

**Information Return for Build America Bonds and Recovery Zone
 Economic Development Bonds**
 ▶ Under Internal Revenue Code section 149(e)
 ▶ See separate instructions.

OMB No. 1545-2161

Part I Reporting Authority		Check if Amended Return <input type="checkbox"/>
1 Issuer's name County of Union, Illinois		2 Issuer's employer identification number (EIN) 13-76002199
3 Name of person (other than issuer) with whom the IRS may communicate about this return (see instructions)		4 Report number (For IRS Use Only) 1
5 Number and street (or P.O. Box if mail is not delivered to street address) 309 W. Market Street		
6 City, town, or post office, state, and ZIP code Jonesboro, Illinois 62952		7 Date of issue (MM/DD/YYYY) 09 / 29 / 2010
8 Name of issue Taxable General Obligation Bonds (Alternate Revenue Source), Series 2010B		9 CUSIP number 906179 DFO
10 Name and title of officer of issuer whom the IRS may call for more information (see instructions) Bobby G. Myers, Treasurer		11 Telephone number of officer or other person (see instructions) (618) 833-5621

Part II Type of Bonds (see instructions, if the box on line 1b or 1c is checked, complete lines 2 and 3)

1a Build America bonds (Tax Credit) (section 54AA(a))

b Build America bonds (Direct Payment) (sections 54AA(g) and 6431)

c Recovery zone economic development bonds (Direct Payment) (sections 1400U-2 and 6431)

2 Enter the first interest payment date (MM/DD/YYYY) ▶ 09 / 01 / 2011

3 Interest payment date frequency: (Check box) (see instructions and attach debt service schedule)

a annual,

b semi-annual,

c quarterly,

d monthly, or

e other

f If line 3e above is checked, please describe the payment frequency:

Part III Purpose of Issue		Amount (Whole Dollars)
1 For a build America bond, identify the purpose of issue and enter the issue price. (see instructions and attach schedule)		
a Education		1a
b Health and hospital		1b
c Transportation		1c
d Public safety		1d
e Environment (including sewage bonds)		1e
f Housing		1f
g Utilities		1g
h Other description ▶ Various capital improvements	12,635,000	1h
2 For a recovery zone economic development bond, identify the purpose of issue and enter the issue price. (see instructions and attach schedule)		
a Capital expenditures relating to property located in the zone		2a
b Public infrastructure and construction of public facilities		2b
c Job training and educational programs		2c
d Other description		2d
3 Total issue price (Part III, lines 1a through 1h or lines 2a through 2d)		3
4 If obligations are TANs or RANs, check only box 4a <input type="checkbox"/> If obligations are BANs, check only box 4b <input type="checkbox"/>		
5 If obligations are in the form of a lease or installment sale, check box <input type="checkbox"/>		

Part IV Description of Obligations (Complete for the entire issue for which this form is being filed.)	
1 Stated redemption price at maturity	12,635,000
2 Final maturity date (MM/DD/YYYY)	09 / 01 / 2041
3 Weighted average maturity	2 0 . 2 5 years
4 Yield	4 4 2 0 1 %
5 If the issue is a variable rate issue, check box 5a <input type="checkbox"/> Please indicate the frequency rates are reset 5b ▶	

Part V Use of Proceeds of Issue

Table with 2 columns: Description and Amount (Whole Dollars). Rows include Sales proceeds, Expected investment proceeds, Proceeds used for accrued interest, etc.

Part VI Description of Refunded Bonds (complete this part only for refunding bonds)

Form with 4 numbered questions regarding the remaining weighted average maturity and issue date of refunded bonds.

Part VII Miscellaneous

Form with 9 numbered questions regarding volume cap, GIC, loan information, hedge, and issuer procedures.

Signature and Consent section with handwritten signature, date (09/29/2010), and name (Randy Lambdin, Chairman).

Paid Preparer's Use Only section with preparer's signature, date (11/12/10), firm name (Ice Miller LLP), and SSN/PTIN (P01067455).

Part VIII Consent to Disclosure of Certain Information from this Return

Question 1 regarding consent to publish bond information, with Yes/No options.

