

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

Distribution Date: 10/25/2017

Reporting Period: 09/01/2017 – 09/30/2017

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: 09/30/17

Report Period: 09/01/17 - 09/30/17

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

A. Pool Balance		8/31/2017	Net Activity	9/30/2017	% of Initial Pool Balance			
1. Student Loan - Principal Balance		\$ 307,651,952.86	\$ (4,622,399.66)	\$ 303,029,553.20	85.54%			
2. Interest expected to be Capitalized		\$ 2,424,338.81	\$ (199,399.87)	\$ 2,224,938.94				
3. Total Pool Balance		\$ 310,076,291.67	\$ (4,821,799.53)	\$ 305,254,492.14				
4. Student Loan - Accrued Borrower Interest Balance		\$ 5,850,019.48	\$ (185,559.35)	\$ 5,664,460.13				
5. Accrued Interest Subsidy & Special Allowance		\$ (468,628.28)	\$ (249,979.73)	\$ (718,608.01)				
6. Weighted Average Coupon Rate		5.129%		5.127%				
7. Weighted Average Remaining to Maturity (in months)		170.33		170.01				
8. Number of Loans		41,585		40,982				
9. Number of Borrowers		22,123		21,737				
B. Adjusted Pool Balance		8/31/2017	Change	9/30/2017				
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)		\$ 2,480,610.33	\$ (38,574.39)	\$ 2,442,035.94				
3. Adjusted Pool Balance (A3 + B1 + B2)		\$ 326,556,902.00		\$ 321,696,528.08				
C. Other Fund Balances		8/31/2017	Change	9/30/2017				
1. Collection Fund		\$ 4,780,631.34	\$ 599,083.56	\$ 5,379,714.90				
2. Reserve Fund		\$ 2,515,686.16	\$ (35,075.83)	\$ 2,480,610.33				
3. Capitalized Interest Fund		\$ 14,000,000.00	\$ -	\$ 14,000,000.00				
4. Department Rebate Fund		\$ 239,106.66	\$ 229,521.62	\$ 468,628.28				
5. Acquisition Fund		\$ -	\$ -	\$ -				
6. Total - Other Account Balances		\$ 21,535,424.16	\$ 793,529.35	\$ 22,328,953.51				
D. Notes Payable		Final Maturity	CUSIP	Spread	8/31/2017	%	9/30/2017	%
1. 2016-2 Class A LIBOR Notes	11/25/2065	69343VAA0	1mL+0.95%	\$ 316,529,486.05	97.84%	\$ 312,209,371.70	97.81%	
2. 2016-2 Class B LIBOR Notes	11/25/2065	69343VAB8	1mL+2.50%	\$ 7,000,000.00	2.16%	\$ 7,000,000.00	2.19%	
3. Total Notes Payable				\$ 323,529,486.05	100.00%	\$ 319,209,371.70	100.00%	
E. Parity Ratio Calculation:		8/31/2017	Change	9/30/2017				
1. Student Loan - Principal		\$ 307,651,952.86	\$ (4,622,399.66)	\$ 303,029,553.20				
2. Student Loan - Accrued Borrower Interest Expected to be Capitalized		\$ 2,424,338.81	\$ (199,399.87)	\$ 2,224,938.94				
3. Pool Balance (E1 + E2)		\$ 310,076,291.67	\$ (4,821,799.53)	\$ 305,254,492.14				
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		\$ 2,480,610.33	\$ (38,574.39)	\$ 2,442,035.94				
6. Adjusted Pool Balance (E3+E4+E5)		\$ 326,556,902.00	\$ (4,860,373.92)	\$ 321,696,528.08				
7. Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 319,209,371.70	\$ (4,751,015.50)	\$ 314,458,356.20				
8. Senior Outstanding Notes (after giving effect to Distributions to be made on Distribution Date)		\$ 312,209,371.70	\$ (4,751,015.50)	\$ 307,458,356.20				
9. Net Assets (E6-E7)		\$ 7,347,530.30	\$ (109,358.42)	\$ 7,238,171.88				
10. Parity Ratio (E6/E7)		1.0230		1.0230				
11. Senior Parity Ratio (E6/E8)		1.0460		1.0463				
F. Specified Overcollateralization Amount								
1. 2.25% of current Adjusted Pool Balance		\$ 7,347,530.30		\$ 7,238,171.88				
2. Specified Overcollateralization minimum		\$ 6,000,000.00		\$ 6,000,000.00				
3. Specified Overcollateralization Amount (greater of F1 and F2)		\$ 7,347,530.30		\$ 7,238,171.88				

