

**Student Loan Backed Reporting**  
**Quarterly Distribution Report**

<b>Issuer</b>	Vermont Student Assistance Corporation
<b>Deal Name</b>	2008 B
<b>Distribution Date</b>	12/31/2010
<b>Collection Period</b>	10/1/10 - 12/31/10
<b>Contact Email</b>	<a href="mailto:investorrelations@vsac.org">investorrelations@vsac.org</a>
<b>Website</b>	<a href="http://www.vsac.org">www.vsac.org</a>

Notes/Bonds											
Class	CUSIP	IRS Status	Rate(a)	Original Balance	Beg Princ Bal	Interest Accrued	Principal Paid	End Princ Bal	Bal after Waterfall	% of Securities	Maturity
2008 B1	92428C FJ 8	Exempt	0.300%	\$120,385,000	\$113,085,000	\$15,203	\$3,200,000	\$109,885,000	\$109,885,000	100.00%	12/15/2039
<b>Total</b>				<b>\$120,385,000</b>	<b>\$113,085,000</b>	<b>\$15,203</b>	<b>\$3,200,000</b>	<b>\$109,885,000</b>	<b>\$109,885,000</b>	<b>100.00%</b>	

(a) Footnotes: Most recent auction result  
(b) Footnotes

Funds and Accounts - Trust			
	Beg Balance	Activity	End Balance
Debt Service Reserve Account	\$2,437,711	\$0	\$2,437,711
Capitalized Interest Account	\$0	\$0	\$0
Reserve Amt Required	\$1,233,861	\$0	\$1,233,861
Debt Service - Interest Account	\$0	\$15,324	\$15,324
Revenue Fund	\$164,013	(\$39,777)	\$124,236
Loan Acquisition Fund	\$1,739,840	\$164,007	\$1,903,847
<b>Total Accounts Balance</b>	<b>\$4,341,565</b>	<b>\$139,553</b>	<b>\$4,481,118</b>

(a) Footnotes  
(b) Footnotes

Balance Sheet and Parity - Trust			
	Beg Balance	Activity	End Balance
<b>Assets</b>			
Loans Receivable	\$116,122,711	(\$3,078,825)	\$113,043,886
Allowance for Bad Debt	(\$217,166)	\$0	(\$217,166)
Accrued Interest Receivable on Loans	\$1,476,565	(\$77,941)	\$1,398,624
Accrued Interest on Investment	\$799	(\$104)	\$695
Accrued Interest Subsidy Payments	(\$535,917)	(\$62,675)	(\$598,592)
Student Loan Fees	(\$258)	\$27	(\$230)
Total Accounts/Funds Balance	\$4,341,565	\$139,553	\$4,481,118
Deferred Bond Issuance Costs	\$712,516	(\$67,705)	\$644,811
Prepaid Expenses	\$0	\$0	\$0
<b>Total Assets</b>	<b>\$121,900,816</b>	<b>(\$3,147,669)</b>	<b>\$118,753,148</b>
<b>Liabilities</b>			
Bonds Payable	\$113,085,000	(\$3,200,000)	\$109,885,000
Accrued Interest on Senior Bonds	\$99,144	(\$83,941)	\$15,203
Principal of Sub Bonds Outstanding	\$0	\$0	\$0
Accrued Interest on Sub Bonds Outstanding	\$0	\$0	\$0
Borrower Benefit Rebates Payable	\$120,237	\$121,811	\$242,047
Accrued Yield and Rebate - US Treasury	\$0	\$0	\$0
Due to US Dept. of Ed	\$18	(\$18)	(\$0)
Accounts Payable and Other Liabilities	\$210,638	(\$15,746)	\$194,892
Due To/From Operations	\$22,079	\$97,422	\$119,500
<b>Total Liabilities</b>	<b>\$113,537,117</b>	<b>(\$3,080,473)</b>	<b>\$110,456,643</b>
Senior Parity %	107.37%		107.53%
Total Parity %	107.37%		107.53%

(a) Footnotes  
(b) Footnotes

Portfolio Summary - FFELP			
	Beg Balance	Activity	End Balance
Principal Balance	\$116,120,514	(\$3,076,627)	\$113,043,886
Accrued Interest	\$1,476,542	(\$77,918)	\$1,398,624
<b>Total Pool Balance</b>	<b>\$117,597,056</b>	<b>(\$3,154,545)</b>	<b>\$114,442,510</b>
Weighted Average Coupon (WAC)	4.75%		4.76%
Weighted Average Maturity (WAM) (in months)	176.5		176.6
Number of Loans	21,619	(532)	21,087
Number of Borrowers	15,913	(399)	15,514
Average Borrower Indebtedness	\$7,390	(\$13)	\$7,377

(a) Footnotes  
(b) Footnotes

Weighted Average Payments Made - FFELP		
	% of Pool	Weighted Average Months to Maturity (a)
In School	4.1%	144
Grace	0.8%	125
Deferment	16.6%	179
Forbearance (b)	6.8%	228
Repayment	71.0%	175
<b>Portfolio Weighted Average</b>		<b>178</b>

