The following information must be provided in order for this election to be effective.

PART 1 – 80% OWNERSHIP TEST

Partners’ capital account from Form 1065, Schedule L: ......................................... $ 

Percentages of partners’ capital accounts that are directly or constructively owned by:

Individual: ........................................................................................ %
Spouse: ............................................................................................. %
Parents: ............................................................................................... %
Grandparents: ..................................................................................... %
Lineal descendants of grandparents: ......................................................... %
Total .................................................................................................... %

PART 2 – TAXPAYER MUST COMPLETE AT LEAST ONE OF THE FOLLOWING.

(a) Gross Receipts Test: 90% or more of the gross receipts of the entity consist of any combination of the following:

(i) Interest ........................................................................ %
(ii) Dividends/distributions/payments on stock or securities ........................................ %
(iii) Rents, license fees or other fees for use of property ............................................. %
(iv) Receipts from sale or leasing of timber or timberland ........................................... %
(v) Royalties ................................................................................ %
(vi) Annuity payments ......................................................................... %
(vii) Proceeds from sale of asset not in ordinary course of business ........................ %
Total ................................................................................................ %

(b) Assets Test: The aggregate adjusted basis of the following assets constitutes at least 90% of the adjusted basis of all of the entity’s assets:

(i) Cash or cash equivalents .............................................................. %
(ii) Stocks, bonds, debentures, notes or other securities ............................. %
(iii) Timber or timberlands ................................................................. %
(iv) Annuities ................................................................................ %
(v) Assets held principally for appreciation and not production of income ........ %
(vi) Mutual funds ............................................................................ %
(vii) Assets not used directly in the conduct of the entity’s business ............ %
(viii) Royalty interests ..................................................................... %
Total ................................................................................................ %

This entity is making an election to be an electing family limited liability entity as described in Code of Alabama 1975, §40-14A-1(h). The signature on page 1 of Form PPT or Form BPT-IN is certification that the profits and capital interests of the entity were calculated using the constructive ownership rules of 26 U.S.C. §318, without regard to the 50% limitation contained in 26 U.S.C. §318(a)(2)(C) and 26 U.S.C. §318(a)(3)(C).