

## HOUSE REPUBLICAN STAFF ANALYSIS

Bill:	House File 1027	House Committee:	<b>PASSED</b> on 4/16/25 (24-0)
Committee:	Ways and Means	House Floor:	
Floor Manager:	Rep. Kaufmann	Senate Floor:	
Date:	April 23, 2025	Governor:	
Staff:	Kristi Kious (2-5290)		

### Radon Mitigation Tax Credit

- Creates a radon mitigation system tax credit for up to \$1,000.
- Fiscal Note:**  
The proposed individual income tax credit is projected to decrease net individual income tax liability and State General Fund revenue by \$3.0 million annually beginning in FY 2026. The decrease in tax liability is also projected to decrease the statewide local option income surtax for schools by \$75,000 annually beginning in FY 2026.

### Section by Section Analysis

#### Section 1 – Radon mitigation system tax credit (422.10C)

This section creates a radon mitigation system tax credit available against the individual tax. The section defines *radon mitigation system* to mean a system designed to reduce radon concentrations in the indoor air of a building that has been installed. The credit is equal to the amount of the cost to purchase and install the radon mitigation system, not to exceed \$1,000. Any credit in excess of the taxpayer's liability is not refundable but may be credited to the tax liability for the following tax year.

#### Section 2 – Corporate tax imposed — credit (422.33)

This section provides that the tax credit is available against the corporate income tax, not to exceed one thousand dollars.

#### Section 3 – Retroactive applicability

This section provides that the bill applies retroactively to tax years beginning on or after January 1, 2025.

### Amendment Analysis

#### **H-1258 by Wilz**

This amendment requires that the building commissioner to adopt into the state building code a requirement that new single/two-family residential construction include passive methods for the mitigation of radon.