

Mercia Susan F Hovey
 Form 5
 February 02, 2011

FORM 5

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL
 OMB Number: 3235-0362
 Expires: January 31, 2005
 Estimated average burden hours per response... 1.0

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).
 Form 3 Holdings Reported Form 4 Transactions Reported

ANNUAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person *
 Mercia Susan F Hovey
 (Last) (First) (Middle)

2. Issuer Name and Ticker or Trading Symbol
 UNION BANKSHARES INC
 [UNB]

3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year)
 12/31/2010

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer
 (Check all applicable)
 ___ Director ___X___ 10% Owner
 ___ Officer (give title below) ___ Other (specify below)

6. Individual or Joint/Group Reporting
 (check applicable line)
 ___X___ Form Filed by One Reporting Person
 ___ Form Filed by More than One Reporting Person

PO BOX 357, 924 POND ROAD
 (Street)

HINESBURG, VT 05461-0357
 (City) (State) (Zip)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned at end of Issuer's Fiscal Year (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
				(A) or (D)	Amount or Price		
Common Stock	12/24/2010	^	J ⁽¹⁾	173,626 D	\$ 0 0	I	See Note ⁽¹⁾
Common Stock	^	^	^	^	^ ^ 1,897	D	^
Common Stock	^	^	^	^	^ ^ 422,908	I	Sole Trustee & beneficiary Genevieve

Common Stock	^	^	^	^	^	^	173,625	I	L. Hovey Trust ⁽²⁾ Co-Trustee & beneficiary Susan Hovey Trust Settlor, co-Trustee & beneficiary S.H. Mercia Trust
Common Stock	^	^	^	^	^	^	5,283	I	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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SEC 2270 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. of D Se B O E Is Fi (I
					(A) (D)	Date Exercisable Expiration Date	Title Amount or Number of Shares		

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Mercia Susan F Hovey PO BOX 357 924 POND ROAD HINESBURG, VT 05461-0357	^	^ X	^	^

Signatures

/s/ Susan F. Hovey
Mercia

01/27/2011

__Signature of Reporting
Person

Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Distribution of shares, without consideration, from Franklin G. Hovey II Trust, for which Ms. Mercia served as co-trustee; Ms. Mercia does not have any direct or indirect beneficial ownership interest or pecuniary interest in any of the distributed shares.
- (2) Ms. Mercia disclaims beneficial ownership of 211,424 of the shares held in the Genevieve L. Hovey Trust, in which she does not have a pecuniary interest.

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.