

MAGELLAN HEALTH SERVICES INC
 Form 4
 April 11, 2011

FORM 4

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

OMB APPROVAL

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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

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

AVON, CT 06001

(City) (State) (Zip)

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

3. Date of Earliest Transaction (Month/Day/Year)
 04/07/2011

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)
 Chief Executive Officer

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)	(A) or (D)	5. Amount or Price	6. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	7. Nature of Ownership Indirect Beneficial Ownership (Instr. 4)
Ordinary Common Stock, \$0.01 par value	04/07/2011		X ⁽¹⁾	10,000	A	\$ 32.91	75,212	D
Ordinary Common Stock, \$0.01 par value	04/08/2011		X ⁽¹⁾	7,000	A	\$ 32.91	82,212	D
Ordinary Common	04/07/2011		S ⁽¹⁾	8,400	D	\$ 49.9	73,812	D

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Stock,
\$0.01 par
value

Ordinary
Common

Stock, \$0.01 par value	04/07/2011		<u>S</u> ⁽¹⁾	1,600	D	\$ 49.91	72,212	D
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Ordinary
Common

Stock, \$0.01 par value	04/08/2011		<u>S</u> ⁽¹⁾	6,500	D	\$ 49.8	65,712	D
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Ordinary
Common

Stock, \$0.01 par value	04/08/2011		<u>S</u> ⁽¹⁾	500	D	\$ 50.01	65,212	D
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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.

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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)	8. Amount or Number of Shares
Stock Option (right to buy)	\$ 32.91	04/07/2011		<u>X</u> ⁽¹⁾	10,000	<u>(2)</u> 03/04/2019	Common Stock	10,000
Stock Option (right to buy)	\$ 32.91	04/08/2011		<u>X</u> ⁽¹⁾	7,000	<u>(4)</u> 03/04/2019	Common Stock	7,000

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 04/11/2011

__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).
- (1) This transaction was effectuated pursuant to a Rule 10b-5-1 Plan.
- (2) 94,122 stock options are vested and remain exercisable. The balance of 81,311 options shall vest on March 4, 2012.
- (3) Not applicable.
- (4) 87,122 stock options are vested and remain exercisable. The balance of 81,311 options shall vest on March 4, 2012.

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.