

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA

Indenture Name: 1997A Revenue Bond

Cusip: 709163BM0

Reporting Period : 10/1/08 - 12/31/08

Bond Status

Series	Maturity Date	Taxable / Tax-Exempt	Beginning Principal Balance (\$)	Activity (\$)	Ending Principal Balance (\$)	Interest Paid (\$) 12/31/08	Coupon Type (ie. ARC, Fixed, VRDN)
1997A	03/01/27	Tax Exempt	\$ 500,000	\$ -	\$ 500,000	\$ -	7d VRDN
1997A	03/01/27	Tax Exempt	\$ 124,500,000	\$ -	\$ 124,500,000	\$ 1,416,188	Bank Bonds at Prime Rate

7 day VRDN Interest Rates during the Period

Bank Bond Interest Rates during the Period

FROM	TO	1997A
10/1/2008	10/7/2008	5.400%
10/8/2008	11/4/2008	5.000%
11/5/2008	12/16/2008	4.000%
12/17/2008	12/23/2008	3.250%
12/24/2008	12/30/2008	3.400%
12/31/2008	12/31/2008	3.250%

FROM	TO	1997A
10/1/2008	10/7/2008	5.000%
10/8/2008	10/28/2008	4.500%
10/29/2008	12/15/2008	4.000%
12/16/2008	12/31/2008	3.250%

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA
 Indenture Name: 1997A Revenue Bond
 Cusip: 709163BM0
 Reporting Period : 10/1/08 - 12/31/08

Trust Estate and Parity

PHEAA - 1997A Revenue Bond
 Balance Sheet & Income Statement
 For the Period Ended:

6 Months Ended
 December 31, 2008

3 Months Ended
 September 30, 2008

6 Months Ended
 December 31, 2007

Accruals Ledger

PHEAA - 1997A PHEAA - 1997A PHEAA - 1997A

Balance Sheet:

Assets

Customer Cash	\$ 321,900	\$ 267,647	\$ 389,062
Accounts Receivable	0	0	0
Interest Income Receivable	3,335,986	3,814,772	3,894,327
Investments	10,919,709	6,610,058	3,961,755
Student Loans Receivable	114,872,189	119,203,464	123,750,481
Plant, Property & Equip Net	0	0	0
Deferred Financing Costs	890,190	902,385	938,968
Prepaid Exp & Other Expenses	43,750	65,625	43,750
Total Assets	\$ 130,383,724	\$ 130,863,951	\$ 132,978,342

Liabilities

Accounts Payable & Reserves	\$ 161,108	\$ 165,672	\$ 248,680
Student Ln Financings Int Pay	534,274	666,688	1,733,494
Student Ln Financings Payable	125,000,000	125,000,000	125,000,000
Total Liabilities	\$ 125,695,382	\$ 125,832,361	\$ 126,982,173

Fund Balances

Fund Balances	5,603,076	5,603,076	5,150,813
Current Yr Net Income	(914,734)	(571,486)	845,356
Ending Fund Balance	\$ 4,688,343	\$ 5,031,591	\$ 5,996,169

Total Liabilities & Fund Balance **\$ 130,383,724** **\$ 130,863,951** **\$ 132,978,342**

Parity Ratio 1.030 1.032 1.039

Income Statement:

Revenues

Interest income	\$ 2,999,503	\$ 1,541,638	\$ 4,359,519
Premium on Student Loan Sales	0	0	0
Total Revenues	\$ 2,999,503	\$ 1,541,638	\$ 4,359,519

Expenses

Interest Expense & Related Cst	\$ 3,056,136	\$ 1,677,265	\$ 2,630,374
General & Administrative	840,092	427,469	847,448
Total Expenses	\$ 3,896,228	\$ 2,104,735	\$ 3,477,821

Operating Income / (Loss) **\$ (896,725)** **\$ (563,097)** **\$ 881,698**

Financial Aid 18,008 8,389 36,341

Net Income / (Loss) before Trsfs **\$ (914,734)** **\$ (571,486)** **\$ 845,356**

Transfers 0 0 0

Net Income / (Loss) **\$ (914,734)** **\$ (571,486)** **\$ 845,356**

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA
 Indenture Name: 1997A Revenue Bond
 Cusip: 709163BM0
 Reporting Period : 10/1/08 - 12/31/08

Collection Activity (excluding loan sales)

