

House File 1027 - Introduced

HOUSE FILE 1027
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 211)

A BILL FOR

1 An Act creating a radon mitigation system tax credit available
2 against the individual and corporate income taxes, and
3 including retroactive applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. NEW SECTION. **422.10C Radon mitigation system tax**
2 **credit.**

3 1. As used in this section, "*radon mitigation system*" means a
4 system designed to reduce radon concentrations in the indoor air
5 of a building that has been installed.

6 2. The taxes imposed under this subchapter, less the credits
7 allowed under section 422.12, shall be reduced by a radon
8 mitigation system tax credit equal to the amount to purchase and
9 install a radon mitigation system, not to exceed one thousand
10 dollars.

11 3. An individual may claim the tax credit allowed a
12 partnership, limited liability company, S corporation, estate,
13 or trust electing to have the income taxed directly to the
14 individual. The amount claimed by the individual shall be based
15 upon the pro rata share of the individual's earnings of the
16 partnership, limited liability company, S corporation, estate, or
17 trust.

18 4. Any credit in excess of the taxpayer's tax liability for
19 the tax year is not refundable but the excess for the tax year
20 may be credited to the tax liability for the following tax year.

21 Sec. 2. Section 422.33, Code 2025, is amended by adding the
22 following new subsection:

23 NEW SUBSECTION. 11. a. The taxes imposed under this
24 subchapter shall be reduced by a radon mitigation system tax
25 credit equal to the amount to purchase and install a radon
26 mitigation system, not to exceed one thousand dollars.

27 b. The taxpayer may claim the credit pursuant to this
28 subsection according to the same requirements, conditions, and
29 limitations as provided pursuant to section 422.10C.

30 Sec. 3. **RETROACTIVE APPLICABILITY.** This Act applies
31 retroactively to January 1, 2025, for tax years beginning on or
32 after that date.

33 **EXPLANATION**

34 The inclusion of this explanation does not constitute agreement with
35 the explanation's substance by the members of the general assembly.

1 This bill creates a radon mitigation system tax credit
2 (credit) available against the individual and corporate income
3 taxes.

4 The bill defines "radon mitigation system" to mean a system
5 designed to reduce radon concentrations in the indoor air of a
6 building that has been installed.

7 The credit is equal to the amount of the cost to purchase and
8 install the radon mitigation system, not to exceed \$1,000. Any
9 credit in excess of the taxpayer's liability is not refundable
10 but may be credited to the tax liability for the following tax
11 year.

12 The bill applies retroactively to January 1, 2025, for tax
13 years beginning on or after that date.

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