

STARBUCKS CORP
Form 10-K/A
June 23, 2004

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**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549**

Form 10-K/A

**FOR ANNUAL AND TRANSITION REPORTS PURSUANT TO SECTIONS 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934**

- þ ANNUAL REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934**

For the fiscal year ended September 28, 2003

Or

- o TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934**

For the transition period from _____ to _____.

Commission File Number: 0-20322

Starbucks Corporation

(Exact Name of Registrant as Specified in its Charter)

Washington
*(State or other jurisdiction of
incorporation or organization)*

91-1325671
*(IRS Employer
Identification No.)*

**2401 Utah Avenue South
Seattle, Washington 98134**
(Address of principal executive offices)

98134
(Zip Code)

(Registrant's Telephone Number, including Area Code): (206) 447-1575

Securities Registered Pursuant to Section 12(b) of the Act: None

**Securities Registered Pursuant to Section 12(g) of the Act:
Common Stock, \$0.001 Par Value Per Share**

Indicate by check mark whether the Registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

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Indicate by check mark if disclosure of delinquent filers pursuant to Item 405 of Regulation of S-K is not contained herein, and will not be contained, to the best of the Registrant's knowledge, in definitive proxy or information statements incorporated by reference in Part III of this Form 10-K/A or any amendment to this Form 10-K/A.

Indicate by check mark whether the registrant is an accelerated filer (as defined in Rule 12b-2 of the Exchange Act): Yes No

The aggregate market value of the voting stock held by non-affiliates of the Registrant, based upon the closing sale price of the Registrant's Common Stock on March 28, 2004, as reported on the National Market tier of The NASDAQ Stock Market, Inc. was \$13,530,521,329.

As of June 21, 2004, there were 396,458,110 shares of the Registrant's Common Stock outstanding.

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This Amendment to the Starbucks Corporation (the Company) Annual Report on Form 10-K for the fiscal year ended September 28, 2003 (fiscal 2003), is being filed in order to correct clerical errors relating to the amounts of relocation and temporary housing expenses paid in fiscal 2003 to James L. Donald and David A. Pace.

The introductory paragraph and table set forth below the title Executive Compensation incorporated by reference in Part III, Item 11 of the Company's fiscal 2003 Annual Report on Form 10-K is hereby amended by deleting the text thereof in its entirety and substituting the following:

PART III**Item 11. Executive Compensation.**

The following table sets forth the compensation paid to or earned by (i) the Company's president and chief executive officer and (ii) the Company's four other most highly compensated executive officers in fiscal 2003 during each of the Company's last three fiscal years.

Summary Compensation Table

Name and Principal Position	Fiscal Year	Annual Compensation			Long-Term Compensation	
		Salary (\$)	Bonus (\$)	Other Annual Compensation (\$)	Number of Securities Underlying Options ⁽¹⁾	All Other Compensation (\$)
Orin C. Smith president and chief executive officer	2003	1,132,762	1,417,000		512,000	43,341 ⁽²⁾
	2002	1,088,269	1,362,500		715,000	7,583 ⁽²⁾
	2001	995,192	1,150,000		790,000	6,860 ⁽²⁾
Howard Schultz chairman and chief global strategist	2003	1,132,762	1,417,000		512,000	19,864 ⁽³⁾
	2002	1,088,269	1,362,500		715,000	2,100 ⁽³⁾
	2001	995,192	1,150,000		790,000	26,942 ⁽³⁾
James L. Donald president, North America	2003	744,615	1,200,000 ⁽⁴⁾	156,468 ⁽⁵⁾	500,000	969 ⁽⁶⁾
	2002					
	2001					
Michael Casey executive vice president, chief financial officer and chief administrative officer	2003	534,584	334,375		175,000	13,674 ⁽⁷⁾
	2002	510,600	318,302		165,000	5,460 ⁽⁷⁾
	2001	470,250	270,825		170,000	8,560 ⁽⁷⁾
David A. Pace executive vice president, Partner Resources	2003	400,000	435,000 ⁽⁸⁾	351,143 ⁽⁹⁾		2,023 ⁽¹⁰⁾
	2002	63,077		57,143 ⁽⁹⁾	200,000	
	2001					

(1)

The number of securities underlying options for fiscal 2001 has been adjusted to reflect the two-for-one stock split effected by the Company in April 2001.

