

Michigan Finance Authority, Series 2016-1
 Quarterly Administrator Report
 for the period January 15 to March 31, 2016

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I. Principal Parties to the Transaction

Issuing Entity	Michigan Finance Authority
Administrator	Michigan Finance Authority
Servicer	Michigan Finance Authority
Subservicer	Nelnet; Navient
Trustee	U.S. Bank, N.A.

II. Deal Parameters

A. Student Loan Portfolio Characteristics	1/31/2016	2/29/2016	3/31/2016
Portfolio Principal Balance	272,007,415.91	268,602,811.52	264,266,862.46
Accrued Interest Expected to be Capitalized	2,087,582.81	1,965,041.39	1,889,965.31
Adjusted Pool Balance (1 + 2)	274,094,998.72	270,567,852.91	266,156,827.77
Other Interest Receivable	3,376,116.00	3,277,806.94	3,341,858.32
Number of Loans	87,616	86,384	84,919
Number of Borrowers	38,905	35,243	34,546
Average Borrower Indebtedness	6,991.58	7,621.45	7,649.71
B. Notes	Cusip	Maturity Date	
Class A-1 Notes	59447TGD9	1/2/2029	
Class A-2 Notes	59447TGE7	1/2/2029	
Class B Notes	59447TGF4	1/2/2034	
	1/31/2016	2/29/2016	3/31/2016
Class A-1 Notes Balance	\$ 233,000,000.00	\$ 233,000,000.00	\$ 227,386,000.00
Class A-2 Notes Balance	\$ 40,000,000.00	\$ 40,000,000.00	\$ 40,000,000.00
Class B Notes Balance	\$ 9,000,000.00	\$ 9,000,000.00	\$ 9,000,000.00
C. Mandatory Redemption In This Fiscal Year	Required	Paid	
Class A-1 Notes	\$ 1,500,000.00	\$ -	
Class A-2 Notes	\$ 300,000.00	\$ -	
D. Interest Rates	1 Month LIBOR	Spread	Coupon Rate
Period: 1/15/16-1/31/16			
Class A Notes	0.4255%	0.6250%	1.0505%
Class B Notes	0.4255%	1.5000%	1.9255%
Period: 2/1/16-2/29/16			
Class A Notes	0.4262%	0.6250%	1.0512%
Class B Notes	0.4262%	1.5000%	1.9262%
Period: 3/1/16-3/31/16			
Class A Notes	0.4385%	0.6250%	1.0635%
Class B Notes	0.4385%	1.5000%	1.9385%
E. Interest Paid		2/1/2016	3/1/2016
Class A-1 Notes	\$	-	\$ 312,888.58
Class A-2 Notes	\$	-	\$ 53,714.78
Class B Notes	\$	-	\$ 22,148.33
F. Debt Service Reserve Fund	1/31/2016	2/29/2016	3/31/2016
Beginning of Period Debt Service Reserve Fund Balance	\$ -	\$ 6,000,000.00	\$ 6,000,012.87
Required Debt Service Reserve Fund Balance	\$ 6,000,000.00	\$ 6,000,012.87	\$ 6,000,041.58
Debt Service Reserve Fund Floor Balance	\$ 6,000,000.00	\$ 6,000,000.00	\$ 6,000,000.00
Debt Service Reserve Fund Balance after Distribution Date	\$ 6,000,000.00	\$ 6,000,012.87	\$ 6,000,041.58
Debt Service Reserve Fund release	\$ -	\$ 12.87	\$ 36.14
G. Other Fund Balances	1/31/2016	2/29/2016	3/31/2016
Collection Fund	\$ 5,606,481.99	\$ 9,760,589.99	\$ 8,854,149.53
Department Reserve Fund	\$ -	\$ -	\$ 410,000.00
CCA Payment Fund	\$ 3,000,000.00	\$ 3,000,006.44	\$ 3,000,020.80
Temporary Cost of Issuance Account	\$ 189,773.54	\$ 117,774.44	\$ 1,361.44
H. Parity	1/31/2016	2/29/2016	3/31/2016
Class A Parity Ratio	106.02%	106.44%	106.86%
Combined Parity Ratio	102.56%	102.92%	103.26%

III. Pool Balance

A. Pool Performance

Current Period's Defaults	\$	376,108.84
Cumulative Defaults	\$	376,108.84
Cumulative Default Rate		0.14%
Current Period Recoveries Received from Guarantor	\$	373,329.47
Cumulative Recoveries	\$	373,329.47
Cumulative Recovery Rate		99.26%
Cumulative Net Loss Rate		0.74%
Servicer Reject Rate		0.00%

B. Pool Characteristics

Original Pool Balance	\$	279,030,389.56
Cumulative original pool balance removed through loan sales/buyback	\$	-
Cumulative Interest Capitalized on above loans	\$	1,314,344.26
Interest Accrued To Be Capitalized In the future periods	\$	1,889,965.31
End of the period Pool Balance	\$	265,800,521.65
Weighted Average Coupon (WAC)		4.97%
Weighted Average Maturity (WAM)		155.35
Floor Income Loans (% of current pool)		46.53%

IV. Transactions for the Time Period	1/15/2016	to	3/31/2016
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A.	Student Loan Principal Collection Activity	
	Principal Collections	\$ 10,607,307.96
	Accrued Interest that was Capitalized	\$ 1,314,344.26
	Other Principal Payments	\$
	Total Student Loan Principal Activity	<u>\$ 11,921,652.22</u>
B.	Student Loan Interest Activity	
	Interest Collections	\$ 1,407,779.93
	Interest Accruals	\$ 5,274,555.03
	Other	\$
	Interest Subsidy Revenue	\$ 275,451.58
	Special Allowance Payments	\$ (1,135,498.34)
	Total Interest Collections	<u>\$ 5,822,288.20</u>
	Total Student Loan Activity	<u><u>\$ 17,743,940.42</u></u>

V. Cash Receipts for the Time Period	1/15/2016	to	3/31/2016
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A.	Principal Collections	\$ 10,607,307.96
B.	Interest Collections	
	Interest Payments Received - Cash	\$ 1,407,779.93
	Interest Payments Received (Paid) - Interest Benefit and Special Allowance Payments	\$
	Late Fees & Other	\$
	Total Interest Collections	<u>\$ 1,407,779.93</u>
C.	Other - Equity Transfers	\$ 14,012,320.72
D.	Repurchases/ Reimbursements by Servicer/Issuer	\$
E.	Investment Earnings	\$ 110.60
	Total Cash Receipts	<u><u>\$ 26,027,519.21</u></u>

VI. Quarterly Portfolio Characteristics	3/31/2016
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Student Loans by Status			
Status	Number of Loans	Principal Amount	%
Interim:			
In School			
Subsidized Loans	283	844,236.99	0.32%
Unsubsidized Loans	150	575,418.50	0.22%
Grace			
Subsidized Loans	102	330,654.32	0.13%
Unsubsidized Loans	55	193,851.53	0.07%
Total Interim	590	1,944,161.34	
Repayment			
Active			
0-30 Days Delinquent	57,489	175,593,627.76	66.45%
31-60 Days Delinquent	2,437	8,215,201.64	3.11%
61-90 Days Delinquent	1,400	5,196,453.66	1.97%
91-120 Days Delinquent	748	2,350,330.20	0.89%
121-150 Days Delinquent	931	3,395,737.50	1.28%
151-180 Days Delinquent	832	2,834,002.57	1.07%
181-210 Days Delinquent	687	2,732,764.71	1.03%
211-240 Days Delinquent	336	1,003,871.24	0.38%
241-270 Days Delinquent	331	972,010.82	0.37%
271-360 Days Delinquent	597	1,743,101.58	0.66%
Deferment			
Subsidized Loans			
Unsubsidized Loans	6,136	14,719,173.32	5.57%
	4,245	14,764,879.66	5.59%
Forbearance			
Subsidized Loans			
Unsubsidized Loans	4,279	11,904,166.63	4.50%
	3,368	15,431,573.96	5.84%
Total Repayment	83,816	260,856,895.25	
Claims In Process	390	1,109,499.75	0.42%
Aged Claims Rejected			
Nelnet Total	84,796	263,910,556.34	
Navient Total	123	356,306.12	0.13%
Grand Total	84,919	264,266,862.46	100.00%

Student Loans by Servicer			
Servicer	Number of Loans	Principal Amount	%
Nelnet	84,796	263,910,556.34	99.87%
Great Lakes			
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans by Loan Type			
Loan Type	Number of Loans	Principal Amount	%
Stafford - Subsidized	45,468	101,103,216.04	38.26%
Stafford - Unsubsidized	32,807	105,972,129.56	40.10%
GradPLUS Loans	260	4,091,704.20	1.55%
PLUS Loans	3,505	16,882,906.83	6.39%
SLS Loans	12	50,679.86	0.02%
Consolidation Loans	2,744	35,809,919.85	13.55%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans by School Type			
School Type	Number of Loans	Principal Amount	%
Consolidation Uncoded*	1,219	15,958,549.88	6.04%
Four Year Institution	58,711	183,687,246.34	69.51%
Community/2-Year	18,044	47,797,895.04	18.09%
Proprietary	6,743	15,764,664.65	5.97%
Foreign	79	702,200.43	0.27%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

*Refers to consolidation loans for which the school type applicable to the loans the borrower consolidated is unavailable.

Student Loans Borrower Payment Status			
Payment Status	Number of Loans	Principal Balance	%
Active Repayment:			
Year 1	8,480	29,910,744.71	14.66%
Year 2	8,299	29,103,966.45	14.26%
Year 3	7,074	25,262,156.35	12.38%
Year 4 or Greater	41,935	119,760,234.17	58.70%
Total	65,788	204,037,101.68	100.00%

