

119TH CONGRESS
2D SESSION

S. _____

To amend the Railroad Retirement Act of 1974 to establish a Railroad Retirement Board Administrative Account, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. CASSIDY (for himself, Mr. SANDERS, Mr. BANKS, and Mr. Kaine) introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Railroad Retirement Act of 1974 to establish a Railroad Retirement Board Administrative Account, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Railroad Retirement
5 Board Stability Act of 2026”.

1 **SEC. 2. RAILROAD RETIREMENT BOARD ADMINISTRATIVE**
2 **ACCOUNT.**

3 (a) IN GENERAL.—Section 15(h) of the Railroad Re-
4 tirement Act of 1974 (45 U.S.C. 231n(h)) is amended to
5 read as follows:

6 “(h) RAILROAD RETIREMENT BOARD ADMINISTRA-
7 TIVE ACCOUNT.—

8 “(1) IN GENERAL.—There is created within the
9 Treasury an account known as the Railroad Retire-
10 ment Board Administrative Account (in this sub-
11 section, referred to as the ‘Account’). All amounts
12 within the Account are permanently and continu-
13 ously available to the Board for purposes of admin-
14 istering this Act and the Railroad Unemployment
15 Insurance Act (45 U.S.C. 351 et seq.).

16 “(2) TRANSFERS AND LIMITATIONS.—

17 “(A) TRANSFER AUTHORITY.—Subject to
18 subparagraph (B), the Board may transfer
19 from the Railroad Retirement Account, the So-
20 cial Security Equivalent Benefits Account, and
21 the Railroad Unemployment Insurance Admin-
22 istration Fund amounts the Board determines
23 to be necessary for the purposes described in
24 paragraph (1).

25 “(B) LIMITATIONS ON AMOUNTS.—

1 “(i) FISCAL YEARS 2027 THROUGH
2 2031.—For fiscal years 2027 through
3 2031, the Board shall not transfer funds
4 in a fiscal year to the Account in an
5 amount that is greater than—

6 “(I) the lesser of—

7 “(aa) 1.25 percent of the
8 total benefits paid under this Act
9 and the Railroad Unemployment
10 Insurance Act (45 U.S.C. 351 et
11 seq.) during the preceding fiscal
12 year; or

13 “(bb) 0.75 percent of the
14 total amounts in the National
15 Railroad Retirement Investment
16 Trust as of the close of the pre-
17 ceding fiscal year; minus

18 “(II) the unobligated amounts in
19 the Account as of the close of the pre-
20 vious fiscal year.

21 “(ii) FISCAL YEAR 2032 AND SUBSE-
22 QUENT FISCAL YEARS.—For fiscal year
23 2032 and subsequent fiscal years, the
24 Board shall not transfer funds in a fiscal

1 year to the Account in an amount that is
2 greater than—

3 “(I) the lesser of—

4 “(aa) 1.15 percent of the
5 total benefits paid under this Act
6 and the Railroad Unemployment
7 Insurance Act (45 U.S.C. 351 et
8 seq.) during the preceding fiscal
9 year; or

10 “(bb) 0.75 percent of the
11 total amounts in the National
12 Railroad Retirement Investment
13 Trust as of the close of the pre-
14 ceding fiscal year; minus

15 “(II) the unobligated amounts in
16 the Account as of the close of the pre-
17 vious fiscal year.

18 “(C) PURPOSE LIMITATIONS.—Amounts
19 transferred to the Account from—

20 “(i) the Social Security Equivalent
21 Benefits Account may only be used to pro-
22 vide for the administrative expenses of the
23 Board allocable to social security equiva-
24 lent benefits under section 15A(c)(1); and

1 “(ii) the Railroad Unemployment In-
2 surance Administration Fund—

3 “(I) may only be used for the ad-
4 ministrative expenses of the Board al-
5 locable for administering the Railroad
6 Unemployment Insurance Act (45
7 U.S.C. 351 et seq.); and

8 “(II) shall be subject to the same
9 restrictions described in section 11(c)
10 of such Act (45 U.S.C. 361(c)).

11 “(3) TECHNOLOGY FUND.—

12 “(A) IN GENERAL.—Within the Account,
13 there is created a Railroad Retirement Tech-
14 nology Fund (in this subsection, referred to as
15 the ‘Fund’). In addition to amounts otherwise
16 available, the Board shall use amounts in the
17 Fund to complete its modernization of legacy
18 benefit processing systems.

19 “(B) TRANSFERS.—Of the amounts trans-
20 ferred to the Account under paragraph (2)(A),
21 the Board shall transfer not less than the fol-
22 lowing amounts to the Fund:

23 “(i) For fiscal year 2027,
24 \$10,000,000.

1 “(ii) For each of fiscal years 2028
2 through 2031, \$20,000,000.

3 “(C) AVAILABILITY.—Amounts transferred
4 under this paragraph shall remain available to
5 the Board to complete its modernization of leg-
6 acy benefit processing systems through fiscal
7 year 2032. On the last day of fiscal year 2032,
8 the Board shall transfer any unobligated
9 amounts remaining in the Fund to the Account.

