

(ii) If, however, the court determines that the forfeited property is subject to a valid lien created without actual knowledge that the property was being, or was to be, used in violation of this subheading, the court shall order that the property be released within 5 days to the first priority lienholder.

(iii) The lienholder shall sell the property in a commercially reasonable manner.

(iv) The proceeds of the sale shall be applied as follows:

1. To the court costs of the forfeiture proceeding;
2. To the balance due the lienholder including all reasonable costs incident to the sale;
3. To payment of all other expenses of the proceedings for forfeiture, including expenses of seizure, or maintenance of custody; and

4. ~~TO EXCEPT AS PROVIDED IN SUBPARAGRAPH (V) OF THIS PARAGRAPH, TO THE GENERAL FUNDS OF THE STATE OR THE POLITICAL SUBDIVISION THAT SEIZED THE PROPERTY OR, IF THE PROPERTY WAS SEIZED BY STATE LAW ENFORCEMENT AGENCIES, TO THE FUND CREATED IN § 297C OF THIS SUBHEADING.~~

(V) IF THE PROPERTY WAS SEIZED BY STATE LAW ENFORCEMENT AGENCIES:

1. THE COURT UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL ORDER THE PROPERTY TO BE FORFEITED TO THE STATE LAW ENFORCEMENT AGENCIES; OR

2. THE PROCEEDS OF THE SALE UNDER SUBPARAGRAPH (IV)4 OF THIS PARAGRAPH SHALL BE PAID TO THE STATE LAW ENFORCEMENT AGENCIES.

(VI) EXCEPT AS PROVIDED IN SUBPARAGRAPH (VII) OF THIS PARAGRAPH, THE STATE LAW ENFORCEMENT AGENCY THAT RECEIVES FORFEITED PROPERTY OR PROCEEDS FROM A SALE OF FORFEITED PROPERTY UNDER THIS PARAGRAPH SHALL:

1. DISPOSE OF THE FORFEITED PROPERTY AS PROVIDED IN SUBSECTION (F) OF THIS SECTION; AND

2. PAY TO THE GENERAL FUND OF THE STATE ANY PROCEEDS OF THE SALE OF THE FORFEITED PROPERTY.

(VII) EXCEPT AS OTHERWISE PROVIDED BY FEDERAL LAW, IF A LAW ENFORCEMENT AGENCY OTHER THAN A STATE LAW ENFORCEMENT AGENCY PARTICIPATED IN THE SEIZURE OF PROPERTY FORFEITED UNDER THIS SUBSECTION THAT WAS SEIZED BY THE STATE LAW ENFORCEMENT AGENCY: