

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

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

OMB APPROVAL	
OMB Number:	3235-0287
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1. Name and Address of Reporting Person* <u>O'Hara Kevin P</u> (Last) (First) (Middle) 209 10TH AVENUE SOUTH SUITE 450 (Street) NASHVILLE TN 37203 (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>HEALTHSTREAM INC [HSTM]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) Senior Vice President
	3. Date of Earliest Transaction (Month/Day/Year) 08/05/2011	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

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	08/05/2011	08/05/2011	M		7,000	A	\$2.75	79,000	D	
Common Stock	08/05/2011	08/05/2011	M		34,000	A	\$3.75	113,000	D	
Common Stock	08/05/2011	08/05/2011	M		19,200	A	\$2.8	132,200	D	
Common Stock	08/05/2011	08/05/2011	M		6,000	A	\$2.01	138,200	D	
Common Stock	08/05/2011	08/05/2011	M		2,000	A	\$3.58	140,200	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
Employee Stock Option (right to buy)	\$2.75	08/05/2011	08/05/2011	M			7,000	02/09/2010	02/09/2014	Common Stock	7,000	\$2.75	0	D	
Employee Stock Option (right to buy)	\$3.75	08/05/2011	08/05/2011	M			8,500	03/07/2008	03/07/2015	Common Stock	8,500	\$3.75	0	D	
Employee Stock Option (right to buy)	\$3.75	08/05/2011	08/05/2011	M			8,500	03/07/2009	03/07/2015	Common Stock	8,500	\$3.75	0	D	
Employee Stock Option (right to buy)	\$3.75	08/05/2011	08/05/2011	M			8,500	03/07/2010	03/07/2015	Common Stock	8,500	\$3.75	0	D	
Employee Stock Option (right to buy)	\$3.75	08/05/2011	08/05/2011	M			8,500	03/07/2011	03/07/2015	Common Stock	8,500	\$3.75	0	D	
Employee Stock Option (right to buy)	\$2.8	08/05/2011	08/05/2011	M			3,200	04/04/2009	04/04/2016	Common Stock	3,200	\$2.8	0	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)	\$2.8	08/05/2011	08/05/2011	M			6,400	04/04/2010	04/04/2016	Common Stock	6,400	\$2.8	0	D	
Employee Stock Option (right to buy)	\$2.8	08/05/2011	08/05/2011	M			9,600	04/04/2011	04/04/2016	Common Stock	9,600	\$2.8	0	D	
Employee Stock Option (right to buy)	\$2.01	08/05/2011	08/05/2011	M			2,000	02/12/2010	02/12/2017	Common Stock	2,000	\$2.01	0	D	
Employee Stock Option (right to buy)	\$2.01	08/05/2011	08/05/2011	M			4,000	02/12/2011	02/12/2017	Common Stock	4,000	\$2.01	0	D	
Employee Stock Option (right to buy)	\$3.58	08/05/2011	08/05/2011	M			2,000	02/11/2011	02/11/2018	Common Stock	2,000	\$3.58	0	D	

Explanation of Responses:

Remarks:

Kevin O'Hara

08/08/2011

** Signature of Reporting Person

Date

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

* 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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