

O'Hara Kevin P
 Form 4
 July 25, 2011

FORM 4

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

OMB APPROVAL

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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

(Print or Type Responses)

1. Name and Address of Reporting Person *
 O'Hara Kevin P

(Last) (First) (Middle)
 209 10TH AVENUE
 SOUTH, SUITE 450
 (Street)

NASHVILLE, TN 37203

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
 HEALTHSTREAM INC [HSTM]

3. Date of Earliest Transaction
 (Month/Day/Year)
 07/22/2011

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)
 Senior Vice President

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 ____ Form filed by More than One Reporting Person

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 Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
				(A) or (D)	Price		
Common Stock	07/22/2011	07/22/2011	M	V	16,000	\$ 2.69	31,000 D
Common Stock	07/22/2011	07/22/2011	M		20,000	\$ 3.18	51,000 D
Common Stock	07/22/2011	07/22/2011	M		21,000	\$ 2.75	72,000 D

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

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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)			
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Employee Stock Option (right to buy)	\$ 2.69	07/22/2011	07/22/2011	M		4,000		02/19/2005	02/19/2012	Common Stock	4,000
Employee Stock Option (right to buy)	\$ 2.69	07/22/2011	07/22/2011	M		4,000		02/19/2006	02/19/2012	Common Stock	4,000
Employee Stock Option (right to buy)	\$ 2.69	07/22/2011	07/22/2011	M		4,000		02/19/2007	02/19/2012	Common Stock	4,000
Employee Stock Option (right to buy)	\$ 2.69	07/22/2011	07/22/2011	M		4,000		02/19/2008	02/19/2012	Common Stock	4,000
Employee Stock Option (right to buy)	\$ 3.18	07/22/2011	07/22/2011	M		5,000		02/25/2006	02/25/2013	Common Stock	5,000
Employee Stock Option (right to buy)	\$ 3.18	07/22/2011	07/22/2011	M		5,000		02/25/2007	02/25/2013	Common Stock	5,000

Employee Stock Option (right to buy)	\$ 3.18	07/22/2011	07/22/2011	M	5,000	02/25/2008	02/25/2013	Common Stock	5,000
Employee Stock Option (right to buy)	\$ 3.18	07/22/2011	07/22/2011	M	5,000	02/25/2009	02/25/2013	Common Stock	5,000
Employee Stock Option (right to buy)	\$ 2.75	07/22/2011	07/22/2011	M	7,000	02/09/2007	02/09/2014	Common Stock	7,000
Employee Stock Option (right to buy)	\$ 2.75	07/22/2011	07/22/2011	M	7,000	02/09/2008	02/09/2014	Common Stock	7,000
Employee Stock Option (right to buy)	\$ 2.75	07/22/2011	07/22/2011	M	7,000	02/09/2009	02/09/2014	Common Stock	7,000

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
O'Hara Kevin P 209 10TH AVENUE SOUTH SUITE 450 NASHVILLE, TN 37203			Senior Vice President	

Signatures

Kevin O'Hara 07/25/2011
 **Signature of Date
 Reporting Person

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).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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