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	307,651,952.86
	1 Borrower Payments	\$ (2,067,620.71)
	2 Claim Payments	\$ (1,414,823.86)
	3 Consolidation Payoffs	\$ (1,607,881.02)
	4 Other Cash Payments from Servicer	\$ 1,001.26
	5 Acquisitions / Sales	\$ -
	6 Total Principal Cash Activity	\$ (5,089,324.33)
B.	Student Loan Non-Cash Principal Activity	
	1 Capitalized Interest	\$ 467,792.58
	2 Cancellations / Reissues	\$ -
	3 Amounts due to / (from) Servicer for non-cash adjustments	\$ (139.49)
	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	\$ (728.42)
	9 Total Non-Cash Principal Activity	\$ 466,924.67
C.	Total Student Loan Principal Activity	\$ (4,622,399.66) \$ 303,029,553.20
D.	Student Loan Cash Interest Activity	5,381,391.20
	1 Borrower Payments (includes Late Fees)	\$ (791,659.27)
	2 Claim Payments	\$ (43,820.03)
	3 Consolidation Payoffs	\$ (76,626.71)
	4 Other Cash Payments from Servicer	\$ -
	5 Acquisitions / Sales	\$ -
	6 Subsidy Payments (ISP)	\$ -
	7 Special Allowance Payments (SAP)	\$ -
	8 Total Interest Collections	\$ (912,106.01)
E.	Student Loan Non-Cash Interest Activity	
	1 Borrower Accruals	\$ 1,267,897.76
	2 Interest Subsidy Payment Accrual	\$ 75,450.27
	3 Special Allowance Payment Accrual Estimate	\$ (325,430.00)
	4 Prior Quarter Interest Subsidy & Special Allowance Accrual Adjustment	\$ -
	5 Capitalized Interest	\$ (467,792.58)
	6 Amounts due to / (from) Servicer for non-cash adjustments	\$ -
	7 Amounts due to / (from) Dept of Ed. - Direct Consolidation payments	\$ -
	8 Other Adjustments	\$ (73,558.52)
	9 Total Non-Cash Interest Activity	\$ 476,566.93
F.	Total Student Loan Interest Activity	\$ (435,539.08) \$ 4,945,852.12
G.	Non-Reimbursable Losses During Collection Period	\$ (33,486.12)
H.	Cumulative Non-Reimbursable Losses to Date	\$ (359,152.33) \$ 307,975,405.32

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III. Series 2016-2 FRN - Collection Account Reconciliation

Cash Receipts & Disbursements for the period

Beginning Cash Balance		\$ 5,604,881.29
A.	Principal Cash Collections	
	1 Principal Payments Received - Borrower Payments	\$ 2,067,620.71
	2 Principal Payments Received - Claim Payments	\$ 1,414,823.86
	3 Principal Payments Received - Consolidation Payoffs	\$ 1,607,881.02
	4 Principal Payments Received - Other Payments from Servicer	\$ (1,001.26)
	5 Principal Payments Received - Sales	\$ -
	6 Total Principal Collections	\$ 5,089,324.33
B.	Interest Cash Collections	
	1 Interest Payments Received - Borrower Payments (includes Late Fees)	\$ 791,659.27
	2 Interest Payments Received - Claim Payments	\$ 43,820.03
	3 Interest Payments Received - Consolidation Payoffs	\$ 76,626.71
	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	\$ 912,106.01
C.	Reimbursements from Servicer	\$ -
D.	Reimbursements from Servicer for Keystone Rebate Fees	\$ -
E.	Reimbursements from Rehab Adjustments	\$ 3,782.93
F.	Transfer from Aquisition Fund	\$ -
G.	Transfer from Capitalized Interest Fund	\$ -
H.	Transfer from Reserve Fund	\$ 35,075.83
I.	Transfers to Department Rebate Fund	\$ (229,521.62)
J.	Investment Earnings	
	1 Collection Account Investment Earnings	\$ 4,290.39
	2 Rebate Fund Investment Earnings	\$ 35.01
	3 Acquisition Fund Investment Earnings	\$ -
	4 Capitalized Bond Interest Fund Investment Earnings	\$ 9,034.86
	5 Reserve Fund Investment Earnings	\$ 1,640.98
	6 Total Investment Earnings	\$ 15,001.24
K.	Funds Previously Remitted - Cash Disbursements	
	1 Consolidation rebate fees to Dept. of Ed.	\$ (203,457.39)
	2 Servicing Fees	\$ (68,678.60)
	3 Indenture Trustee Fee	\$ (2,776.20)
	4 Eligible Lender Trustee Fee	\$ (1,000.00)
	5 Owner Trustee Fee	\$ -
	6 Admin Fees	\$ (6,666.67)
	7 Interest Payments - LIBOR Notes	\$ (611,888.98)
	8 Principal Payments - LIBOR Notes	\$ (4,320,114.35)
	9 Funds transferred to the Issuer	\$ (195,853.31)
	10 Total Previously Remitted Fees	\$ (5,410,435.50)
L.	Total Cash Available at 09/30/17 (Collection Fund)	\$ 6,020,214.51

