House Study Bill 656 - Introduced

HOUSE FILE

BY (PROPOSED COMMITTEE ON

STATE GOVERNMENT BILL BY

CHAIRPERSON COWNIE)

A BILL FOR

- 1 An Act relating to radon control by requiring the state
- 2 building code commissioner to adopt statewide radon control
- 3 standards in residential construction, requiring that
- 4 radon testing, mitigation, or abatement be conducted in
- 5 schoolhouses and certain residential buildings, requiring
- 6 certain notifications, and providing an income tax credit,
- 7 and including retroactive applicability provisions.
- 8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. <u>NEW SECTION</u>. 103A.8D Residential construction
- 2 requirements and standards for radon control.
- 3 The state building code commissioner shall adopt as a part
- 4 of the state building code construction requirements and
- 5 standards for radon control in new residential construction.
- 6 The requirements and standards adopted by the commissioner
- 7 shall, if possible, be based upon a nationally recognized
- 8 standard or code for radon control in residential construction.
- 9 Notwithstanding any other provision of this chapter to the
- 10 contrary, the construction requirements and standards for radon
- 11 control adopted by the commissioner and approved by the council
- 12 shall apply to new residential construction commenced on or
- 13 after January 1, 2014, and shall supersede and replace any
- 14 minimum requirements and standards for radon control in new
- 15 residential construction adopted or enacted by a governmental
- 16 subdivision prior to that date. The state building code
- 17 commissioner may provide training to builders, contractors, and
- 18 other interested persons on the construction requirements and
- 19 standards for radon control in residential construction.
- Sec. 2. Section 103A.10, Code 2011, is amended by adding the
- 21 following new subsection:
- 22 NEW SUBSECTION. 6. Notwithstanding any other provision of
- 23 this chapter to the contrary, the construction requirements and
- 24 standards for radon control in new residential construction
- 25 adopted by the commissioner and approved by the council shall
- 26 apply to all new residential construction commenced on or after
- 27 January 1, 2014, and shall supersede and replace any minimum
- 28 requirements or standards for radon control in new residential
- 29 construction adopted or enacted by the governmental subdivision
- 30 prior to that date.
- 31 Sec. 3. Section 136B.2, subsection 1, paragraph b, Code
- 32 2011, is amended to read as follows:
- 33 b. A Except as otherwise provided in section 558A.4,
- 34 subsection 1, and section 562A.13, subsection 7, a person shall
- 35 not disclose to any other person, except to the department,

- 1 the address or owner of a nonpublic building that the person
- 2 tested for the presence of radon gas and radon progeny, unless
- 3 the owner of the building waives, in writing, this right of
- 4 confidentiality. Any test results disclosed shall be results
- 5 of a test performed within the five years prior to the date of
- 6 the disclosure.
- 7 Sec. 4. Section 136B.2, subsection 2, Code 2011, is amended
- 8 to read as follows:
- 9 2. a. Notwithstanding the requirements of this section,
- 10 disclosure to any person of the results of a test performed
- ll on a nonpublic building for the presence of radon gas and
- 12 radon progeny is not required if the results do not exceed the
- 13 currently established United States environmental protection
- 14 agency action guidelines, except as otherwise provided in
- 15 section 558A.4, subsection 1, and section 562A.13, subsection
 16 7.
- 17 b. A Except as otherwise provided in section 558A.4,
- 18 subsection 1, and section 562A.13, subsection 7, a person
- 19 who tests a nonpublic building which the person owns is not
- 20 required to disclose to any person the results of a test for
- 21 the presence of radon gas or progeny if the test is performed
- 22 by the person who owns the nonpublic building.
- 23 Sec. 5. Section 136B.4, Code 2011, is amended to read as
- 24 follows:
- 25 136B.4 Fees rules.
- 26 1. The department shall establish a fee schedule to defray
- 27 the costs of the for the certification and credentialing
- 28 programs established pursuant to section 136B.1 and the testing
- 29 conducted and the written reports provided pursuant to section
- 30 136B.3. Moneys collected from such fees shall be deposited in
- 31 the radon education fund created in section 136B.7.
- The department shall adopt rules, pursuant to chapter
- 33 17A, to implement this chapter.
- 34 Sec. 6. NEW SECTION. 136B.6 Residential construction
- 35 with the use of public funds radon testing and abatement

1 requirements.