(a) Footnotes: Includes Grace Period  
(b) Footnotes: Includes loans in Reduced Payment Forbearance

**Student Loan Backed Reporting**  
**Quarterly Distribution Report**

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<b>Collection Period</b>	10/1/10 - 12/31/10
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**Portfolio by Loan Status - FFELP**

	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
In School	1,651	1,498	\$5,145,934	\$4,582,768	4.4%	4.1%
Repayment	13,433	14,340	\$78,635,051	\$80,294,294	67.7%	71.0%
Reduced Payment	327	300	\$1,824,884	\$2,041,116	1.6%	1.8%
In Grace	1,266	269	\$3,786,475	\$889,890	3.3%	0.8%
Forbearance	672	607	\$6,178,983	\$5,688,518	5.3%	5.0%
Deferment	4,096	3,917	\$19,753,761	\$18,709,665	17.0%	16.6%
Claim Filed	174	156	\$797,624	\$837,637	0.7%	0.7%
<b>Total Portfolio</b>	<b>21,619</b>	<b>21,087</b>	<b>\$116,122,711</b>	<b>\$113,043,886</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes  
(b) Footnotes

**Delinquency Status - FFELP**

	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
Current	10,816	11,196	\$62,743,839	\$62,517,369	78.6%	75.9%
1-29 Days Delinquent	1,130	890	\$7,733,145	\$6,534,803	8.2%	7.9%
30-59 Days Delinquent	301	921	\$2,385,987	\$4,940,564	2.2%	6.0%
60-89 Days Delinquent	464	488	\$2,093,989	\$2,852,696	3.4%	3.5%
90-119 Days Delinquent	270	253	\$1,769,776	\$1,119,473	2.0%	1.4%
120-149 Days Delinquent	204	228	\$1,173,905	\$1,177,182	1.5%	1.4%
150-179 Days Delinquent	177	206	\$675,950	\$1,151,908	1.3%	1.4%
180-209 Days Delinquent	161	165	\$701,159	\$941,616	1.2%	1.1%
210-239 Days Delinquent	100	120	\$592,615	\$485,773	0.7%	0.6%
240-269 Days Delinquent	61	110	\$318,734	\$396,019	0.4%	0.5%
270+ Days Delinquent	76	63	\$270,834	\$218,007	0.6%	0.3%
<b>Total Repayment (a)</b>	<b>13,760</b>	<b>14,640</b>	<b>\$80,459,935</b>	<b>\$82,335,410</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes Total Repayment includes Reduced Payment Loans  
(b) Footnotes

**Portfolio by Loan Type - FFELP**

	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
Unsubsidized Stafford Loans	1,814	1,779	\$7,002,849	\$6,913,101	6.0%	6.1%
Subsidized Stafford Loans	13,878	13,502	\$37,113,213	\$35,562,621	32.0%	31.5%
Grad / PLUS Loans	582	567	\$4,137,035	\$3,959,460	3.6%	3.5%
Consolidation Loans	5,343	5,235	\$67,867,417	\$66,600,001	58.4%	58.9%
Non-Guaranteed FFEL	2	4	\$2,198	\$8,705	0.0%	0.0%
<b>Total Portfolio</b>	<b>21,619</b>	<b>21,087</b>	<b>\$116,122,711</b>	<b>\$113,043,886</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes  
(b) Footnotes

**Portfolio by School Type - FFELP**

	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
2 Year	3,110	3,040	\$8,392,056	\$8,166,704	7.2%	7.2%
4 Year	15,797	15,407	\$82,875,788	\$80,461,926	71.4%	71.2%
Foreign	144	144	\$993,646	\$980,941	0.9%	0.9%
Proprietary	660	627	\$2,640,491	\$2,531,674	2.3%	2.2%
Vocational	545	536	\$3,488,720	\$3,426,640	3.0%	3.0%
Other / Unknown (a)	1,363	1,333	\$17,732,011	\$17,476,002	15.3%	15.5%
<b>Total Portfolio</b>	<b>21,619</b>	<b>21,087</b>	<b>\$116,122,711</b>	<b>\$113,043,886</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes Includes Consolidation loans for which no School Code is maintained  
(b) Footnotes

**Student Loan Backed Reporting Mixed Deal  
Monitoring Waterfall and Collections**

Distribution Date	12/31/2010
Collection Period	10/1/10 - 12/31/10

**Collection Activity**

Collection Account	12/31/2010
<b>Available Funds at Beginning of Period (a)</b>	\$1,903,853
Collection Amount Received	\$3,584,095
Recoveries	\$0
Debt Service Reserve Account	\$2,437,711
Capitalized Interest Account	\$0
Debt Service Interest Account	\$0
Payments from Guarantor	\$798,613
Sale Proceeds	\$0
Investment Income	\$2,328
All Fees	\$0
Other Amounts Received in Collection	\$19
Consolidation Rebate Fee paid to Dept. of Ed	(\$177,143)
Excess Interest returned to Dept. of Ed	(\$247,141)
Excess Earnings Rebate paid to IRS	\$0
<b>Total Available Funds</b>	<b>\$8,302,335</b>
(a) Footnotes:	
(b) Footnotes:	

