

for the second year of this grant (1969-1970) shall be based on expenditures in the fiscal year ending June 30, 1969, and so forth. "Expenditures for police protection" means salaries and wages, other operating expenses, capital outlays from current operating funds, and properly identifiable debt service, paid for police protection. Expenditures for sheriffs and constables are included only to the extent that such officers perform police protection functions. Expenditures for traffic control, park police, and a share of the cost of a central alarm system proportionate to its police use, are included. No part of expenditures for collecting from or servicing parking meters, nor of constructing or operating jails, is included.

(7) "Qualifying municipality" means [any] A municipality:

(I) 1. [whose] WHOSE "expenditures for police protection", as defined above, exceed \$5,000[,]; and

2. [which] THAT employs at least one qualified full-time [policeman] POLICE OFFICER, as determined by the Secretary; OR

(II) 1. WHOSE "EXPENDITURES FOR POLICE PROTECTION", AS DEFINED ABOVE, EXCEED \$80,000; AND

2. THAT EMPLOYS AT LEAST TWO QUALIFIED PART-TIME POLICE OFFICERS, AS DETERMINED BY THE SECRETARY, FROM A COUNTY POLICE DEPARTMENT OR COUNTY SHERIFF'S DEPARTMENT.

(b) For the fiscal year beginning July 1, 1975, and thereafter, the State shall pay to each subdivision, and to each qualifying municipality, each year in the manner and subject to the limitations and requirements hereinafter provided, an amount determined as follows:

(1) Share in Basic Expenditure. If the aggregate expenditures for police protection in a subdivision equal or exceed \$6.00 per capita, the State shall pay to the subdivision the amount, if any, by which the equivalent of \$6.00 per capita exceeds 0.09% of the wealth base. If the aggregate expenditures for police protection in a subdivision are less than \$6.00 per capita, the State shall pay to the subdivision the amount, if any, by which aggregate expenditures for police protection exceed that proportion of 0.09 percent of the wealth base which aggregate expenditures for police protection bear to the equivalent of \$6.00 per capita.

(2) Share Over the Basic Expenditure. In addition to the amount, if any, payable under subparagraph (1) of this subsection, the State shall pay to each subdivision an amount equal to 25% of the amount, if any, by which aggregate expenditures for police protection exceed the equivalent of \$6.00 per capita. Provided however:

(i) For subdivisions with a population density less than 100 per square mile, and less than 30% of total population residing in municipalities, there shall be no payment under this subparagraph (2).

(ii) For subdivisions with population density 100 or more but less than 500 per square mile, and for subdivisions with population density less than 100