(2) An individual is a qualifying [volunteer police officer] POLICE AUXILIARY OR RESERVE VOLUNTEER for the taxable year eligible for the subtraction modification under this subsection if the individual:

(i) is an active member of a bona fide Maryland police agency;

(ii) serves the organization in a volunteer capacity without compensation, except nominal expenses or meals;

(iii) 1. qualifies for active status during the taxable year under a [volunteer police length of service award] POLICE AUXILIARY OR RESERVE VOLUNTEER program [established] APPROVED by the Police Training Commission in conjunction with the Maryland Association of Counties and the Maryland Municipal League, that includes uniform systems for qualification[, certification,] and record keeping, if the program is incorporated into the police agency's rules and regulations; or

2. has maintained active status for at least 25 years under the [volunteer police length of service award] POLICE AUXILIARY OR RESERVE VOLUNTEER program; and

(iv) will have been an active member of a bona fide police agency for at least 72 months during the last 10 calendar years by December 31 of the taxable year.

(3) Each police agency shall:

(i) maintain a record of the activities of each [volunteer police officer] POLICE AUXILIARY OR RESERVE VOLUNTEER during the calendar year;

(ii) provide each member a report by February 15 of the following year indicating that the member qualified during the preceding calendar year; and

(iii) provide a report that includes the names, Social Security numbers, and a certification that the ~~officer~~ INDIVIDUAL qualified for the subtraction modification under this section.

(4) To qualify for the subtraction modification under this subsection, an individual shall attach to the individual's income tax return a copy of the report provided by the police agency under paragraph (3) of this subsection.

(5) On or before October 1 of each year, the police agency shall submit to the Department of Public Safety and Correctional Services and the Office of the Comptroller a report listing the names and Social Security numbers of individuals who qualified for the subtraction modification under this subsection for the preceding taxable year.

(6) (i) A person may not knowingly make or cause any false statement or report to be made in any application or in any document required under this subsection.

(ii) Any person who violates or attempts to violate any provision of subparagraph (i) of this paragraph shall be subject to a fine of $1,000.