- 2 l. The owner of any residential building constructed with
- 3 public funds in this state shall upon completion of such
- 4 construction test the building for the presence of radon gas
- 5 and radon progeny. The test shall be conducted by a person
- 6 certified to conduct such testing pursuant to section 136B.1.
- 7 The cost of the test shall be paid by the owner of the building.
- 8 2. If the results of testing in such a building exceed the
- 9 currently established United States environmental protection
- 10 agency action guidelines, the owner of such a building is
- 11 required to retain a person credentialed pursuant to section
- 12 136B.1 to perform appropriate radon abatement measures.
- 3. This section shall only apply to an owner receiving
- 14 public funds after July 1, 2012, for the construction of a
- 15 residential building.
- 4. A person who violates this section shall not be subject
- 17 to the provisions of section 136B.5.
- 18 Sec. 7. NEW SECTION. 136B.7 Radon education fund.
- 19 1. A radon education fund is created in the state treasury
- 20 to be administered by the department of public health. The
- 21 fund shall consist of all moneys deposited into the fund
- 22 pursuant to section 136B.4.
- 23 2. Moneys in the fund shall be used by the department to
- 24 provide radon program education.
- 25 3. Notwithstanding section 12C.7, subsection 2, interest or
- 26 earnings on moneys in the fund shall be credited to the fund.
- 27 Sec. 8. NEW SECTION. 297.7A Radon testing requirements.
- 28 1. The board of each school district shall require that each
- 29 schoolhouse within the district be scheduled for testing and be
- 30 tested for radon gas and radon progeny pursuant to chapter 136B
- 31 at least once every ten years by a person certified to conduct
- 32 such testing pursuant to section 136B.1.
- 33 2. If the results of testing in a schoolhouse exceed the
- 34 currently established United States environmental protection
- 35 agency action guidelines, the school district is required to

- 1 retain a person credentialed pursuant to section 136B.1 to
- 2 perform appropriate radon abatement measures.
- 3 Sec. 9. <u>NEW SECTION</u>. **422.11I** Radon mitigation and abatement 4 tax credit.
- The taxes imposed under this division, less the credits
- 6 allowed under section 422.12, shall be reduced by a radon
- 7 mitigation and abatement tax credit equal to the lesser of the
- 8 qualified radon mitigation or abatement costs incurred by the
- 9 owner of an owner-occupied residence or five hundred dollars.
- 10 Any credit in excess of the tax liability shall be refunded.
- 11 2. a. In order for costs of a radon mitigation or abatement
- 12 project to qualify for a tax credit under this section, the
- 13 radon mitigation or abatement project must receive approval
- 14 from a person credentialed under section 136B.1 in abating the
- 15 level of radon in buildings.
- 16 b. Approval certifications of mitigation or abatement
- 17 by a credentialed person shall be on forms approved by the
- 18 department of public health and shall contain information as
- 19 required by the department of public health. The information
- 20 shall, at a minimum, include the approximate date of the start
- 21 of mitigation or abatement, the approximate date of completion
- 22 of mitigation or abatement, and the cost of mitigation or
- 23 abatement.
- 24 c. The department of public health shall adopt rules
- 25 identifying costs that qualify as radon mitigation or abatement
- 26 costs.
- 27 3. a. Upon completion of the radon mitigation or abatement
- 28 project, a certification of completion must be obtained from
- 29 the department of public health. A completion certificate
- 30 shall identify the person claiming the tax credit under this
- 31 section and the qualified radon mitigation or abatement costs
- 32 incurred during the radon mitigation or abatement project.
- 33 b. The combined amount of qualified radon mitigation or
- 34 abatement costs certified by the department under subsection 4
- 35 to receive as tax credits shall not exceed five million dollars

- 1 for a fiscal year.
- After verifying the eligibility for the tax credit, the
- 3 department of public health shall issue a radon mitigation and
- 4 abatement tax credit certificate to be attached to the person's
- 5 tax return. Pursuant to the limitation on the amount of tax
- 6 credit certificates that may be issued for a fiscal year, the
- 7 tax credit certificates shall be issued on an earliest filed
- 8 basis. The tax credit certificate shall contain the taxpayer's
- 9 name, address, tax identification number, the date of project
- 10 completion, the amount of credit, and other information
- 11 required by the department of revenue.
- 12 5. A radon mitigation or abatement project that does not
- 13 meet the requirements of this section is subject to revocation,
- 14 repayment, or recapture of tax credits claimed pursuant to this
- 15 section.
- 16 Sec. 10. Section 558A.4, subsection 1, paragraph a, Code
- 17 Supplement 2011, is amended to read as follows:
- 18 a. (1) The disclosure statement shall include information
- 19 relating to the condition and important characteristics of the
- 20 property and structures located on the property, including
- 21 significant defects in the structural integrity of the
- 22 structure, as provided in rules which shall be adopted by the
- 23 real estate commission pursuant to section 543B.9. The rules
- 24 may require the disclosure to include information relating
- 25 to the property's zoning classification; the condition of
- 26 plumbing, heating, or electrical systems; or the presence of
- 27 pests.
- 28 (2) The rules shall require that testing for radon gas
- 29 and radon progeny be conducted pursuant to chapter 136B on
- 30 residential structures containing four or fewer dwelling units
- 31 prior to the sale of the property, and shall require the
- 32 disclosure of such test results to prospective buyers of the
- 33 property.
- 34 Sec. 11. Section 562A.13, Code 2011, is amended by adding
- 35 the following new subsection:

