

**Report of Organizational Actions
 Affecting Basis of Securities**

► See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Baird Funds, Inc. - Baird Aggregate Bond Fund		39-2002097	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Dustin Hutter	414-298-2317	dhutter@rwbaird.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	
777 E Wisconsin Ave.		Milwaukee, WI 53202	
8 Date of action	9 Classification and description		
SEE BOX 14 RETURN OF CAPITAL DISTRIBUTION			
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
057071862	NOT APPLICABLE	BAGSX	NOT APPLICABLE

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 ► **THE BAIRD FUNDS, INC. - BAIRD AGGREGATE BOND FUND PAID CAPITAL DISTRIBUTIONS TO THE SHAREHOLDERS OF RECORD ON THE DATES LISTED BELOW, A PORTION OF WHICH CONSTITUTES A NON-TAXABLE RETURN.**

RECORD DATE: 1/27/25; PAYABLE DATE 1/29/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION
RECORD DATE: 2/25/25; PAYABLE DATE 2/27/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION
RECORD DATE: 3/26/25; PAYABLE DATE 3/28/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION
RECORD DATE: 4/24/25; PAYABLE DATE 4/28/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION
RECORD DATE: 5/23/25; PAYABLE DATE 5/28/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION
RECORD DATE: 6/23/25; PAYABLE DATE 6/25/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

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 ► **THE PORTION OF THE DISTRIBUTION THAT CONSTITUTES RETURN OF CAPITAL WILL DECREASE A U.S. TAXPAYER'S BASIS IN THE SHARES OF THE ISSUER. THE TOTAL NONTAXABLE RETURN OF CAPITAL PORTION OF THE DIVIDENDS PAID ARE LISTED BELOW.**

RECORD DATE: 1/27/25; PAYABLE DATE 1/29/25; RETURN OF CAPITAL PER SHARE .00002926
RECORD DATE: 2/25/25; PAYABLE DATE 2/27/25; RETURN OF CAPITAL PER SHARE .00003096
RECORD DATE: 3/26/25; PAYABLE DATE 3/28/25; RETURN OF CAPITAL PER SHARE .00003391
RECORD DATE: 4/24/25; PAYABLE DATE 4/28/25; RETURN OF CAPITAL PER SHARE .00003128
RECORD DATE: 5/23/25; PAYABLE DATE 5/28/25; RETURN OF CAPITAL PER SHARE .00003213
RECORD DATE: 6/23/25; PAYABLE DATE 6/25/25; RETURN OF CAPITAL PER SHARE .00003357

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 FUND COMPUTED THE AMOUNT OF EARNINGS AND PROFITS FOR THE FISCAL YEAR ENDING DECEMBER 31, 2025. THE AMOUNT OF THE DISTRIBUTIONS THAT CONSTITUTE NONTAXABLE RETURN OF CAPITAL IS THE AMOUNT BY WHICH THE DISTRIBUTIONS MADE (ON A PER SHARE BASIS) EXCEEDED EARNINGS AND PROFITS PER SHARE.**

Part II **Organizational Action (continued)**

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► **IRC 301,316**

18 Can any resulting loss be recognized? ► NO LOSS CAN BE RECOGNIZED BY THE SHAREHOLDERS OF RECORD ON THE DATES LISTED BELOW FOR THE NONTAXABLE RETURN OF CAPITAL RECEIVED.

RECORD DATE 1/27/25
RECORD DATE 2/25/25
RECORD DATE 3/26/25
RECORD DATE 4/24/25
RECORD DATE 5/23/25
RECORD DATE 6/23/25

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► **THE INFORMATION PROVIDED ABOVE WILL BE PROVIDED ON THE SHAREHOLDERS 2025 1099 DIV STATEMENT BOX 3.**

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 ► 	Date ► <u>1/22/2026</u>				
	Print your name ► <u>Dustin J. Hutter</u>		Title ► <u>Treasurer</u>			
Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> If self-employed	PTIN	
	Firm's name ►				Firm's EIN ►	
	Firm's address ►				Phone no.	

