BIOENERGY
YOUR LENDING PROCESS

Pre-development
Due Diligence

Start of Construction

Mechanical Completion

Substantial Completion

Permanent Funding

Live Oak Bank
Underwriting

Loan Approval

Environmental Assessment

Conditional Commitment Letter

Feasibility Study

What happens?

Proposal
• Debt Sizing
• Proposal letter issued

Underwriting
• Project background and data room reviewed
• Cash flow analysis
• Due diligence collected by LOB and USDA
• Feasibility study and environmental analysis

Credit department and USDA approval of loan package

What happens?

Closing
• Approved loan moved from concept to funding preparation
• Closing checklist introduced to guide funding process
• Independent Engineer (IE) report, appraisal, final model, and other post-construction deliverables reviewed
• Collaboration between team of advisors (e.g. CPA, landlord, attorney) and equity partners
• Loan documents executed

What happens?

• Loan is funded by Live Oak and guaranteed by USDA
• Live Oak Bank’s Relationship Managers prepared to remain in contact for life of the loan

Independent Engineer Report, Appraisal, Closing Final Model

Loan Note Guaranty

Live Oak Bank

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