Fees and Program Expenses Due for Current Period	12/31/2010
Indenture Trustee Fees	\$3,600
Remarketing Fees	\$0
Credit Enhancement Fees	\$204,864
Arbitrage Analysis Fees	\$0
Servicing Fees	\$259,257
Other Fees	\$0
<b>Total Fees and Program Expenses</b>	<b>\$467,721</b>

Cumulative Default Rate	12/31/2010
Current Period Defaults and Write-offs	\$798,613
Cumulative Defaults and Write-offs	\$7,088,255
Loans for which claims have been filed as of Distribution Date	\$2,443,751
<b>Cumulative Default Rate</b>	<b>6.42%</b>
Cumulative Recoveries (including reimbursements and collections)	
Payments from Guarantor	\$6,928,315
Borrower Recoveries	\$0
<b>Recovery Rate</b>	<b>72.68%</b>
Cumulative Net Loss	\$2,603,691
<b>Cumulative Net Loss</b>	<b>1.75%</b>
(a) Footnotes:	

**Waterfall Activity**

Waterfall for Distribution	Amount Due	Amount Remaining
<b>Total Available Funds</b>		\$8,302,335
<b>First:</b> Fees and Program Expenses transferred to Operating Account	\$467,721	\$7,834,615
<b>Second:</b> Semi-Annual Interest Due transferred to Debt Service - Interest Account 2008 B1	\$168,820	\$7,665,795
<b>Third:</b> For the 12 months preceding a stated maturity, equal installments of maturity amount transferred to Debt Service - Principal Account 2008 B1	\$0	\$7,665,795
<b>Fourth:</b> Payment to Debt Service Reserve Account if necessary to increase to minimum required	\$0	\$7,665,795
<b>Fifth:</b> Transfer to Retirement Account for non-scheduled retirement of bond principal	\$3,200,000	\$4,465,795
<b>Remaining Amount Released to Corporation if parity conditions met</b>		\$4,465,795
(a) Footnotes:		
(b) Footnotes:		

Principal and Interest Distributions	As of Date	12/31/2010
Interest Accrued		\$168,700
Interest Due		\$151,258
Interest Paid		\$153,496
Interest Shortfall	N/A	
Accrued Interest Carryover		\$15,203
Interest Carryover Due		\$0
Interest Carryover Paid		\$0
Interest Carryover		\$15,203
<b>Total Distribution Amount</b>		<b>\$153,496</b>

## Vermont Student Assistance Corporation

## 2008 B Indenture

## Balance Sheet

	2008 B1 9/30/2010	2008 B1 12/31/2010
Assets		
Cash and Equivalents		
Operating	\$0.00	\$0.00
Revenue	\$164,013.45	\$124,236.21
Loan Acquisition	\$1,739,840.01	\$1,903,847.04
Debt Service Reserve	\$2,437,711.32	\$2,437,711.32
Cap Int	\$0.00	\$0.00
Debt Service - Interest	\$0.00	\$15,323.69
Total Cash and Equivalents	<u>\$4,341,564.78</u>	<u>\$4,481,118.26</u>
Receivables		
Investment Interest	\$799.22	\$694.95
Student Loans	\$116,122,711.49	\$113,043,886.40
Allowance for Bad Debt	(\$217,165.52)	(\$217,165.52)
Contra SLR - Alt Fees	\$2.19	\$2.14
Deferred Subsidized Fees	(\$259.85)	(\$232.35)
Student Loan Interest	\$1,476,565.05	\$1,398,624.02
FIB	\$452,019.17	\$410,424.10
SAP	(\$987,936.39)	(\$1,009,015.85)
Total Receivables	<u>\$116,846,735.36</u>	<u>\$113,627,217.89</u>
Other Assets		
Def Bond Issuance, Net	\$712,516.29	\$644,811.41
Prepaid Expenses	\$0.00	\$0.00
Total Other Assets	<u>\$712,516.29</u>	<u>\$644,811.41</u>
Total Assets	<u>\$121,900,816.43</u>	<u>\$118,753,147.56</u>
Liabilities and Net Assets		
Liabilities		
Senior Bonds Payable	\$113,085,000.00	\$109,885,000.00
Bond Interest Payable	\$99,144.47	\$15,203.27
VT Value Rebates Payable	\$120,236.87	\$242,047.46
Accrued Yield - US Treasury	\$0.00	\$0.00
Accrued Rebates - US Treasury	\$0.00	\$0.00
Due To US Department of Education	\$18.28	(\$0.12)
Accounts Payable and Other Liabilities	\$210,638.46	\$194,892.48
Due To/From Other Funds	\$22,078.59	\$119,500.22
Total Liabilities	<u>\$113,537,116.67</u>	<u>\$110,456,643.31</u>
Net Assets		
Restricted by Bond Resolution	\$8,363,699.76	\$8,296,504.25
Total Net Assets	<u>\$8,363,699.76</u>	<u>\$8,296,504.25</u>
Total Liabilities and Net Assets	<u>\$121,900,816.43</u>	<u>\$118,753,147.56</u>
Overall Parity Ratio	107.37%	107.53%