10 “(4) ADDITIONAL AMOUNTS.—In addition to
11 amounts transferred under paragraph (2)(A) or
12 amounts otherwise available, there is authorized to
13 be appropriated to the Account from the Railroad
14 Retirement Account, the Social Security Equivalent
15 Benefits Account, and the Railroad Unemployment
16 Insurance Administration Fund—

17 “(A) for fiscal year 2027 and subsequent
18 fiscal years, for any additional administrative
19 expenses of the Board with respect to unfore-
20 seen needs relating to processing claims for
21 benefits, such sums as are necessary; and

22 “(B) for fiscal year 2033 and subsequent
23 fiscal years, for modernization of the Board’s
24 legacy benefit processing systems, such sums as
25 are necessary.”.

1 (b) CONFORMING AMENDMENTS.—

2 (1) RAILROAD RETIREMENT ACT.—The Rail-
3 road Retirement Act of 1974 (45 U.S.C. 231 et
4 seq.) is amended—

5 (A) in section 15(a), by inserting “to
6 transfer to the Railroad Retirement Board Ad-
7 ministrative Account established under sub-
8 section (h)” before “to provide for expenses”;
9 and

10 (B) in section 15A(c), by striking “to pro-
11 vide” and inserting “to transfer to the Railroad
12 Retirement Board Administrative Account es-
13 tablished under section 15(h)”.

14 (2) RAILROAD UNEMPLOYMENT INSURANCE
15 ACT.—Section 11(c) of the Railroad Unemployment
16 Insurance Act (45 U.S.C. 361(c)) is amended—

17 (A) by striking “Notwithstanding” and in-
18 serting “Subject to section 15(h) of the Rail-
19 road Retirement Act of 1974 (45 U.S.C.
20 231(h)) and notwithstanding”; and

21 (B) by inserting “for transferring to the
22 Railroad Retirement Board Administrative Ac-
23 count established under section 15(h) of the
24 Railroad Retirement Act of 1974 (45 U.S.C.
25 231(h))” before “for any expenses necessary”.

1 (c) SAVINGS CLAUSE.—Nothing in this section shall
2 be construed as changing any requirement in law for the
3 Railroad Retirement Board to submit any annual budget
4 estimate, request, or other budget information to Con-
5 gress, the President, the Office of Management and Budg-
6 et, or any other Federal agency.

7 **SEC. 3. GAO REPORTS ON INFORMATION TECHNOLOGY**
8 **MODERNIZATION EFFORTS.**

9 (a) INITIAL REPORT.—

10 (1) IN GENERAL.—Not later 10 months after
11 the date of enactment of this Act, the Comptroller
12 General of the United States (in this section, re-
13 ferred to as the “Comptroller General”) shall submit
14 to the Committee on Health, Education, Labor, and
15 Pensions of the Senate and the Committee on
16 Transportation and Infrastructure of the House of
17 Representatives a report with recommendations for
18 legislation and administrative action on ways to
19 modernize the legacy benefit processing systems
20 used by the Railroad Retirement Board (in this sec-
21 tion, referred to as the “Board”).

22 (2) CONTENT OF THE REPORT.—In completing
23 the report described in paragraph (1), the Comp-
24 troller General shall—

25 (A) consider—

1 (i) experience and lessons learned
2 from other Federal agencies' moderniza-
3 tion of their information technology sys-
4 tems, focusing on such agencies that have
5 upgraded information technology systems
6 that use the Common Business-Oriented
7 Language (commonly referred to as
8 "COBOL") programming language; and

9 (ii) best practices that the Comp-
10 troller General identifies for Federal agen-
11 cy information technology modernization
12 efforts; and

13 (B) identify resources, technical assistance,
14 and other forms of support available from other
15 Federal agencies for the Board to carry out the
16 modernization of the Board's legacy benefit
17 processing systems.

18 (b) STAKEHOLDERS TO CONSULT.—In carrying out
19 subsection (a), the Comptroller General shall consult the
20 following stakeholders:

21 (1) Each of the 3 members of the Board.

22 (2) The Chief Information Officer of the Board.

23 (3) Representatives of each of the Class I rail-
24 roads, as defined in section 20102 of title 49, United
25 States Code.

1 (4) Representatives of not less than 2 Class II
2 or Class III railroads, as defined in such section.

3 (5) Representatives of each rail union that rep-
4 resents rail workers who are eligible for benefits
5 under the Railroad Retirement Act and Railroad
6 Unemployment Insurance Act.

7 (6) Retirees and other beneficiaries that cur-
8 rently receive benefits from the Board.

9 (c) FOLLOW-UP REPORT.—Not later than 6 months
10 after the end of fiscal year 2031, the Comptroller General
11 shall submit a follow-up report to the report described in
12 subsection (a), which shall include information regard-
13 ing—

14 (1) to what extent the Board followed the rec-
15 ommendations and best practices of the report de-
16 scribed in subsection (a);

17 (2) how effectively the Board complied with its
18 own internal project plans and milestones for com-
19 pleting the modernization of its legacy benefit proc-
20 essing systems;

21 (3) areas, if any, where the Board failed to
22 modernize its legacy benefit processing systems; and

23 (4) the estimated remaining cost for completing
24 the modernization of the Board's legacy benefit
25 processing systems, if any.