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IV. Series 2016-2 FRN - Notes Payable Detail

	Reset Date	1m LIBOR
A. LIBOR Rate Reset	09/21/17	1.23722%

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%	2.18722%	10/25/2017	30	9/25/2017	10/24/2017	\$ 569,058.82
2. 2016-2 FRN B LIBOR Notes	1.50%	2.73722%	10/25/2017	30	9/25/2017	10/24/2017	\$ 15,967.12
3. Total - 2016-2 FRN Interest Payable							\$ 585,025.94

C. Class B Interest Distribution Amount	
Lesser of:	Amount
Class B interest accrued (B.2)	\$ 15,967.12
Class B Interest Cap (D)	\$ 181,546.21
Plus	
Class B Noteholders' Interest Shortfall	\$ -
Class B Interest Distribution Amount	\$ 15,967.12

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	\$ 1,343,348.03
(ii) non-principal amounts payable to Department	\$ 526,167.21
Total	\$ 828,530.55
<i>less</i>	
(b) accrued Trust expenses	\$ 77,925.52
<i>less</i>	
(c) Class A Noteholders' Interest Distribution Amount	\$ 569,058.82
Class B Interest Cap	\$ 181,546.21

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 October 25, 2017	Combined	2016-2 Class A	2016-2 Class B
1	Monthly Interest Due	\$ 585,025.94	\$ 569,058.82	\$ 15,967.12
2	Monthly Interest Paid	\$ 585,025.94	\$ 569,058.82	\$ 15,967.12
3	Interest Shortfall	\$ -	\$ -	\$ -
4	Interest Shortfall Due	\$ -	\$ -	\$ -
5	Interest Shortfall Paid	\$ -	\$ -	\$ -
6	Interest Shortfall	\$ -	\$ -	\$ -
7	Monthly Principal Paid	\$ 4,751,015.50	\$ 4,751,015.50	\$ -
8	Total Distribution Amount	\$ 5,336,041.44	\$ 5,320,074.32	\$ 15,967.12

B.	Principal Distribution Amount Reconciliation	Actual Distribution	
1	Notes Outstanding as of 09/30/17	\$ 319,209,371.70	
2	Current Adjusted Pool Balance 09/30/17	\$ 321,696,528.08	
3	less: Specified Overcollateralization Amount 09/30/17	\$ 7,238,171.88	
4	Total (B2-B3)	\$ 314,458,356.20	
5	Total Principal Distribution Amount (B1-B4)	\$ 4,751,015.50	\$ 4,751,015.50

