

FIRST BUSINESS FINANCIAL SERVICES, INC.  
Form SC 13G  
December 14, 2012

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

---

SCHEDULE 13G  
(Rule 13d-102)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT  
TO RULE 13d-1(b), (c), AND (d) AND AMENDMENTS THERETO FILED  
PURSUANT TO RULE 13d-2(b)

FIRST BUSINESS FINANCIAL SERVICES, INC.  
(Name of Issuer)

Common Stock, \$0.01 Par Value Per Share  
(Title of Class of Securities)

319390100  
(CUSIP Number)

December 5, 2012  
(Date of Event Which Requires Filing of This Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

<input type="checkbox"/>	Rule 13d-1(b)
<input checked="" type="checkbox"/>	Rule 13d-1(c)
<input type="checkbox"/>	Rule 13d-1(d)

---

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

(Continued on following pages)

---

CUSIP NO. 319390100 13G Page 2 of 9 Pages

1 NAMES OF REPORTING PERSONS

M3 FUNDS, LLC

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)   
 (b)

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

STATE OF DELAWARE, UNITED STATES OF AMERICA

5 SOLE VOTING POWER

N/A

NUMBER OF  
 SHARES  
 BENEFICIALLY  
 OWNED BY  
 EACH  
 REPORTING  
 PERSON WITH

6 SHARED VOTING POWER

273,514 shares of Common Stock

7 SOLE DISPOSITIVE POWER

N/A

8 SHARED DISPOSITIVE POWER

273,514 shares of Common Stock

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

273,514 shares of Common Stock

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

7.3% of the outstanding shares of Common Stock

12 TYPE OF REPORTING PERSON

OO (Limited Liability Company)

CUSIP NO. 319390100 13G Page 3 of 9 Pages

1 NAMES OF REPORTING PERSONS

M3 PARTNERS, LP

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)   
 (b)

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

STATE OF DELAWARE, UNITED STATES OF AMERICA

5 SOLE VOTING POWER

N/A

NUMBER OF  
 SHARES  
 6 BENEFICIALLY  
 OWNED BY  
 EACH  
 7 REPORTING  
 PERSON WITH

6 SHARED VOTING POWER

273,514 shares of Common Stock

7 SOLE DISPOSITIVE POWER

N/A

8 SHARED DISPOSITIVE POWER

273,514 shares of Common Stock

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

273,514 shares of Common Stock

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

7.3% of the outstanding shares of Common Stock

12 TYPE OF REPORTING PERSON

PN (Limited Partnership)

CUSIP NO. 319390100 13G Page 4 of 9 Pages

1 NAMES OF REPORTING PERSONS

M3F, INC.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)   
 (b)

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

STATE OF UTAH, UNITED STATES OF AMERICA

5 SOLE VOTING POWER

N/A

NUMBER OF  
 SHARES  
 BENEFICIALLY  
 OWNED BY  
 EACH  
 REPORTING  
 PERSON WITH

6 SHARED VOTING POWER

273,514 shares of Common Stock

7 SOLE DISPOSITIVE POWER

N/A

8 SHARED DISPOSITIVE POWER

273,514 shares of Common Stock

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

273,514 shares of Common Stock

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

7.3% of the outstanding shares of Common Stock

12 TYPE OF REPORTING PERSON

CO, IA

CUSIP NO. 319390100 13G Page 5 of 9 Pages

1 NAMES OF REPORTING PERSONS

Jason A. Stock

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)   
 (b)

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

UNITED STATES OF AMERICA

	5	SOLE VOTING POWER
		N/A
NUMBER OF		
SHARES	6	SHARED VOTING POWER
BENEFICIALLY		
OWNED BY		273,514 shares of Common Stock
EACH		
REPORTING	7	SOLE DISPOSITIVE POWER
PERSON WITH		N/A
	8	SHARED DISPOSTIVE POWER
		273,514 shares of Common Stock

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

273,514 shares of Common Stock

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

7.3% of the outstanding Common Stock

12 TYPE OF REPORTING PERSON

IN

CUSIP NO. 319390100 13G Page 6 of 9 Pages

1 NAMES OF REPORTING PERSONS

William C. Waller

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)   
 (b)

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

UNITED STATES OF AMERICA

	5	SOLE VOTING POWER
		N/A
NUMBER OF		
SHARES	6	SHARED VOTING POWER
BENEFICIALLY		
OWNED BY		273,514 shares of Common Stock
EACH		
REPORTING	7	SOLE DISPOSITIVE POWER
PERSON WITH		N/A
	8	SHARED DISPOSITIVE POWER
		273,514 shares of Common Stock

