.64% (Neg SAP)	Fixed	86,904,980		33.16%	LH	1mL + 2.64% (Neg SAP)	Fixed	4,527,913	1.73%
	LK	1mL + 2.24% (Neg SAP)	Fixed	12,929,167		4.93%	LH	1mL + 2.64% (Neg SAP)	Variable	26,832	0.01%
		None - Not eligible for SAP		168,465		0.06%	LM	1mL + 1.94% (Neg SAP)	Fixed	2,262,877	0.86%
					None - Not eligible for SAP			25,343	0.01%		
Total - Consolidation			199,576,582	76.15%	Total - Plus/SLS			7,887,129	3.01%		
					E Credit Balances Loans			(3,580)	0.00%		
Total Ending Balance at 07/31/18					Total Ending Balance at 07/31/18			262,066,576	100%		

X. Payment History, CPRs, and Cumulative Default Rate

A. Payment History and CPRs

Month End Date	Actual Ending Pool Balance	Since Issued CPR
7/31/2018	\$ 263,982,051.99	5.617%
6/30/2018	\$ 268,523,035.55	5.535%
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*	\$	1,341,929.61
b. 1-3% write offs		30,750.82
c. Claims filed pending payment		1,421,097.11
d. Total Current Period Defaults	\$	2,793,777.54
2. Cumulative Defaults		
a. Claim payments from Guarantor	\$	29,031,711.40
b. 1-3% write offs		600,361.37
c. Claims filed pending payment		1,421,097.11
d. Total Cumulative Defaults	\$	31,053,169.88
3. Cumulative Default (% of original pool balance)		8.70%
4. Cumulative Default (% of cumulative Entered Repayment Balance)		9.75%
5. Cumulative Recoveries	\$	29,031,711.40
6. Cumulative Recovery Rate (2a/2d)		93.49%
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: 07/31/18 Report Period: 07/01/18 - 07/31/18

XI. Balance Sheet

<u>ASSETS</u>	<u>7/31/2018</u>
Cash	\$ 332,486
Assets Held by Trustee	
Investments	14,564,133
Accrued Interest Receivable	5,308,485
Student Loans Receivable, Net	261,734,576
Premium - Std Ln purchase	<u>78,699</u>
Total Assets	<u><u>282,018,379</u></u>
 <u>LIABILITIES AND NET ASSETS</u>	
Bonds Payable	271,423,617
Discount on Bonds Payable	(583,031)
Accrued Interest Payable	159,798
Other Accounts Payable & Accrued Expenses	245,086
Deferred Outflow	-
Total Liabilities	<u>271,245,471</u>
Net Assets	<u>10,772,908</u>
Total Liabilities and Net Assets	<u><u>282,018,379</u></u>
Parity Ratio	<u>1.0230</u>
Senior Parity Ratio	<u>1.0506</u>

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

Supplemental Report

Report Date: 07/31/18

Report Period: 07/01/18 - 07/31/18

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%				
7/25/2018	\$ 271,423,617	70.9%	\$ 264,423,617	70.4%		\$ 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: 07/31/18

Report Period: 07/01/18 - 07/31/18

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
6/30/2018	\$ 268,523,036	75.3%	6.0%	10.1%	43.6	22.8	20.8	14.9%	14.7%	69.2%	32.4

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: 07/31/18

Report Period: 07/01/18 - 07/31/18

XIV. Additional Forbearance Detail

EOM	Status at End of Reporting Period	Total Wgt		Wgt Avg Mths		Total Wgt Avg Mths on Frb in 2016-2 Trust	Wgt Avg Mths on Discretionary Frb in 2016-2 Trust	Wgt Avg Mths on Mandatory Frb in 2016-2 Trust
		Avg Mths on Frb	Discretionary Frb	Avg Mths on Frb	on Mandatory Frb			
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	
6/30/2018	Discretionary Frb	36.5	20.7	15.8	12.5	10.4	2.1	
	Mandatory Frb	51.8	25.3	26.6	13.0	4.2	8.8	
	Total	43.6	22.8	20.8	12.7	7.5	5.2	