

# FORM 4

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

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

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**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(f) of the  
Investment Company Act of 1940

<b>1. Name and Address of Reporting Person *</b>  <b>Boudos Martha Dustin</b>  (Last) (First) (Middle)  <b>C/O MORNINGSTAR, INC., 225 WEST WACKER DRIVE</b>  (Street)  <b>CHICAGO, IL 60606</b>  (City) (State) (Zip)	<b>2. Issuer Name and Ticker or Trading Symbol</b>  <b>Morningstar, Inc. [ MORN ]</b>  <b>3. Date of Earliest Transaction (MM/DD/YYYY)</b>  <p align="center"><b>9/25/2006</b></p>	<b>5. Relationship of Reporting Person(s) to Issuer (Check all applicable)</b>  <input type="checkbox"/> Director <span style="float:right"><input type="checkbox"/> 10% Owner</span> <input checked="" type="checkbox"/> Officer (give title below) <span style="float:right"><input type="checkbox"/> Other (specify below)</span> <b>Chief Financial Officer</b>  <b>6. Individual or Joint/Group Filing (Check Applicable Line)</b>  <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person
<b>4. If Amendment, Date Original Filed (MM/DD/YYYY)</b>		

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Trans. Date	2A. Deemed Execution Date, if any	3. Trans. 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	9/25/2006		M		5681	A	\$8.57	31455	D	
Common Stock	9/25/2006		S	(2)	53	D	\$36.33	31402	D	
Common Stock	9/25/2006		S	(2)	160	D	\$36.34	31242	D	
Common Stock	9/25/2006		S	(2)	246	D	\$36.35	30996	D	
Common Stock	9/25/2006		S	(2)	106	D	\$36.36	30890	D	
Common Stock	9/25/2006		S	(2)	73	D	\$36.38	30817	D	
Common Stock	9/25/2006		S	(2)	106	D	\$36.40	30711	D	
Common Stock	9/25/2006		S	(2)	160	D	\$36.41	30551	D	
Common Stock	9/25/2006		S	(2)	53	D	\$36.42	30498	D	
Common Stock	9/25/2006		S	(2)	140	D	\$36.45	30358	D	
Common Stock	9/25/2006		S	(2)	266	D	\$36.46	30092	D	
Common Stock	9/25/2006		S	(2)	53	D	\$36.47	30039	D	
Common Stock	9/25/2006		S	(2)	213	D	\$36.48	29826	D	
Common Stock	9/25/2006		S	(2)	362	D	\$36.50	29464	D	
Common Stock	9/25/2006		S	(2)	179	D	\$36.51	29285	D	
Common Stock	9/25/2006		S	(2)	160	D	\$36.52	29125	D	
Common Stock	9/25/2006		S	(2)	54	D	\$36.525	29071	D	

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Trans. Date	2A. Deemed Execution Date, if any	3. Trans. 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	9/25/2006		S (2)		266	D	\$36.53	28805	D	
Common Stock	9/25/2006		S (2)		106	D	\$36.54	28699	D	
Common Stock	9/25/2006		S (2)		53	D	\$36.585	28646	D	
Common Stock	9/25/2006		S (2)		53	D	\$36.59	28593	D	
Common Stock	9/25/2006		S (2)		106	D	\$36.60	28487	D	
Common Stock	9/25/2006		S (2)		53	D	\$36.6033	28434	D	
Common Stock	9/25/2006		S (2)		53	D	\$36.6524	28381	D	
Common Stock	9/25/2006		S (2)		53	D	\$36.66	28328	D	
Common Stock	9/25/2006		S (2)		106	D	\$36.6624	28222	D	
Common Stock	9/25/2006		S (2)		106	D	\$36.67	28116	D	
Common Stock	9/25/2006		S (2)		53	D	\$36.6743	28063	D	
Common Stock	9/25/2006		S (2)		54	D	\$36.685	28009	D	

**Table II - Derivative Securities Beneficially Owned ( e.g. , puts, calls, warrants, options, convertible securities)**

1. Title of Derivate Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Trans. Date	3A. Deemed Execution Date, if any	4. Trans. 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		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 of Derivative Security: 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)	\$8.57	9/25/2006		M			5681	(1)	5/1/2013	Common Stock	5681	\$0	53423	D	

**Explanation of Responses:**

- (1) The options become exercisable in four equal installments on May 1, 2004, 2005, 2006 and 2007.
- (2) The sales reported on this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on May 9, 2006.

**Remarks:**

Form 1 of 2

**Reporting Owners**

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
<b>Boudos Martha Dustin C/O MORNINGSTAR, INC. 225 WEST WACKER DRIVE CHICAGO, IL 60606</b>			<b>Chief Financial Officer</b>	

**Signatures**

/s/ Rachel Felsenthal, by power of attorney

9/26/2006

\*\* 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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