Principal Repayment Received (\$)	\$ 2,212,647
Principal Prepayment Received (\$)	3,042,910
Principal Reimbursement (\$)	
Interest Payment Received (\$)	610,769
Interest Reimbursements (\$)	
Special Allowance Payments (\$)	5,665
Subsidy Payments (\$)	345,705
Funds Release from Reserve (\$)	
Others (please specify)	
Total	\$ 6,217,695

Borrower Benefit Information

Utilization

	End of Quarter Principal	% of Total Borrower Benefit Recipients	% of Total Portfolio
Disqualified	\$ 45,532,350	44.53%	39.64%
May Still Qualify	54,045,935	52.86%	47.05%
Qualified	2,566,904	2.51%	2.23%
Qualified - Deferred	101,189	0.10%	0.09%
Total Borrower Benefit	\$ 102,246,377		
No Benefit	12,625,812	0%	10.99%
Total Portfolio	\$ 114,872,189	100.00%	100.00%

	Estimated EFT Int Savings	Rebate Amount	Estimated Interest Savings
Borrower Benefit Savings			
For the 3 Months Ended 12/31/08	\$ 1,352	\$ 430	\$ 8,869
For the 6 Months Ended 12/31/08	\$ 2,667	\$ 878	\$ 18,114

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA

Indenture Name: 1997A Revenue Bond

Cusip: 709163BMO

Reporting Period : 10/1/08 - 12/31/08

Fees and Other Payments for the 3 Months Ended 12/31/08

<i>Remarketing Fees (\$)</i>	\$ 21,995
<i>Consolidation Rebate Fees (\$)</i>	15,224
<i>Servicing Fees (\$)</i>	368,009
<i>Insurance Fees (\$)</i>	0
<i>Trustee Fees (\$)</i>	15,625
<i>Liquidity Fees (\$)</i>	339
<i>Admin fee (\$)</i>	31,250
<i>Total</i>	\$ 452,442
<i>Lender Origination Fees (\$)</i>	(22)
<i>Origination Discount (\$)</i>	(51)
<i>Total</i>	\$ (73)
Grand Total Fees & Other Pymts	\$ 452,369

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA
 Indenture Name: 1997A Revenue Bond
 Cusip: 709163BM0
 Reporting Period : 10/1/08 - 12/31/08

Student Loan Pool Data

	Beginning of Period		Purchases / Originations During Period (\$)	Cash Payments	Non-Cash Activity	Loans Repaid/Sold During Period (\$)	Loans Defaulted (\$)	End of Period Balance		Weighted Average Interest Rate (%)	Weighted Average Remaining Term (Months)
	\$	%						\$	%		
FFELP											
<i>Subsidized Stafford</i>	59,401,909	49.83%	-	(2,743,078)	194,715	-		56,853,547	49.49%	4.918%	85.51
<i>Unsubsidized Stafford</i>	47,053,084	39.47%	-	(2,079,479)	706,725	-		45,680,330	39.77%	4.908%	89.63
<i>PLUS</i>	6,966,558	5.84%	-	(357,853)	17,712	-		6,626,417	5.77%	5.607%	83.2
<i>PLUSGB</i>	22,869	0.02%	-	-	78	-		22,947	0.02%	8.367%	116.52
<i>Consolidation</i>	5,759,044	4.83%	-	(75,147)	5,052	-		5,688,948	4.95%	4.655%	214.09
Total	\$ 119,203,464	100.00%	\$ -	\$ (5,255,556)	\$ 924,281	\$ -		\$ 114,872,189	100.00%	4.942%	93.39

AES/PHEAA
 1997A - Prop / Non-Prop Loan Breakdown
 Reporting Period : 10/1/08 - 12/31/08

	Prop. Ind.	School type	Principal	
N		GRADUATE	71,792	
N		SCHOOL OF THEOLOGY	527,377	
N		STATE RELATED	27,367,633	
N		2 YEAR PRIV JR COLL	1,639,765	
N		2 YEAR PUB JR COLL	12,931,604	
N		4 YEAR PRIVATE COLL	33,547,260	
N		4 YEAR PUBLIC COLL	23,673,383	
N Total			\$ 99,758,814	87%
Y		ALL NON-PROPRIETARY	0	
Y		ALL PROPRIETARY	20,975	
Y		CORRESPONDENCE	0	
Y		FED OWNED DEFR ONLY	43,628	
Y		HOSPITAL DIPLOMA PGM	1,089,449	
Y		PRIV PRESCHL/ELEM	0	
Y		PROP VOC/TECH	1,585,385	
Y		PROPRIETARY BUSINESS	5,860,351	
Y		TRADE/TECH SCHOOL	6,513,587	
Y Total			\$ 15,113,375	13%
Grand Total			\$ 114,872,189	