- (2) The amounts shown include (i) matching contributions by the Company to the Company's 401(k) Plan on behalf of Mr. Smith of \$300, \$300 and \$1,700 in fiscal 2003, 2002 and 2001, respectively, (ii) a matching contribution by the Company to the

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Company's Management Deferred Compensation Plan (MDCP) on behalf of Mr. Smith of \$1,700 in fiscal 2003, (iii) \$33,421 in imputed income during fiscal 2003 for personal use of corporate aircraft, and (iv) \$7,920, \$7,283 and \$5,160 in imputed income during fiscal 2003, 2002 and 2001, respectively, for group life insurance premiums paid by the Company.

- (3) The amounts shown include (i) matching contributions by the Company to the Company's 401(k) Plan on behalf of Mr. Schultz of \$300, \$300 and \$1,731 in fiscal 2003, 2002 and 2001, respectively, (ii) a matching contribution by the Company to the MDCP on behalf of Mr. Schultz of \$200 in fiscal 2003, (iii) \$16,826 in imputed income during fiscal 2003 for personal use of corporate aircraft, (iv) \$23,411 in fiscal 2001 for unreimbursed payments by the Company of the insurance premium for a split-dollar life insurance policy originally issued in 1991, and (v) \$2,538, \$1,800 and \$1,800 in imputed income during fiscal 2003, 2002 and 2001, respectively, for group life insurance premiums paid by the Company.
- (4) The amount shown includes (i) a \$400,000 hiring bonus paid to Mr. Donald in fiscal 2003 and (ii) an \$800,000 annual bonus for fiscal 2003 performance.
- (5) The amount shown includes relocation and temporary housing expenses of \$156,468 paid to Mr. Donald.
- (6) The amount shown includes \$969 in imputed income during fiscal 2003 for group life insurance premiums paid by the Company.
- (7) The amount shown includes (i) matching contributions to the Company's 401(k) Plan on behalf of Mr. Casey of \$300, \$300 and \$1,700 in fiscal 2003, 2002 and 2001, respectively, (ii) a matching contribution by the Company to the MDCP on behalf of Mr. Casey of \$2,936 in fiscal 2003, (iii) \$5,242 in imputed income during fiscal 2003 for personal use of corporate aircraft, and (iv) \$5,196, \$5,160 and \$5,160 in imputed income during fiscal 2003, 2002 and 2001, respectively, for group life insurance premiums paid by the Company.
- (8) The amount shown includes (i) a \$185,000 hiring bonus earned by Mr. Pace in fiscal 2003, a portion of which he deferred, and (ii) a \$250,000 annual bonus for fiscal 2003 performance. Mr. Pace accepted an offer to join the Company in July 2002; however, his hiring bonus was not finally determined or paid until December 2002 and January 2003, respectively. Because he joined the Company in late fiscal 2002, Mr. Pace did not receive any bonus for fiscal 2002 performance.
- (9) The amounts shown include relocation and temporary housing expenses of \$351,143 and \$57,143 paid to Mr. Pace in fiscal 2003 and 2002, respectively.
- (10) The amount shown includes (i) a matching contribution by the Company to the MDCP on behalf of Mr. Pace of \$823 in fiscal 2003, and (ii) \$1,200 in imputed income during fiscal 2003 for group life insurance premiums paid by the Company.

PART IV

Item 15. Exhibits, Financial Statement Schedules and Reports on Form 8-K

(c) *Exhibits*

The Exhibits listed in the Index to Exhibits, which appears immediately following the signature page and is incorporated herein by reference, are filed as part of this Amendment to Annual Report on Form 10-K.

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SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) of the Securities Exchange Act of 1934, as amended, the registrant has duly caused this amendment to be signed on its behalf by the undersigned, thereunto duly authorized.

STARBUCKS CORPORATION

Date: June 22, 2004

By: /s/ Michael Casey

Michael Casey
executive vice president, chief financial officer
and chief administrative officer (principal financial
officer
and principal accounting officer)

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Exhibit Number	Description
31.1	Certification of Principal Executive Officer Pursuant to Rule 13a-14 of the Securities Exchange Act of 1934, As Adopted Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
31.2	Certification of Principal Financial Officer Pursuant to Rule 13a-14 of the Securities Exchange Act of 1934, As Adopted Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
32.1	Certification of Principal Executive Officer Pursuant to 18 U.S.C. Section 1350, As Adopted Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002
32.2	Certification of Principal Financial Officer Pursuant to 18 U.S.C. Section 1350, As Adopted Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002