Form **8937**

(December 2011)

Department of the Treasury
Internal Revenue Service

Report of Organizational Actions
Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-2224

Part I Reporting Issuer

1 Issuer's name	2 Issuer's employer identification number (EIN)
THE BARABOO BANCORPORATION, INC.	39-1434200

3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact
LOUISE LEE	608-356-7703	LLEE@BARABOONATIONAL.COM

6 Number and street (or P.O. box if mail is not delivered to street address) of contact	7 City, town, or post office, state, and Zip code of contact
PO BOX 50	BARABOO, WI 53913

8 Date of action	9 Classification and description
SEPTEMBER 12, 2012	COMMON STOCK

10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
067021105		BAOB	

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶

STOCK DIVIDEND DECLARED SEPTEMBER 12, 2012 BY BOARD OF DIRECTORS

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶

A STOCK DIVIDEND OF $0.04 PER SHARE - SEPTEMBER 12, 2012

For example, if you own 1,000 shares of stock at four cents ($.04) per share, the dollar value equals $40.00. Based on the closing bid stock price of $3.25 on the above date, you will receive 12.31 additional shares ($40.00/$3.25 = 12.31).

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶

THE CHANGE IN BASIS IS CALCULATED AS FOLLOWS:

Divide the adjusted basis of the old stock by the number of shares of the old and new stock. The result is your basis for each share of stock.

For Paperwork Reduction Act Notice, see the separate Instructions.   Cat. No. 37752P   Form **8937** (12-2011)

Part II   **Organizational Action** (continued)

17   List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____

CODE SECTION 6045B - REQUIRES REPORTING BY ISSUERS OF STOCK WITH RESPECT TO ORGANIZATIONAL ACTIONS THAT

AFFECT THE BASIS OF THE STOCK.

BARABOO BANCORPORATION ISSUED NON-TAXABLE COMMON STOCK DISTRIBUTIONS (DIVIDENDS) TO SHAREHOLDERS DURING

2012. PER IRS CODE SECTION 305(a), THESE DIVIDENDS ARE NON-TAXABLE.

18   Can any resulting loss be recognized? ▶ _____

NO INCOME OR LOSS IS RECOGNIZED UNTIL STOCK IS SOLD.

19   Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ _____ Louise Lee _____   Date ▶ _____

Print your name ▶ **Louise Lee**   Title ▶ **Asst. Cashier, Baraboo National Bank**

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no.	

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054