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

**PART 1 – 80% OWNERSHIP TEST (ATTACH SUPPORTING DOCUMENTATION)**

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

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

- Primary Partner: ................................................................. %
- Spouse: ............................................................................... %
- Parents: ................................................................................... %
- Grandparents: ........................................................................ %
- Lineal descendants of grandparents: ................................................................. %
- Total ......................................................................................... %

**PART 2 – TAXPAYER MUST COMPLETE AT LEAST ONE OF THE FOLLOWING. (ATTACH SUPPORTING DOCUMENTATION)**

- (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).