C.	Reserve Fund and Capitalized Interest Fund Reconciliation	Reserve Fund	Cap Int Fund
1	Beginning Period Balance 09/01/17	\$ 2,515,686.16	\$ 14,000,000.00
2	Transfer from Cap Int Fund to the Collection Account	\$ -	\$ -
3	Deposits to Reserve Fund	\$ -	\$ -
4	Interest Earned	\$ 1,640.98	\$ 9,034.86
5	Transfer of Interest Earned to the Collection Account	\$ (1,640.98)	\$ (9,034.86)
6	Transfer of Excess Reserve to the Collection Account	\$ (35,075.83)	\$ -
7	Total Fund Balance Available at 09/30/17	\$ 2,480,610.33	\$ 14,000,000.00
8	Less: Fund Investment Earnings Pending Transfer to Collection Account	\$ -	\$ -
9	Total Adjusted Reserve Fund Balance Available 09/30/17	\$ 2,480,610.33	\$ 14,000,000.00
10	Specified Reserve Fund Balance (greater of .80% of the pool balance or .15% of initial pool balance)	\$ 2,442,035.94	\$ -
11	Cap Int Fund Schedule (Exh C) Balance at 10/25/17	\$ -	\$ 14,000,000.00
12	Excess Reserve - Transfer to/ (from) Collection Account	\$ 38,574.39	\$ -
13	Cap Int Fund Schedule (Exh C)- Transfer to Collection Account	\$ -	\$ -

D.	LIBOR Note Balances	9/25/2017	Paydown Factors	10/25/2017
1	2016-2 FRN A LIBOR Notes	\$ 312,209,371.70	\$ 4,751,015.50	\$ 307,458,356.20
2	2016-2 A Pool Factor	0.8310071	0.0126458	0.8183613
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	\$ 319,209,371.70	\$ 4,751,015.50	\$ 314,458,356.20
	Total Note Pool Factor	\$ 0.8340982	\$ 0.0124145	\$ 0.8216837

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VI. Series 2016-2 FRN - Priority of Distributions

Per Distribution Date Certificate			Available Funds Balance	
Total Available Funds			\$ 6,020,214.51	
Section 5.02	Transfer of remaining funds in Acquisiton Fund not used to purchase loans or pay acquisition costs	\$ -	\$	6,020,214.51
Section 5.03	Transfer from the Capitalized Interest Fund to the Collection Fund (interest earned)	\$ -	\$	6,020,214.51
Section 5.05(c)	Transfer from the Reserve Fund the amount representing the excess of the Specified Reserve Fund Balance	\$ 38,574.39	\$	6,058,788.90
Section 5.04(c)	Distributions:			
(i)	Payments to the Dept of Ed for Consolidation Rebate Fees	\$ 200,737.21	\$	5,858,051.69
(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:	\$ 249,979.73	\$	5,608,071.96
(iii)(A)	Payment of the Indenture Trustee fee to the Indenture Trustee	\$ 2,652.05	\$	5,605,419.91
(iii)(B)	Payment of the Eligible Lender Trustee fee to the Eligible Lender Trustee	\$ 1,000.00	\$	5,604,419.91
(iii)(C)	Payment of the Owner Trustee Fee to the Owner Trustee (November Distribution Date Only)	\$ -	\$	5,604,419.91
(iv)	Payment of the Administrator Fee to the Administrator	\$ 6,666.67	\$	5,597,753.24
(iv)	Payment of Other Administration Expense to the Administrator (November Distribution only)	\$ -	\$	5,597,753.24
(v)	Payment of the Servicing Fee to the Servicer	\$ 67,606.80	\$	5,530,146.44
(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;	\$ 569,058.82	\$	4,961,087.62
(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;	\$ 15,967.12	\$	4,945,120.50
(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;	\$ -	\$	4,945,120.50
(ix)	to the Class A-1 Noteholders, the Principal Distribution Amount (until paid in full)	\$ 4,751,015.50	\$	194,105.00
(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)	\$ -	\$	194,105.00
(xi)	Amounts due to the Indenture Trustee as Extraordinary Trustee Fee	\$ -	\$	194,105.00
(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	\$ -	\$	194,105.00
(xiii)	to the Class B-1 Noteholders, the Class B Carry-Over Amount	\$ -	\$	194,105.00
(xiv)	Remaining amounts released to the Depositor	\$ 194,105.00	\$	-

