

Kentucky schools face \$60 million bill from failed insurance trust

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The [Kentucky League of Cities](#) has voted to dissolve the Kentucky School Board Insurance Trust, a decision that is expected to cost school systems in the state a collective \$50 million to \$60 million.

As the [Lexington Herald-Leader reported](#), the debt - called an assessment - is being collected from members of the insurance trust to cover a deficit between its assets and the anticipated payouts of insurance claims.

The newspaper also reported that some school districts that had obtained low-cost workers' compensation and property insurance through the trust, including Fayette County Public Schools, could face higher premiums in the private market after it is shut down. The report noted that [Jefferson County Public Schools](#) in Louisville might pay a lower assessment because its worker& comp claims are self-paid.