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: \( \$ \cdot \) 

Percentages of partners’ capital accounts that are directly or constructively owned by:
- Primary Partner: \( \cdot \% \)
- Spouse: \( \cdot \% \)
- Parents: \( \cdot \% \)
- Grandparents: \( \cdot \% \)
- Lineal descendants of grandparents: \( \cdot \% \)
- Total: \( \cdot \% \)

**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:

1. Interest: \( \cdot \% \)
2. Dividends/distributions/payments on stock or securities: \( \cdot \% \)
3. Rents, license fees or other fees for use of property: \( \cdot \% \)
4. Receipts from sale or leasing of timber or timberland: \( \cdot \% \)
5. Royalties: \( \cdot \% \)
6. Annuity payments: \( \cdot \% \)
7. Proceeds from sale of asset not in ordinary course of business: \( \cdot \% \)

Total: \( \cdot \% \)

(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:

1. Cash or cash equivalents: \( \cdot \% \)
2. Stocks, bonds, debentures, notes or other securities: \( \cdot \% \)
3. Timber or timberlands: \( \cdot \% \)
4. Annuities: \( \cdot \% \)
5. Assets held principally for appreciation and not production of income: \( \cdot \% \)
6. Mutual funds: \( \cdot \% \)
7. Assets not used directly in the conduct of the entity’s business: \( \cdot \% \)
8. Royalty interests: \( \cdot \% \)

Total: \( \cdot \% \)

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).