Under penalties of perjury, I declare that I am an officer of the above named issuer and that I am authorized to give consent on behalf of the above named issuer for the IRS to publish the items of information described in line 1 of Part VIII of this form to assist in the reporting obligations under section 6049.

Sign Here section with lines for Signature, Date, and Type or print name and title.

**COUNTY OF UNION, ILLINOIS
TAXABLE GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE),
SERIES 2010B
(BUILD AMERICA BONDS – DIRECT PAYMENT)**

EIN: 13-76002199

**Attachment to Form 8038-B
Part I, Line 9**

CUSIP NUMBERS

<u>MATURITY DATE</u>	<u>CUSIP NUMBER</u>
September 1, 2015	906179 CR5
September 1, 2016	906179 CS3
September 1, 2017	906179 CT1
September 1, 2018	906179 CU8
September 1, 2019	906179 CV6
September 1, 2020	906179 CW4
September 1, 2021	906179 CX2
September 1, 2022	906179 CY0
September 1, 2023	906179 CZ7
September 1, 2024	906179 DA1
September 1, 2025	906179 DB9
September 1, 2026	906179 DC7
September 1, 2030	906179 DD5
September 1, 2040	906179 DE3
September 1, 2041	906179 DF0

Preliminary

FIXED RATE BOND - DEBT SERVICE SCHEDULE

Union County, Illinois

\$12,635,000 Taxable General Obligation Bonds (ARS), Series 2010B

(Build America Bonds (Direct Payment))

AAA Insured, Non-Rated

Bond Balance Report

Part 1 of 3

Date	Principal	Coupon	Interest	35% Govn't Rebate	Total P+I	Bond Balance	Fiscal Total
09/29/2010	-	-	-	-	-	12,635,000.00	-
03/01/2011	-	-	-	-	-	12,635,000.00	-
08/01/2011	-	-	-	-	-	12,635,000.00	-
09/01/2011	-	-	760,169.33	(266,059.26)	494,110.07	12,635,000.00	-
03/01/2012	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
08/01/2012	-	-	-	-	-	12,635,000.00	762,001.07
09/01/2012	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
03/01/2013	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
08/01/2013	-	-	-	-	-	12,635,000.00	535,782.00
09/01/2013	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
03/01/2014	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
08/01/2014	-	-	-	-	-	12,635,000.00	535,782.00
09/01/2014	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
03/01/2015	-	-	412,140.00	(144,249.00)	267,891.00	12,635,000.00	-
08/01/2015	-	-	-	-	-	12,635,000.00	535,782.00
09/01/2015	280,000.00	3.400%	412,140.00	(144,249.00)	547,891.00	12,355,000.00	-
03/01/2016	-	-	407,380.00	(142,583.00)	264,797.00	12,355,000.00	-
08/01/2016	-	-	-	-	-	12,355,000.00	812,688.00
09/01/2016	285,000.00	3.700%	407,380.00	(142,583.00)	549,797.00	12,070,000.00	-
03/01/2017	-	-	402,107.50	(140,737.62)	261,369.88	12,070,000.00	-
08/01/2017	-	-	-	-	-	12,070,000.00	811,166.88
09/01/2017	295,000.00	4.300%	402,107.50	(140,737.62)	556,369.88	11,775,000.00	-
03/01/2018	-	-	395,765.00	(138,517.75)	257,247.25	11,775,000.00	-
08/01/2018	-	-	-	-	-	11,775,000.00	813,617.13
09/01/2018	300,000.00	4.550%	395,765.00	(138,517.75)	557,247.25	11,475,000.00	-
03/01/2019	-	-	388,940.00	(136,129.00)	252,811.00	11,475,000.00	-
08/01/2019	-	-	-	-	-	11,475,000.00	810,058.25
09/01/2019	310,000.00	4.800%	388,940.00	(136,129.00)	562,811.00	11,165,000.00	-
03/01/2020	-	-	381,500.00	(133,525.00)	247,975.00	11,165,000.00	-
08/01/2020	-	-	-	-	-	11,165,000.00	810,786.00
09/01/2020	320,000.00	5.000%	381,500.00	(133,525.00)	567,975.00	10,845,000.00	-
03/01/2021	-	-	373,500.00	(130,725.00)	242,775.00	10,845,000.00	-
08/01/2021	-	-	-	-	-	10,845,000.00	810,750.00
09/01/2021	330,000.00	5.200%	373,500.00	(130,725.00)	572,775.00	10,515,000.00	-
03/01/2022	-	-	364,920.00	(127,722.00)	237,198.00	10,515,000.00	-
08/01/2022	-	-	-	-	-	10,515,000.00	809,973.00
09/01/2022	345,000.00	5.400%	364,920.00	(127,722.00)	582,198.00	10,170,000.00	-
03/01/2023	-	-	355,605.00	(124,461.75)	231,143.25	10,170,000.00	-
08/01/2023	-	-	-	-	-	10,170,000.00	813,341.25
09/01/2023	355,000.00	5.600%	355,605.00	(124,461.75)	586,143.25	9,815,000.00	-
03/01/2024	-	-	345,665.00	(120,982.75)	224,682.25	9,815,000.00	-
08/01/2024	-	-	-	-	-	9,815,000.00	810,825.50
09/01/2024	370,000.00	5.800%	345,665.00	(120,982.75)	594,682.25	9,445,000.00	-