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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	
		8/31/2017	9/30/2017	8/31/2017	9/30/2017	8/31/2017	9/30/2017	8/31/2017	9/30/2017	8/31/2017	9/30/2017	
A	Borrower Status Distribution:											
		Interim										
		In-School	58	37	305,445	158,876	0.10%	0.05%	5.505%	6.483%	120	120
		Grace	27	45	95,972	233,540	0.03%	0.08%	6.035%	5.024%	121	119
		Repayment										
		Current	30,855	30,442	214,330,300	211,826,826	69.67%	69.90%	5.069%	5.056%	167	166
		31-60 Days Delinquent	1,021	1,251	8,570,642	11,111,000	2.79%	3.67%	5.524%	5.767%	173	177
		61-90 Days Delinquent	866	621	8,075,481	5,220,330	2.62%	1.72%	5.621%	5.459%	189	179
		91-120 Days Delinquent	564	579	4,537,626	5,221,860	1.47%	1.72%	5.448%	5.785%	176	188
		121-180 Days Delinquent	844	860	8,178,055	7,870,271	2.66%	2.60%	5.543%	5.573%	184	184
		181-270 Days Delinquent	699	705	5,991,871	5,816,866	1.95%	1.92%	5.452%	5.373%	186	176
		> 271 Days Delinquent	419	405	4,235,569	4,187,144	1.38%	1.38%	5.623%	5.498%	190	200
	Total Repayment	35,268	34,863	253,919,543	251,254,297	82.53%	82.91%	5.142%	5.142%	169	168	
	Forbearance	3,278	3,129	33,855,942	32,516,612	11.00%	10.73%	5.513%	5.437%	199	196	
	Deferment	2,954	2,908	19,475,051	18,866,228	6.33%	6.23%	5.208%	5.302%	177	175	
B	Total Portfolio	41,585	40,982	307,651,953	303,029,553	100%	100%	5.129%	5.127%	169	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	
	\$	\$	\$	\$	%	%	%	%	\$	\$
	8/31/2017	9/30/2017	8/31/2017	9/30/2017	8/31/2017	9/30/2017	8/31/2017	9/30/2017	8/31/2017	9/30/2017
A Borrower Status Type:										
1 Loan Type										
1. Subsidized Consolidation Loans	7,768	7,682	93,751,883	92,410,271	30.47%	30.50%	4.811%	4.812%	181	180
2. Unsubsidized Consolidation Loans	8,436	8,352	135,356,391	133,674,630	44.00%	44.11%	5.027%	5.026%	198	198
3. Subsidized Stafford Loans	13,885	13,656	32,657,890	32,040,376	10.62%	10.57%	5.238%	5.239%	97	97
4. Unsubsidized Stafford Loans	9,926	9,783	35,133,697	34,614,949	11.42%	11.42%	5.543%	5.545%	109	109
5. Grad PLUS Loans	213	208	2,832,311	2,783,205	0.92%	0.92%	8.002%	8.029%	154	152
6. PLUS Loans	1,343	1,287	7,856,260	7,443,903	2.55%	2.46%	7.351%	7.354%	83	83
7. SLS Loans	14	14	63,521	62,219	0.02%	0.02%	4.349%	4.346%	75	81
Total - Loan Type	41,585	40,982	307,651,953	303,029,553	100%	100%	5.129%	5.127%	169	168
2 Program Type										
1. Graduate	2,784	2,724	19,837,877	19,356,007	6.45%	6.39%	5.798%	5.822%	132	131
2. Undergraduate	33,070	32,616	260,767,015	257,002,819	84.76%	84.81%	5.042%	5.038%	174	174
3. Proprietary	5,731	5,642	27,047,061	26,670,727	8.79%	8.80%	5.475%	5.482%	143	143
Total - Program Type	41,585	40,982	307,651,953	303,029,553	100%	100%	5.129%	5.127%	169	168
3 School Type										
1. 4 Year Private	12,826	12,622	117,116,036	115,088,673	38.07%	37.98%	5.184%	5.180%	178	178
2. 4 Year Public	16,623	16,385	128,971,053	127,169,100	41.92%	41.97%	4.969%	4.967%	168	168
3. 2 Year Private	1,530	1,510	7,740,159	7,670,375	2.52%	2.53%	5.091%	5.085%	161	161
4. 2 Year Public	4,337	4,287	18,376,810	18,145,057	5.97%	5.99%	5.397%	5.398%	148	147
5. Prop/Voc/Tech	5,712	5,623	26,774,951	26,405,379	8.70%	8.71%	5.472%	5.480%	144	144
6. Unkown	557	555	8,672,944	8,550,969	2.82%	2.82%	5.186%	5.184%	183	183
Total - School Type	41,585	40,982	307,651,953	303,029,553	100%	100%	5.129%	5.127%	169	168