- 1 NEW SUBSECTION. 7. The landlord or a person authorized to
- 2 enter into a rental agreement on behalf of the landlord shall
- 3 disclose to each tenant in writing before the commencement of
- 4 the tenancy the results of radon testing conducted pursuant
- 5 to section 562A.15, subsection 1, paragraph "g", along with
- 6 information on the health risks posed by radon gas and radon
- 7 progeny published by the department of public health. The
- 8 landlord or a person authorized to enter into a rental
- 9 agreement on behalf of the landlord shall also disclose this
- 10 information to current tenants immediately upon receiving the
- ll results of such tests.
- 12 Sec. 12. Section 562A.15, subsection 1, Code 2011, is
- 13 amended by adding the following new paragraph:
- NEW PARAGRAPH. g. By January 1, 2014, and every ten years
- 15 thereafter, test for the presence of radon gas and radon
- 16 progeny. A test required pursuant to this paragraph shall
- 17 be conducted by a person certified to conduct such testing
- 18 pursuant to section 136B.1.
- 19 Sec. 13. RETROACTIVE APPLICABILITY. The following
- 20 provision or provisions of this Act apply retroactively to
- 21 January 1, 2012, for tax years beginning on or after that date:
- 22 1. The section of this Act enacting section 422.11I.
- 23 EXPLANATION
- 24 This bill relates to radon control standards in residential
- 25 construction, establishes certain radon testing or abatement to
- 26 be conducted in schoolhouses and certain residential buildings,
- 27 and provides an income tax credit for certain radon mitigation
- 28 and abatement costs.
- 29 The bill requires that the building code commissioner, with
- 30 the approval of the building code advisory council, adopt
- 31 requirements and standards for radon control in new residential
- 32 construction. The bill provides that the standards shall
- 33 supersede and replace any minimum radon control requirements
- 34 and standards for new residential construction adopted by
- 35 governmental subdivisions in Iowa. The bill requires that the

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- 1 requirements and standards be mandatory for all new residential
- 2 construction beginning on or after January 1, 2014.
- 3 The bill creates a radon education fund to be administered by
- 4 the department of public health to be used by the department
- 5 to provide radon program education. The bill provides that
- 6 certain fees collected by the department be deposited into this 7 fund.
- 8 The bill requires the owner of any residential building
- 9 constructed with public funds to test the building for the
- 10 presence of radon gas and radon progeny upon completion of
- 11 such construction. The bill requires that an owner of such
- 12 a building perform appropriate abatement measures if the
- 13 testing results exceed the currently established United States
- 14 environmental protection agency action guidelines. These
- 15 requirements shall apply to owners receiving public funds after
- 16 July 1, 2012, for the construction of residential buildings.
- 17 The bill requires that the school board of each school
- 18 district require each schoolhouse within the district be
- 19 scheduled for testing and be tested for radon gas and radon
- 20 progeny at least once every 10 years. The bill requires that
- 21 a district perform appropriate abatement measures if the
- 22 testing results exceed the currently established United States
- 23 environmental protection agency action guidelines.
- 24 The bill requires that the real estate commission adopt
- 25 rules requiring testing for radon gas and radon progeny of
- 26 residential buildings containing four or fewer dwelling units
- 27 prior to the sale of such property and requires that such
- 28 results be disclosed to potential buyers of the property.
- 29 The bill provides that residential landlords shall by
- 30 January 1, 2014, and every 10 years thereafter, test for
- 31 the presence of radon gas and radon progeny. The bill also
- 32 requires that such landlords disclose the results of such tests
- 33 to new tenants and disclose the results to current tenants
- 34 immediately upon receiving the results.
- 35 The bill also provides for a radon mitigation and abatement

- 1 individual income tax credit of up to \$500 for qualified radon
- 2 mitigation or abatement costs conducted on an owner-occupied
- 3 residence. The credit is refundable. The combined tax credits
- 4 awarded shall not exceed \$5 million in any given fiscal year.
- 5 The tax credit applies retroactively to January 1, 2012, for
- 6 tax years beginning on or after that date.