2010B BAB - Final * | SINGLE PURPOSE | 11/11/2010 | 12:35 PM

Preliminary

Union County, Illinois

\$12,635,000 Taxable General Obligation Bonds (ARS), Series 2010B

(Build America Bonds (Direct Payment))

AAA Insured, Non-Rated

Bond Balance Report

Part 2 of 3

Date	Principal	Coupon	Interest	35% Govn't Rebate	Total P+I	Bond Balance	Fiscal Total
03/01/2025	-	-	334,935.00	(117,227.25)	217,707.75	9,445,000.00	-
08/01/2025	-	-	-	-	-	9,445,000.00	812,390.00
09/01/2025	390,000.00	6.000%	334,935.00	(117,227.25)	607,707.75	9,055,000.00	-
03/01/2026	-	-	323,235.00	(113,132.25)	210,102.75	9,055,000.00	-
08/01/2026	-	-	-	-	-	9,055,000.00	817,810.50
09/01/2026	400,000.00	6.200%	323,235.00	(113,132.25)	610,102.75	8,655,000.00	-
03/01/2027	-	-	310,835.00	(108,792.25)	202,042.75	8,655,000.00	-
08/01/2027	-	-	-	-	-	8,655,000.00	812,145.50
09/01/2027	420,000.00	6.900%	310,835.00	(108,792.25)	622,042.75	8,235,000.00	-
03/01/2028	-	-	296,345.00	(103,720.75)	192,624.25	8,235,000.00	-
08/01/2028	-	-	-	-	-	8,235,000.00	814,667.00
09/01/2028	440,000.00	6.900%	296,345.00	(103,720.75)	632,624.25	7,795,000.00	-
03/01/2029	-	-	281,165.00	(98,407.75)	182,757.25	7,795,000.00	-
08/01/2029	-	-	-	-	-	7,795,000.00	815,381.50
09/01/2029	460,000.00	6.900%	281,165.00	(98,407.75)	642,757.25	7,335,000.00	-
03/01/2030	-	-	265,295.00	(92,853.25)	172,441.75	7,335,000.00	-
08/01/2030	-	-	-	-	-	7,335,000.00	815,199.00
09/01/2030	485,000.00	6.900%	265,295.00	(92,853.25)	657,441.75	6,850,000.00	-
03/01/2031	-	-	248,562.50	(86,996.87)	161,565.63	6,850,000.00	-
08/01/2031	-	-	-	-	-	6,850,000.00	819,007.38
09/01/2031	505,000.00	7.250%	248,562.50	(86,996.87)	666,565.63	6,345,000.00	-
03/01/2032	-	-	230,256.25	(80,589.68)	149,666.57	6,345,000.00	-
08/01/2032	-	-	-	-	-	6,345,000.00	816,232.20
09/01/2032	530,000.00	7.250%	230,256.25	(80,589.68)	679,666.57	5,815,000.00	-
03/01/2033	-	-	211,043.75	(73,865.31)	137,178.44	5,815,000.00	-
08/01/2033	-	-	-	-	-	5,815,000.00	816,845.01
09/01/2033	555,000.00	7.250%	211,043.75	(73,865.31)	692,178.44	5,260,000.00	-
03/01/2034	-	-	190,925.00	(66,823.75)	124,101.25	5,260,000.00	-
08/01/2034	-	-	-	-	-	5,260,000.00	816,279.69
09/01/2034	585,000.00	7.250%	190,925.00	(66,823.75)	709,101.25	4,675,000.00	-
03/01/2035	-	-	169,718.75	(59,401.56)	110,317.19	4,675,000.00	-
08/01/2035	-	-	-	-	-	4,675,000.00	819,418.44
09/01/2035	610,000.00	7.250%	169,718.75	(59,401.56)	720,317.19	4,065,000.00	-
03/01/2036	-	-	147,606.25	(51,662.18)	95,944.07	4,065,000.00	-
08/01/2036	-	-	-	-	-	4,065,000.00	816,261.26
09/01/2036	645,000.00	7.250%	147,606.25	(51,662.18)	740,944.07	3,420,000.00	-
03/01/2037	-	-	124,225.00	(43,478.75)	80,746.25	3,420,000.00	-
08/01/2037	-	-	-	-	-	3,420,000.00	821,690.32
09/01/2037	675,000.00	7.250%	124,225.00	(43,478.75)	755,746.25	2,745,000.00	-
03/01/2038	-	-	99,756.25	(34,914.68)	64,841.57	2,745,000.00	-
08/01/2038	-	-	-	-	-	2,745,000.00	820,587.82
09/01/2038	710,000.00	7.250%	99,756.25	(34,914.68)	774,841.57	2,035,000.00	-
03/01/2039	-	-	74,018.75	(25,906.56)	48,112.19	2,035,000.00	-