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

273,514 shares of Common Stock

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

7.3% of the outstanding Common Stock

12 TYPE OF REPORTING PERSON

IN

- Item 1. (a) Name of Issuer:  
First Business Financial Services, Inc. (the "Issuer")
- (b) Address of Issuer's Principal Executive Offices:  
401 Charmany Drive  
Madison, WI 53719
- Item 2. (a) Name of Persons Filing:  
M3 Funds, LLC  
M3 Partners, LP  
M3F, Inc.  
Jason A. Stock  
William C. Waller
- (b) Address of Principal Business Office or, if None, Residence:  
For all persons filing:  
10 Exchange Place, Suite 510  
Salt Lake City, UT 84111
- (c) Citizenship:  
M3 Funds, LLC is a Delaware limited liability company  
M3 Partners, LP is a Delaware limited partnership  
M3F, Inc. is a Utah corporation  
Mr. Stock and Mr. Waller are United States citizens
- (d) Title of Class of Securities:  
Common Stock, Par Value \$0.01
- (e) CUSIP Number:  
319390100
- Item 3. If This Statement is Filed Pursuant to Rule 13d-1(b), or 13d-2(b) or (c), Check Whether the Person Filing is a:  
Not applicable. Filed pursuant to Rule 13d-1(c).
-

## Item 4. Ownership.

		M3 Funds, LLC	M3 Partners, LP	M3F, Inc.	Jason A. Stock	William C. Waller
(a)	Amount Beneficially Owned:	273,514	273,514	273,514	273,514	273,514
(b)	Percent of Class:	7.3%	7.3%	7.3%	7.3%	7.3%
(c)	Number of Shares to Which Reporting Person Has:					
(i)	Sole Voting Power:	N/A	N/A	N/A	N/A	N/A
(ii)	Shared Voting Power:	273,514	273,514	273,514	273,514	273,514
(iii)	Sole Dispositive Power:	N/A	N/A	N/A	N/A	N/A
(iv)	Shared Dispositive Power:	273,514	273,514	273,514	273,514	273,514

The reported shares are the Issuer's common stock, no par value.

As of December 13, 2012, all 273,514 of the reported shares are owned directly by M3 Partners, L.P. ("M3 Partners"), whose general partner is M3 Funds, LLC (the "General Partner") and whose investment adviser is M3F, Inc. (the "Investment Adviser"). The General Partner and the Investment Adviser could each be deemed to be indirect beneficial owners of the reported shares, and could be deemed to share such beneficial ownership with M3 Partners.

Jason A. Stock and William C. Waller are the managers of the General Partner and the managing directors of the Investment Adviser, and could be deemed to share such indirect beneficial ownership with the General Partner, the Investment Adviser and M3 Partners.

## Item 5. Ownership of Five Percent or Less of a Class.

If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities, check the following [ ]

## Item 6. Ownership of More than Five Percent on Behalf of Another Person.

Not applicable.



Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on by the Parent Holding Company or Control Person.

Not applicable.

Item 8. Identification and Classification of Members of the Group.

Not applicable.

Item 9. Notice of Dissolution of Group.

Not applicable.

Item 10. Certification.

By signing below, each of the undersigned certifies that, to the best of his or its knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

Exhibits

Exhibit 1

Joint Filing Agreement dated December 13, 2012, among M3 Partners, LP, M3 Funds, LLC, M3F, Inc., Jason A. Stock and William C. Waller.

---

Signature

After reasonable inquiry and to the best of each of the undersigned's knowledge and belief, each of the undersigned certifies that the information set forth in this Statement is true, complete and correct.

Date: December 13, 2012

M3 PARTNERS, LP

By: M3 Funds, LLC, General  
Partner

By: /s/ Jason A. Stock  
Name: Jason A. Stock  
Title: Manager

Date: December 13, 2012

M3 FUNDS, LLC

By: /s/ Jason A. Stock  
Name: Jason A. Stock  
Title: Manager

Date: December 13, 2012

M3F, INC.

By: /s/ Jason A. Stock  
Name: Jason A. Stock  
Title: Managing Director

Date: December 13, 2012

/s/ Jason A. Stock  
Jason A. Stock

Date: December 13, 2012

/s/ William C. Waller  
William C. Waller