

United States
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT
Pursuant to Section 13 or 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): May 28, 2008

UNION BANKSHARES CORPORATION

(Exact name of registrant as specified in its charter)

Virginia
(State or other jurisdiction
of incorporation)

0-20293
(Commission File Number)

54-1598552
(I.R.S. Employer
Identification No.)

211 North Main Street
P.O. Box 446
Bowling Green, Virginia 22427
(Address of principal executive offices, including Zip Code)

Registrant's telephone number, including area code: (804) 633-5031

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13c-4(c) under the Exchange Act (17 CFR 240.13c-4(c))

Item 8.01 Other Events.

On May 28, 2008, Union Bankshares Corporation announced that its Bay Community Bank affiliate will be merged into its largest bank affiliate, Union Bank and Trust Company. A copy of the press release is attached hereto as Exhibit 99.1.

Item 9.01 Financial Statements and Exhibits.

Exhibit 99.1 Press Release dated May 28, 2008

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

UNION BANKSHARES CORPORATION

Date: May 30, 2008

By: /s/ D. Anthony Peay
D. Anthony Peay
Executive Vice President and Chief Financial Officer



PRESS RELEASE – 5/28/08

For Additional Information Please Contact:
Olen Thomas, SVP / Chief Marketing Officer
804-632-2161

FOR IMMEDIATE RELEASE:

Union Bankshares Corporation to Consolidate Affiliate

BOWLING GREEN, VA. — G. William Beale, President and Chief Executive Officer of Union Bankshares Corporation (NASDAQ: UBSH) announced that its affiliate Bay Community Bank will merge into its largest bank affiliate, Union Bank and Trust Company (“Union Bank & Trust”). The projected completion date of the merger is October 31, 2008.

Bay Community Bank opened its doors in 1998 with one branch located in the Williamsburg, Virginia area. Since then it opened a second branch in Williamsburg, followed by one in Newport News, and one in Yorktown. “By utilizing the strength of Union Bank & Trust’s balance sheet, we will continue our expansion deeper in the Tidewater area. The introduction of a common brand and additional locations will allow us to better serve our customers and these communities. Both banks have operated under the UBSH umbrella, utilizing the same operating personnel, processes and systems since Bay Community Bank began business in 1998,” said Mr. Beale.

“These are exciting times for Bay Community Bank, its customers, and employees. By combining Bay Community Bank with our sister bank, Union Bank & Trust, we will be able to accelerate our growth plans while preserving our shared commitment to community banking and to local decision making. While the name on the building will change, the people serving our customers will be unchanged,” said Robert L. Bailey, President of Bay Community Bank. Bailey will become the Tidewater Regional President of Union Bank & Trust.

Union Bank & Trust, founded in 1902, has operated as a community bank for over 100 years and is one of the oldest, largest and most respected banks in the Commonwealth of Virginia. The bank offers access to 38 branches stretching as far north as Springfield and following the I-95 corridor from Fredericksburg heading south to Richmond. Additional branches are located along the I-64 corridor from Charlottesville to Richmond. The four Bay Community Bank branches, located along the eastern portion of the I-64 corridor, make a logical extension of this network.

Union Bankshares Corporation is a \$2.3 billion financial services holding company committed to serving consumers and small to mid-sized businesses through its family of community banks and financial services companies. The corporation’s four full-service community banks serve portions of Central, Northern, and Tidewater Virginia. They are Union Bank & Trust, Northern Neck State Bank, Rappahannock National Bank and Bay Community Bank. Non-bank affiliates include Union Investment Services, Inc. providing full brokerage services, Union Mortgage Group, Inc. providing a full line of mortgage products, and Union Insurance Group, LLC.