*Percentages may not sum to 100% due to rounding

B. Weighted Average Payments Made		
	W.A. Time until repayment (months)	
	8/31/2017	9/30/2017
1. In school	20	33
2. Grace	3	5
3. Deferment	18	18
4. Forbearance	3	3
	W.A. Time in Repayment (months)	
5. Repayment	132	133
6. Total Portfolio Weighted Average	108	109

IX. Series 2016-2 FFELP Portfolio Indices

				Ending Principal						Ending Principal			
				Balance	% of Total					Balance	% of Total		
			9/30/2017	9/30/2017				9/30/2017	9/30/2017				
A	Stafford						B	Unsub Stafford					
	<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>				<u>SAP Category</u>	<u>SAP Spread</u>	<u>Int Rate</u>				
	SA	Tbill + 3.50%	Fixed	49,834	0.02%		SE	Tbill + 3.10%	Variable	6,629	0.00%		
	SB	Tbill + 3.50%	Fixed	97,994	0.03%		SG	Tbill + 3.10%	Variable	390,137	0.13%		
	SD	Tbill + 3.25%	Fixed	193,373	0.06%		SH	Tbill + 2.50%	Variable	16,252	0.01%		
	SD	Tbill + 3.25%	Variable	253	0.00%		SJ	Tbill + 2.20%	Variable	19,522	0.01%		
	SE	Tbill + 3.10%	Fixed	38,912	0.01%		SK	Tbill + 2.80%	Variable	240,690	0.08%		
	SE	Tbill + 3.10%	Variable	60,659	0.02%		LA	1mL + 1.74%	Variable	823,040	0.27%		
	SG	Tbill + 3.10%	Variable	682,649	0.23%		LB	1mL + 2.34%	Variable	7,412,049	2.45%		
	SH	Tbill + 2.50%	Variable	114,042	0.04%		LE	1mL + 1.74% (Neg SAP)	Fixed	1,038,458	0.34%		
	SJ	Tbill + 2.20%	Variable	44,108	0.01%		LE	1mL + 1.74% (Neg SAP)	Variable	37,697	0.01%		
	SK	Tbill + 2.80%	Variable	391,883	0.13%		LF	1mL + 2.34% (Neg SAP)	Fixed	10,142,180	3.35%		
	LA	1mL + 1.74%	Variable	915,052	0.30%		LF	1mL + 2.34% (Neg SAP)	Variable	742,764	0.25%		
	LB	1mL + 2.34%	Variable	7,982,354	2.63%		LI	1mL + 1.34% (Neg SAP)	Fixed	1,508,074	0.50%		
	LE	1mL + 1.74% (Neg SAP)	Fixed	1,158,265	0.38%		LJ	1mL + 1.94% (Neg SAP)	Fixed	12,215,415	4.03%		
	LE	1mL + 1.74% (Neg SAP)	Variable	30,329	0.01%		None - Not eligible for SAP			22,689	0.01%		
	LF	1mL + 2.34% (Neg SAP)	Fixed	9,018,621	2.98%								
	LF	1mL + 2.34% (Neg SAP)	Variable	412,119	0.14%								
	LI	1mL + 1.34% (Neg SAP)	Fixed	1,361,929	0.45%								
	LJ	1mL + 1.94% (Neg SAP)	Fixed	9,425,187	3.11%								
	None - Not eligible for SAP			63,358	0.02%								
	Total - Stafford			32,040,922	10.57%		Total - Unsub Stafford			34,615,597	11.42%		
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	343,248	0.11%		SD	Tbill + 3.25%	Variable	30,563	0.01%		
	SE	Tbill + 3.10%	Fixed	3,731,456	1.23%		SE	Tbill + 3.10%	Variable	78,065	0.03%		
	SG	Tbill + 3.10%	Variable	568,786	0.19%		SG	Tbill + 3.10%	Variable	68,642	0.02%		
	SL	T-bill + 3.10%	Fixed	2,133,324	0.70%		SH	Tbill + 2.50%	Variable	64,768	0.02%		
	LC	1mL + 2.64%	Fixed	105,902,639	34.95%		LD	1mL + 2.64%	Variable	1,100,149	0.36%		
	LG	1mL + 2.64% (Neg SAP)	Fixed	98,506,570	32.51%		LH	1mL + 2.64% (Neg SAP)	Fixed	5,962,031	1.97%		
	LK	1mL + 2.24% (Neg SAP)	Fixed	14,680,321	4.84%		LH	1mL + 2.64% (Neg SAP)	Variable	37,740	0.01%		
	None - Not eligible for SAP			220,010	0.07%		LM	1mL + 1.94% (Neg SAP)	Fixed	2,921,128	0.96%		
							None - Not eligible for SAP			26,786	0.01%		
	Total - Consolidation			226,086,353	74.61%		Total - Plus/SLS			10,289,873	3.40%		
							E	Credit Balances Loans					
										(3,192)	0.00%		
							Total Ending Balance at 09/30/17			303,029,553	100%		

