

Lakeland Joint School District #272

Jake Massey, Superintendent of Schools

15506 N Washington St., Rathdrum, Idaho 83858

(208) 687-0431

jake.massey@lakeland272.org ~ web.sd272.org



Board Agenda Item **Request**

AGENDA ITEM: Discussion Item

PURPOSE: Review of Idaho School Benefit Trust Payment Options and District Plan

MEETING DATE: September 2, 2026

PREPARED BY: Jake Massey

INFORMATIONAL SUMMARY:

Informational documents regarding the insolvency of the Idaho School Benefit Trust ('ISBT' or 'the trust') and our obligation as a school district to cover deficits in the trust balance are both linked in and attached in BoardBook.

The [Original Trust Agreement](#) was written in 2014. The ISBT was established as an option for participating Idaho school districts to receive self-funded health benefits covering employees and their dependents. The benefits themselves flow through the "Idaho School District Council Health and Welfare Plan," and the Trust exists to hold and invest the money that funds that plan.

On July 14th, 2026, Idaho school districts who participated in the trust received the [Original Notification of Insolvency](#).

For the next two months, there was speculation, but no real information until [Instructions for Payment from ISBT to LJSD](#) were finally provided on August 27th, 2026. Lakeland Joint School District's share of the trust's deficit is **\$705,941.28**, unless a one-time payment is made, in which case the share is reduced to **\$644,677.44**. Districts have been given until September 10th, 2026 to notify ISBT of how they intend to pay and until September 30th, 2026 to make payment.

On August 28th, 2026 we received [Idaho Department of Insurance Plan to Take Over ISBT](#) and [ISBT Insolvency FAQs from Idaho Department of Insurance](#).

For reference:

[LJSD & ISBT Contract](#) - 2025/2026 School Year

[LJSD & ISBT Contract Renewal Details](#) - 2025/2026 School Year