Form **8937**

(December 2017)

Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-0123

► See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Baird Funds, Inc. - Baird Aggregate Bond Fund		39-2002097	
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Dustin Hutter	414-298-2317	dhutter@rbaird.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	
777 E Wisconsin Ave.		Milwaukee, WI 53202	
8 Date of action		9 Classification and description	
SEE BOX 14		RETURN OF CAPITAL DISTRIBUTION	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
057071862	NOT APPLICABLE	BAGSX	NOT APPLICABLE

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 ► **THE BAIRD FUNDS, INC. - BAIRD AGGREGATE BOND FUND PAID CAPITAL DISTRIBUTIONS TO THE SHAREHOLDERS OF RECORD ON THE DATES LISTED BELOW, A PORTION OF WHICH CONSTITUTES A NON-TAXABLE RETURN.**

RECORD DATE: 7/25/25; PAYABLE DATE 7/29/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

RECORD DATE: 8/25/25; PAYABLE DATE 8/27/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

RECORD DATE: 9/24/25; PAYABLE DATE 9/26/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

RECORD DATE: 10/24/25; PAYABLE DATE 10/28/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

RECORD DATE: 11/24/25; PAYABLE DATE 11/26/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

RECORD DATE: 12/26/25; PAYABLE DATE 12/30/25; RETURN OF CAPITAL 0.1087% OF TOTAL DISTRIBUTION

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 ► **THE PORTION OF THE DISTRIBUTION THAT CONSTITUTES RETURN OF CAPITAL WILL DECREASE A U.S. TAXPAYER'S BASIS IN THE SHARES OF THE ISSUER. THE TOTAL NONTAXABLE RETURN OF CAPITAL PORTION OF THE DIVIDENDS PAID ARE LISTED BELOW.**

RECORD DATE: 7/25/25; PAYABLE DATE 7/29/25; RETURN OF CAPITAL PER SHARE .00003560

RECORD DATE: 8/25/25; PAYABLE DATE 8/27/25; RETURN OF CAPITAL PER SHARE .00003331

RECORD DATE: 9/24/25; PAYABLE DATE 9/26/25; RETURN OF CAPITAL PER SHARE .00003238

RECORD DATE: 10/24/25; PAYABLE DATE 10/28/25; RETURN OF CAPITAL PER SHARE .00003342

RECORD DATE: 11/24/25; PAYABLE DATE 11/26/25; RETURN OF CAPITAL PER SHARE .00003412

RECORD DATE: 12/26/25; PAYABLE DATE 12/30/25; RETURN OF CAPITAL PER SHARE .00005676

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 FUND COMPUTED THE AMOUNT OF EARNINGS AND PROFITS FOR THE FISCAL YEAR ENDING DECEMBER 31, 2025. THE AMOUNT OF THE DISTRIBUTIONS THAT CONSTITUTE NONTAXABLE RETURN OF CAPITAL IS THE AMOUNT BY WHICH THE DISTRIBUTIONS MADE (ON A PER SHARE BASIS) EXCEEDED EARNINGS AND PROFITS PER SHARE.**

Part II **Organizational Action (continued)**

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RECORD DATE: 7/25/25
RECORD DATE: 8/25/25
RECORD DATE: 9/24/25
RECORD DATE: 10/24/25
RECORD DATE: 11/24/25
RECORD DATE: 12/26/25

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► **THE INFORMATION PROVIDED ABOVE WILL BE PROVIDED ON THE SHAREHOLDERS 2025 1099 DIV STATEMENT BOX 3.**

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.

**Sign
Here**

Signature ▶ Wesley F. Hull

Date ►

1/22/2020

Print your name ► Dustin J. Hutter

Title ►

Treasurer

Paid Preparer Use Only

Print/Type preparer's name

Preparer's signature

Dat

Check if
self-employed

Finals scores ▶

Self-employed

Firm's name ▶

PHOTO EIN