X. Payment History, CPRs, and Cumulative Default Rate

A. Payment History and CPRs

Month End Date	Actual Ending Pool Balance	Since Issued CPR
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*	\$ 1,458,643.89
b. 1-3% write offs	32,756.39
c. Claims filed pending payment	1,288,947.77
d. Total Current Period Defaults	<u>\$ 2,780,348.05</u>
2. Cumulative Defaults	
a. Claim payments from Guarantor	\$ 15,477,575.54
b. 1-3% write offs	314,099.04
c. Claims filed pending payment	1,288,947.77
d. Total Cumulative Defaults	<u>\$ 17,080,622.35</u>
3. Cumulative Default (% of original pool balance)	4.79%
4. Cumulative Default (% of cumulative Entered Repayment Balance)	5.57%
5. Cumulative Recoveries	\$ 15,477,575.54
6. Cumulative Recovery Rate (2a/2d)	90.61%
7. Cumulative Net Loss Rate (2b/2d)	1.84%
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: 09/30/17 Report Period: 09/01/17 - 09/30/17

XI. Balance Sheet

<u>ASSETS</u>	<u>9/30/2017</u>
Cash	\$ 640,500
Assets Held by Trustee	
Investments	22,328,953
Accrued Interest Receivable	4,959,660
Student Loans Receivable, Net	302,679,553
Premium - Std Ln purchase	<u>118,487</u>
Total Assets	<u><u>330,727,153</u></u>
 <u>LIABILITIES AND NET ASSETS</u>	
Bonds Payable	319,209,372
Discount on Bonds Payable	(687,045)
Accrued Interest Payable	117,005
Other Accounts Payable & Accrued Expenses	278,663
Deferred Outflow	-
Total Liabilities	<u>318,917,995</u>
Net Assets	<u>11,809,158</u>
Total Liabilities and Net Assets	<u><u>330,727,153</u></u>
Parity Ratio	<u>1.0230</u>
Senior Parity Ratio	<u>1.0463</u>

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

Supplemental Report

Report Date: 09/30/17

Report Period: 09/01/17 - 09/30/17

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%				
10/25/2017	\$ 314,458,356	82.2%	\$ 307,458,356	81.8%		\$ 7,000,000	100.0%				

* Appendix F of 2016-2 PPM

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

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

Supplemental Report

Report Date: 09/30/17

Report Period: 09/01/17 - 09/30/17

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</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>
						<u>Discretionary Frb</u>	<u>on Mandatory 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	
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	

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: 09/30/17

Report Period: 09/01/17 - 09/30/17

XIV. Additional Forbearance Detail

<u>EOM</u>	<u>Status at End of Reporting Period</u>	<u>Total Wgt Avg Mths</u>		<u>Wgt Avg Mths on Mandatory Frb</u>	<u>Total Wgt Avg Mths on Frb in 2016-2 Trust</u>	<u>Wgt Avg Mths on Discretionary Frb in 2016-2 Trust</u>	<u>Wgt Avg Mths on Mandatory Frb in 2016-2 Trust</u>
		<u>on Frb</u>	<u>Discretionary Frb</u>	<u>Frb</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
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