ATHENAHEALTH INC Form SC 13G February 12, 2010

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

SCHEDULE 13G

Under the Securities Exchange Act of 1934

(Amendment No._) *

ATHENAHEALTH INC

(Name of Issuer)

Common Stock

(Title of Class of Securities)

04685W103

(CUSIP Number)

December 31, 2009

(Date Of Event which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- [x] Rule 13d-1(b)
- [] Rule 13d-1(c)
- [] Rule 13d-1(d)

* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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 17	45 (3-06)								
CUSIP :	No.04685W10	13		1	3G		Page 2	2 of	8 Pages
1.	NAME OF RE I.R.S. IDE			OF ABOVE	PERSON:				
	Morgan Sta I.R.S. #36	-	72						
2.	CHECK THE	APPROP	RIATE BOX	IF A MEM	BER OF A G	ROUP:			
	(a) []								
	(b) []								
3.	SEC USE ON	ILY:							
4.	CITIZENSHI	P OR P	LACE OF OR	GANIZATI	ON:				
	The state	of org	anization	is Delaw	are.				
SHARES			SOLE VOTIN 2,214,392	G POWER:					
OW	BENEFICIALLY OWNED BY EACH		SHARED VOT	ING POWE					
REPORTING PERSON WITH:			SOLE DISPO 2,376,098	SITIVE P					
			SHARED DIS	POSITIVE	POWER:				
9.	AGGREGATE 2,376,098	AMOUNT	BENEFICIA	LLY OWNE	D BY EACH	REPORTING	PERSON:		
10.	CHECK BOX	IF THE	AGGREGATE	AMOUNT	IN ROW (9)	EXCLUDES	CERTAIN	SHAI	RES:
	[]								
11.	PERCENT OF 7.1%	' CLASS	REPRESENT	ed by Am	OUNT IN RC	W (9):			
12.	TYPE OF RE HC, CO								
CUSIP	No.04685W10)3		13	G		Page 3	3 of	8 Pages

1. NAME OF REPORTING PERSON: I.R.S. IDENTIFICATION NO. OF ABOVE PERSON:

	Morgar I.R.S.		-	Investm 0307	ent Mar	nagemer	nt Inc.						
2.	CHECK	THE APPROPRIATE BOX IF A MEMBER OF A GROUP:											
	(a) []											
	(b) []											
3.	SEC US	SE ONI											
4.	CITIZE	ENSHIE	 ? OR	PLACE O	F ORGAN	JIZATIO	 DN:						
	The st	ate c	of or	ganizat	ion is	Delawa	are.						
NUMBER OF SHARES BENEFICIALLY		5.	SOLE V 1,754,		POWER:								
OW	NED BY EACH		6.	SHARED 0	VOTING	G POWEI	R:						
REPORTING PERSON WITH:			<pre>7. SOLE DISPOSITIVE POWER: 1,916,236</pre>										
			8. SHARED DISPOSITIVE POWER: 0										
9.	AGGREG 1,916,		AMOUN	IT BENEF	ICIALLY	OWNEI	D BY EA	ACH RE	PORTIN	G PEI	RSON:		
10.	CHECK	BOX 1	LE TH	IE AGGRE	GATE AN	 10unt 1	 IN ROW	(9) E	XCLUDE	S CEI	 RTAIN	SHARE	s:
	[]												
11.	PERCEN	IT OF	CLAS	S REPRE	SENTED	BY AMO	DUNT IN	I ROW	(9):				
12.	TYPE CIA, CO		PORTI	NG PERS	 ON:								
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Item 1		(a) 1		Name of Issuer:									
			ATHENAHEALTH INC										
	(b)		Address of Issuer's Principal Executive Offices:										
				311 ARSENAL STREET WATERTOWN MA 02472									
Item 2		(a)	Name	e of Per	son Fi	ing:							
				Morgan Morgan			stment	Manag	ement	Inc.			