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA
 Indenture Name: 1997A Revenue Bond
 Cusip: 709163BM0
 Reporting Period : 10/1/08 - 12/31/08

As of December 31, 2008

1997A Revenue Bond

	12/31/2008		Prior Qtr 9/30/2008		Prior Year 12/31/2007	
1. LOANS IN-SCHOOL/IN-GRACE						
In school	\$ 17,518,796	15.25%	\$ 18,868,730	15.83%	\$ 27,506,434	22.22%
In grace	2,861,215	2.49%	8,577,912	7.20%	5,896,476	4.76%
2. LOANS IN DEFERMENT/FORB						
Deferment	20,229,657	17.61%	19,805,439	16.61%	18,322,095	14.80%
Forbearance	14,843,956	12.92%	15,155,677	12.71%	13,295,055	10.74%
3. LOANS IN REPAYMENT		% of Repay		% of Repay		% of Repay
A. CURRENT	45,434,856	76.47%	41,893,460	73.76%	42,337,266	72.04%
B. 31-60 PAST DUE	3,849,588	6.48%	3,523,683	6.20%	4,679,253	7.96%
C. 61-90 PAST DUE	2,252,795	3.79%	3,284,506	5.78%	2,508,966	4.27%
D. 91-120 PAST DUE	1,491,739	2.51%	1,906,998	3.36%	1,686,868	2.87%
E. 121-180 PAST DUE	2,707,754	4.56%	2,422,716	4.27%	3,307,172	5.63%
F. 181-270 PAST DUE	2,348,355	3.95%	2,090,548	3.68%	2,329,246	3.96%
G. 271 OR GREATER PAST DUE	930,837	1.57%	1,122,396	1.98%	1,329,035	2.26%
H. CLAIMS FILED BUT NOT PAID	419,930	0.71%	554,661	0.98%	552,119	0.94%
4. IN LITIGATION	-	0.00%	-	0.00%	-	0.00%
5. UNINSURED	3,074	0.01%	-	0.00%	44,384	0.08%
6. CREDIT BALANCES	(20,362)	-0.03%	(3,264)	-0.01%	(5,078)	-0.01%
7. END PRIN. BAL.	\$ 114,872,189		\$ 119,203,464		\$ 123,789,289	

1997A Revenue Bond

	12/31/2008		Prior Qtr 9/30/2008		Prior Year 12/31/2007	
Loans @ CP**	100,978,399	87.91%	104,498,331	87.66%	103,692,616	
Loans @ Tbill**	13,893,790	12.09%	14,705,133	12.34%	18,534,421	
Total	114,872,189		119,203,464			
Pre 10/1/07 loan balance	114,790,769		119,116,447		123,700,396	
Post 10/1/07 loan balance	81,420		87,017		88,893	
Total	114,872,189		119,203,464		123,789,289	

**As of 12/31/08 and 9/30/08, these figures include ending balances of the total loan portfolio. Prior Year include average balance during the quarter for Title IV loans only

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA

Indenture Name: 1997A Revenue Bond

Cusip: 709163BM0

Reporting Period : 10/1/08 - 12/31/08

Claims Paid

	Claims Paid During Period Principal
<i>Subsidized Stafford</i>	\$ 960,964
<i>Unsubsidized Stafford</i>	795,290
<i>PLUS - Parent</i>	68,755
<i>Total</i>	\$ 1,825,009

<i>% of Loans in Repay</i>	3.07%
<i>% of Total Portfolio</i>	1.59%

PHEAA - 1997A Revenue Bond - Quarterly Servicing Report

Issuer : PHEAA

Indenture Name: 1997A Revenue Bond

Cusip: 709163BM0

Reporting Period : 10/1/08 - 12/31/08

For the quarter ended Decmeber 31, 2008

	Loans Sold		Premium		Loans Purchased		Premium	
	\$	%	\$	%	\$	%	\$	%
<i>Subsidized Stafford Total</i>	\$ -				\$ -			
<i>Unsubsidized Stafford Total</i>	-				-			
<i>PLUS Total</i>	-				-			
<i>PLUSGB</i>	-				-			
<i>Consolidation Total</i>	-				-			
<i>Total</i>	\$ -				\$ -			