SEC Form 4

FORM 4

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

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person*	2. Issuer Name **and** Ticker or Trading Symbol	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)

DANIELL JAMES

(Last)   (First)   (Middle)

132 BRIGHTON CLOSE

(Street)

NASHVILLE   TN   37205

(City)   (State)   (Zip)

HEALTHSTREAM INC [HSTM]

3. Date of Earliest Transaction (Month/Day/Year)
05/18/2005

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

5. Relationship of Reporting Person(s) to Issuer (Check all applicable)

X   Director   10% Owner

Officer (give title below)   Other (specify below)

6. Individual or Joint/Group Filing (Check Applicable Line)

X   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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	05/18/2005	05/18/2005	M		3,700	A	$2.3	40,873	D	
Common Stock	05/18/2005	05/18/2005	S		3,700	D	$2.9343	37,173	D	

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 Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Employee Stock Option (right to buy)	$2.3	05/18/2005	05/18/2005	M			3,700	06/25/1998	06/25/2005	Common Stock	3,700	$2.3	0	D	
Employee Stock Option (right to buy)	$2.34							02/04/1999	02/04/2006	Common Stock	2,775		2,775	D	
Employee Stock Option (right to buy)	$4.06							09/02/1999	09/02/2007	Common Stock	14,800		14,800	D	
Employee Stock Option (right to buy)	$9							04/10/2000	04/10/2010	Common Stock	10,000		10,000	D	
Employee Stock Option (right to buy)	$1.39							05/31/2002	05/31/2012	Common Stock	5,000		5,000	D	
Employee Stock Option (right to buy)	$1.54							05/30/2003	05/30/2013	Common Stock	10,000		10,000	D	
Employee Stock Option (right to buy)	$2.17							05/27/2004	05/27/2014	Common Stock	5,000		5,000	D	

Explanation of Responses:

Remarks:

James Daniell MD   05/19/2005