(b) Address of Principal Business Office, or if None, Residence: (1) 1585 Broadway New York, NY 10036 (2) 522 Fifth Avenue New York, NY 10036 _____ (C) Citizenship: (1) The state of organization is Delaware. (2) The state of organization is Delaware. _____ _____ Title of Class of Securities: (d) Common Stock _____ CUSIP Number: (e) 04685W103 _____ If this statement is filed pursuant to Sections 240.13d-1(b) or Ttem 3. 240.13d-2(b) or (c), check whether the person filing is a: (a) [] Broker or dealer registered under Section 15 of the Act (15 U.S.C. 78o). (b) [] Bank as defined in Section 3(a)(6) of the Act (15 U.S.C. 78c). (c) [] Insurance company as defined in Section 3(a)(19) of the Act (15 U.S.C. 78c). (d) [] Investment company registered under Section 8 of the Investment Company Act of 1940 (15 U.S.C. 80a-8). (e) [x] An investment adviser in accordance with Section 240.13d-1(b)(1)(ii)(E); Morgan Stanley Investment Management Inc. (f) [] An employee benefit plan or endowment fund in accordance with Section 240.13d-1(b)(1)(ii)(F); (g) [x] A parent holding company or control person in accordance with Section 240.13d-1(b)(1)(ii)(G); Morgan Stanley (h) [] A savings association as defined in Section 3(b) of the Federal Deposit Insurance Act (12 U.S.C. 1813); (i) [] A church plan that is excluded from the definition of an investment company under Section 3(c)(14) of the Investment Company Act of 1940 (15 U.S.C. 80a-3); (j) [] Group, in accordance with Section 13d-1(b)(1)(ii)(J).

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- Item 4. Ownership as of December 31, 2009.*
 - (a) Amount beneficially owned:See the response(s) to Item 9 on the attached cover page(s).
 - (b) Percent of Class:
 - See the response(s) to Item 11 on the attached cover page(s).
 - (c) Number of shares as to which such person has:
 - (i) Sole power to vote or to direct the vote:See the response(s) to Item 5 on the attached cover page(s).
 - (ii) Shared power to vote or to direct the vote:See the response(s) to Item 6 on the attached cover page(s).
 - (iii) Sole power to dispose or to direct the disposition of: See the response(s) to Item 7 on the attached cover page(s).
 - (iv) Shared power to dispose or to direct the disposition of:See the response(s) to Item 8 on the attached cover page(s).

Item 5. Ownership of Five Percent or Less of a Class.

Not Applicable

- Item 6. Ownership of More Than Five Percent on Behalf of Another Person. Not Applicable
- Item 7. Identification and Classification of the Subsidiary which Acquired the Security Being Reported on By the Parent Holding Company. See Exhibit 99.2
- Item 8. Identification and Classification of Members of the Group.

Not Applicable

Item 9. Notice of Dissolution of Group.

Not Applicable

Item 10. Certification.

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were acquired and are held in the ordinary course of business and were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

* In Accordance with the Securities and Exchange Commission Release No. 34-39538 (January 12, 1998) (the "Release"), this filing reflects the securities beneficially owned, or that may be deemed to be beneficially owned, by certain operating units (collectively, the "MS Reporting Units") of Morgan Stanley and its subsidiaries and affiliates (collectively, "MS"). This filing does not reflect securities, if any, beneficially owned by any operating units of MS whose ownership of securities is disaggregated from that of the MS Reporting Units in accordance with the Release.

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	S	ignature.		
		best of my knowledge and b his statement is true, comp		-
Date:	February 12, 2010			
Signature:	/s/ Ingrid M. Keag			
Name/Title:	Ingrid M. Keag/Authorize	ed Signatory, Morgan Stanle	2У	
	MORGAN STANLEY			
Date:	February 12, 2010			
Signature:	/s/ Mary Ann Picciotto			
Name/Title:	Inve	f Compliance Officer, Morga estment Management Inc.	_	
	MORGAN STANLEY INVESTME			
EXHIBIT NO.		EXHIBITS		PAGE

99.1	Joint Filing Agreement	7
99.2	Item 7 Information	8

 * Attention. Intentional misstatements or omissions of fact constitute federal criminal violations (see 18 U.S.C. 1001).

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EXHIBIT NO. 99.1 TO SCHEDULE 13G JOINT FILING AGREEMENT

February 12, 2010

MORGAN STANLEY and MORGAN STANLEY INVESTMENT MANAGEMENT INC.,

hereby agree that, unless differentiated, this

Schedule 13G is filed on behalf of each of the parties.

MORGAN STANLEY

BY: /s/ Ingrid M. Keag Ingrid M. Keag/Authorized Signatory, Morgan Stanley MORGAN STANLEY INVESTMENT MANAGEMENT INC. BY: /s/ Mary Ann Picciotto Mary Ann Picciotto/Chief Compliance Officer, Morgan Stanley Investment Management Inc.

* Attention. Intentional misstatements or omissions of fact constitute federal criminal violations (see 18 U.S.C. 1001).

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EXHIBIT NO. 99.2

ITEM 7 INFORMATION

The securities being reported on by Morgan Stanley as a parent holding company are owned, or may be deemed to be beneficially owned, by Morgan Stanley Investment Management Inc., an investment adviser in accordance with Rule 13d-1(b)(1)(ii)(E) as amended. Morgan Stanley Investment Management Inc. is a wholly-owned subsidiary of Morgan Stanley.