Student Loans by Range of Principal Balance			
Principal balance	Number of Loans	Principal Balance	%
\$499.99 Or Less	10,440	2,707,374.67	1.02%
\$500.00 to \$999.99	10,944	8,202,777.66	3.10%
\$1,000.00 to \$1,999.99	19,625	29,065,557.13	11.00%
\$2,000.00 to \$2,999.99	15,931	40,005,550.59	15.14%
\$3,000.00 to \$3,999.99	10,137	34,899,156.28	13.21%
\$4,000.00 to \$5,999.99	8,656	42,336,965.24	16.02%
\$6,000.00 to \$7,999.99	3,748	25,639,838.94	9.70%
\$8,000.00 to \$9,999.99	1,889	16,765,809.55	6.34%
\$10,000.00 to \$14,999.99	1,795	21,699,353.59	8.21%
\$15,000.00 to \$19,999.99	751	12,888,036.51	4.88%
\$20,000.00 to \$24,999.99	306	6,784,927.66	2.57%
\$25,000.00 to \$29,999.99	204	5,557,503.24	2.10%
\$30,000.00 to \$34,999.99	135	4,336,641.62	1.64%
\$35,000.00 to \$39,999.99	67	2,485,093.10	0.94%
\$40,000.00 to \$44,999.99	41	1,727,979.63	0.65%
\$45,000.00 to \$49,999.99	35	1,664,164.24	0.63%
\$50,000.00 to \$54,999.99	25	1,304,954.50	0.49%
\$55,000.00 to \$59,999.99	15	856,213.12	0.32%
\$60,000.00 to \$64,999.99	9	561,942.57	0.21%
\$65,000.00 to \$69,999.99	10	671,952.93	0.25%
\$70,000.00 to \$74,999.99	4	289,285.41	0.11%
\$75,000.00 to \$79,999.99	2	157,432.39	0.06%
\$80,000.00 to \$84,999.99	2	165,956.76	0.06%
\$85,000.00 to \$89,999.99	2	173,051.37	0.07%
\$90,000.00 and Greater	23	2,963,037.64	1.12%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loan by Guarantee Agency			
Guarantee Agency	Number of Loans	Principal Balance	%
MGA	53,342	149,718,367.91	56.65%
GLHEC	31,371	113,905,162.27	43.10%
USAF	31	200,369.43	0.08%
ISAC	52	86,656.73	0.03%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans Borrower Delinquent Status			
Days Delinquent	Number of Loans	Principal Balance	%
0 to 30	76,116	234,385,804.41	88.69%
31 to 60	2,440	8,232,699.51	3.12%
61 to 90	1,417	5,228,601.07	1.98%
91 to 120	755	2,374,871.54	0.90%
121 and Greater	4,068	13,688,579.81	5.18%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans by SAP Interest Rate Index			
SAP Interest Rate	Number of Loans	Principal Balance	%
90 Day Libor Index	82,391	251,138,741.53	95.03%
91 Day T-Bill Index	2,405	12,771,814.81	4.83%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans by Date of Disbursement			
DistributionDate	Number of Loans	Principal Balance	%
Post-October 1, 1993	84,588	263,232,405.25	99.61%
Pre-October, 1993	208	678,151.09	0.26%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans by Interest Rate			
Interest Rate	Number of Loans	Principal Balance	%
1.99% or less	1,244	2,498,623.24	0.95%
2.00% to 2.49%	43,238	93,958,116.60	35.55%
2.50% to 2.99%	418	2,714,348.87	1.03%
3.00% to 3.49%	1,845	8,574,463.37	3.24%
3.50% to 3.99%	245	2,567,964.84	0.97%
4.00% to 4.49%	288	2,622,243.43	0.99%
4.50% to 4.99%	257	2,414,221.19	0.91%
5.00% to 5.49%	124	1,675,757.08	0.63%
5.50% to 5.99%	102	816,033.02	0.31%
6.00% to 6.49%	268	2,353,426.51	0.89%
6.50% to 6.99%	33,305	113,230,778.45	42.85%
7.00% to 7.49%	240	3,212,056.73	1.22%
7.50% to 7.99%	2,780	18,662,952.55	7.06%
8.00% to 8.49%	341	6,091,135.62	2.30%
8.50% to 8.99%	13	191,356.37	0.07%
9.00% or greater	88	2,327,078.47	0.88%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%

Student Loans by # of Months Remaining Until Scheduled Maturity			
Number of Months	Number of Loans	Principal Balance	%
0 to 23	5,680	5,249,654.49	1.99%
24 to 35	6,312	8,068,692.02	3.05%
36 to 47	7,141	13,645,485.73	5.16%
48 to 59	7,314	17,355,943.91	6.57%
60 to 71	7,627	20,426,547.42	7.73%
72 to 83	7,829	23,639,130.33	8.95%
84 to 95	8,937	28,972,283.21	10.96%
96 to 107	11,618	38,551,043.03	14.59%
108 to 119	13,947	46,449,718.91	17.58%
120 to 131	2,667	10,370,695.69	3.92%
132 to 143	527	4,374,076.21	1.66%
144 to 155	182	2,285,179.69	0.86%
156 to 167	139	1,948,138.25	0.74%
168 to 179	158	1,698,824.46	0.64%
180 to 191	245	2,215,041.76	0.84%
192 to 203	322	2,968,873.60	1.12%
204 to 215	817	5,665,479.78	2.14%
216 to 227	706	5,533,852.57	2.09%
228 to 239	628	5,166,050.57	1.95%
240 to 251	545	4,246,622.48	1.61%
252 to 263	478	4,103,669.27	1.55%
264 to 275	343	3,067,957.38	1.16%
276 to 287	356	3,530,413.01	1.34%
288 to 299	241	2,158,055.76	0.82%
300 to 311	8	469,433.86	0.18%
312 to 323	15	865,374.61	0.33%
324 to 335	6	373,459.09	0.14%
336 to 347	4	274,085.69	0.10%
348 to 360	4	236,773.56	0.09%
361 and Greater	0	0.00	0.00%
Navient	123	356,306.12	0.13%
Total	84,919	264,266,862.46	100.00%