Preliminary

Union County, Illinois

\$12,635,000 Taxable General Obligation Bonds (ARS), Series 2010B

(Build America Bonds (Direct Payment))

AAA Insured, Non-Rated

Bond Balance Report

Part 3 of 3

Date	Principal	Coupon	Interest	35% Govn't Rebate	Total P+I	Bond Balance	Fiscal Total
08/01/2039	-	-	-	-	-	2,035,000.00	822,953.76
09/01/2039	745,000.00	7.250%	74,018.75	(25,906.56)	793,112.19	1,290,000.00	-
03/01/2040	-	-	47,012.50	(16,454.37)	30,558.13	1,290,000.00	-
08/01/2040	-	-	-	-	-	1,290,000.00	823,670.32
09/01/2040	790,000.00	7.250%	47,012.50	(16,454.37)	820,558.13	500,000.00	-
03/01/2041	-	-	18,375.00	(6,431.25)	11,943.75	500,000.00	-
08/01/2041	-	-	-	-	-	500,000.00	832,501.88
09/01/2041	500,000.00	7.350%	18,375.00	(6,431.25)	511,943.75	-	-
08/01/2042	-	-	-	-	-	-	511,943.75
Total	\$12,635,000.00	-	\$17,634,674.33	(6,172,135.92)	\$24,097,538.41	-	-

Bonds maturing on and after September 1, 2021, shall be subject to redemption prior to maturity at the option of the County, from any available funds, in whole or in part, in integral multiples of \$5,000, in any order of their maturity as determined by the County (less than all of the Bonds of a single maturity to be selected by the Registrar (as hereinafter defined) and within any maturity by lot), on September 1, 2020, and on any date thereafter, at the redemption price of par plus accrued interest to the redemption date.

Bonds due on September 1, 2030 and September 1, 2040 are subject to mandatory redemption, in integral multiples of \$5,000 selected by lot by the Registrar (as hereinafter defined), at a redemption price of par plus accrued interest to the redemption date, as set forth in the Bond Order.