

# 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)	
1ST SUMMIT BANCORP OF JOHNSTOWN, INC.		25-1619855	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
ANNETTE ROSE	814-262-4043	AROSE@1STSUMMIT.BANK	
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	
125 DONALD LANE, PO BOX 5480		JOHNSTOWN, PA 15904	
8 Date of action		9 Classification and description	
04/18/2022		TWO-FOR-ONE-COMMON STOCK SPLIT IN THE FORM OF 100% STOCK DIVIDEND	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
337125108		FSMK	

## 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 ► **100% stock dividend payable on April 19, 2022 for common shareholders of record as of April 18, 2022.**

**One (1) additional share of common stock will be issued for each share of common stock held by shareholders of record as of the close of business on April 18, 2022.**

**The stock distribution is not subject to United States federal income tax and therefore affects the tax basis of the shares owned on which it was distributed.**

- 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 tax basis per share of a shareholder's existing stock (old stock held) will be allocated between the number of shares of old stock and the number of shares of new stock (stock dividend shares) on a per share basis.**

- 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 ► **A 1ST Summit Bancorp of Johnstown, Inc. shareholder should divide their tax basis in shares of stock held before the 100% stock dividend by the number of shares held after the 100% stock dividend to determine their new basis in the shares owned after the 100% stock dividend.**

**Example:**

**Before 100% stock dividend: 100 shares with a tax basis of \$30 per share: \$3,000 aggregate tax basis.**

**\$3,000 aggregate tax basis for 100 shares / 200 shares owned after the 100% stock dividend = \$15 per share tax basis after the stock dividend.**

**After 100% stock dividend: 200 shares x \$15 per share tax basis = \$3,000 aggregate tax basis.**

**Part II Organizational Action** (continued)

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

The distribution of stock is not taxable under IRC Section 305(a). The basis in the shares with respect to which the distribution was made is allocated between the old and new shares in proportion to the fair market value of each on the date of the distribution under IRC Section 307(a).

**18** Can any resulting loss be recognized? ► No loss can be recognized on the stock dividend shares distributed.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ► The reportable tax year is 2022.

A shareholder's per share tax basis should be adjusted to reflect the two-for-one stock split in the form of a 100% stock dividend as of April 19, 2022.

**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 ► Carol A. Myers Date ► 4/26/22

Print your name ► Carol A. Myers

Title ► EVP & CFO

**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.			

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