

MAGELLAN HEALTH SERVICES INC
 Form 4
 July 07, 2011

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
 Expires: January 31, 2005
 Estimated average burden hours per response... 0.5

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 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 *
LERER RENE

2. Issuer Name and Ticker or Trading Symbol
MAGELLAN HEALTH SERVICES INC [MGLN]

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

(Last) (First) (Middle)
55 NOD ROAD
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)
07/05/2011

Director 10% Owner
 Officer (give title below) Other (specify below)
Chief Executive Officer

AVON, CT 06001
 (City) (State) (Zip)

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

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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(D)	Price
Ordinary Common Stock, \$0.01 par value	07/05/2011		X ⁽¹⁾		21,332	A	\$ 32.91
					82,974		
Ordinary Common Stock, \$0.01 par value	07/06/2011		X ⁽¹⁾		16,168	A	\$ 32.91
					99,142		
Ordinary Common Stock	07/05/2011		S ⁽¹⁾		21,332	D	\$ 54.762
					77,810		⁽²⁾

Stock,
\$0.01 par
value

Ordinary
Common

Stock,	07/05/2011		<u>S</u> ⁽¹⁾	16,168	D	\$	55.1434	61,642	D
\$0.01 par value						<u>(3)</u>			

Ordinary
Common

Stock,	07/05/2011		<u>S</u> ⁽¹⁾	2,551	D	\$	55.1434	59,091	D
\$0.01 par value						<u>(3)</u>			

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

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474
(9-02)

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)	8. Amount or Number of Shares
Stock Option (right to buy)	\$ 32.91	07/05/2011		<u>X</u> ⁽¹⁾	21,332	<u>(4)</u> 03/04/2019	Common Stock	21,332
Stock Option (right to buy)	\$ 32.91	07/06/2011		<u>X</u> ⁽¹⁾	16,168	<u>(5)</u> 03/04/2019	Common Stock	16,168

Reporting Owners

Reporting Owner Name / Address

Relationships

Director 10% Owner Officer Other

LERER RENE
55 NOD ROAD
AVON, CT 06001

X

Chief Executive Officer

Signatures

/s/ Ren?? Lerer

07/07/2011

 Signature of
Reporting Person

Date

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).
- (1) This transaction was effectuated pursuant to a Rule 10b-5-1 Plan.
- (2) Price shown is the average sale price for this transaction. For a complete breakdown of the average sale price, please see Exhibit 99.1
- (3) Price shown is the average sale price for this transaction. For a complete breakdown of the average sale price, please see Exhibit 99.2.
- (4) 66,290 stock options are vested and remain exercisable. The balance of 81,311 options shall vest on March 4, 2012.
- (5) 50,122 stock options are vested and remain exercisable. The balance of 81,311 options shall vest on March 4, 2012.
- (6) Not applicable.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.
Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.