

ADCARE HEALTH SYSTEMS INC
Form SC 13D/A
July 15, 2008

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

SCHEDULE 13D/A
(Amendment No. 3)

Under the Securities Exchange Act of 1934

AdCare Health Systems, Inc.

(Name of Issuer)

Common Stock, no par value

(Title of Class of Securities)

00650W300

(CUSIP Number)

Christopher F. Brogdon
Connie B. Brogdon
345 Heards Ferry Road NW
Atlanta, GA 30328-4716
(404) 386-9607

(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)

July 15, 2008

(Date of Event Which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§ 240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box .

*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 the that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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CUSIP No. 00650W300

1. NAMES OF REPORTING PERSONS

Christopher F. Brogdon

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a)
(b)

3. SEC USE ONLY

4. SOURCE OF FUNDS

PF

5. CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d)
OR 2(e)

6. CITIZENSHIP OR PLACE OF ORGANIZATION

United States of America

7. SOLE VOTING POWER

0

NUMBER OF 8. SHARED VOTING POWER
SHARES

BENEFICIALLY 553,746

OWNED BY

EACH 9. SOLE DISPOSITIVE POWER

REPORTING 0

PERSON

WITH

10. SHARED DISPOSITIVE POWER

553,746

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

553,746

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES
(SEE INSTRUCTIONS)

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13.5%

12. TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

IN

Page 3 of 6 Pages

CUSIP No. 00650W300

1. NAMES OF REPORTING PERSONS

Connie B. Brogdon

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a)
(b)

3. SEC USE ONLY

4. SOURCE OF FUNDS

PF

5. CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d)
OR 2(e)

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United States of America

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(SEE INSTRUCTIONS)

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13.5%

12. TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

IN

Explanatory Note:

This Amendment No. 3 to Schedule 13D (this "Amendment") amends and restates, where indicated, the statement on Schedule 13D relating to the Common Stock of the Issuer filed by the Reporting Persons with the Securities and Exchange Commission on April 16, 2008 (the "Initial Statement"), as amended by Amendment No. 1 and Amendment No. 2 to Schedule 13D filed by the Reporting Persons with the Securities and Exchange Commission on May 8, 2008 and June 4, 2008, respectively (together, the "Previously Filed Amendments"). This Amendment is being made to disclose the acquisition by the Reporting Persons of additional shares of Common Stock and warrants to purchase Common Stock. Capitalized terms used in this Amendment but not otherwise defined herein have the meanings ascribed to such terms in the Initial Statement. Except as otherwise set forth herein, this Amendment does not modify any of the information previously reported by the Reporting Persons in the Initial Statement or the Previously Filed Amendments.

Item 3. Source and Amount of Funds or Other Consideration.

3.

The Reporting Persons acquired beneficial ownership of 42,758 shares of Common Stock and warrants to purchase 10,200 shares of Common Stock for cash in an aggregate amount of \$124,914.05 using personal funds available on hand.

Item 5. Interest in Securities of the Issuer.

5.

(a)-(b).

As of the date of this Amendment, the Reporting Persons held 232,854 shares of Common Stock and warrants to purchase 320,892 shares of Common Stock, which represents approximately 13.5% of the outstanding Common Stock as of May 15, 2008. The calculation of this percentage is based on 3,786,129 shares of Common Stock outstanding as of May 15, 2008, as disclosed by the Issuer in its Quarterly Report on Form 10-QSB for the quarter ended March 31, 2008.

Each of the Reporting Persons may be deemed to beneficially own an aggregate of 553,746 shares of Common Stock, comprised of (i) 74,694 shares of Common Stock held of record by Mr. Brogdon; (ii) 81,592 shares of Common Stock that may be acquired by Mr. Brogdon upon the exercise of presently exercisable warrants held by Mr. Brogdon at an exercise price of \$5.40 per share; (iii) 147,160 shares of Common Stock held of record by Ms. Brogdon; (iv) 134,400 shares of Common Stock that may be acquired by Ms. Brogdon upon the exercise of presently exercisable warrants held by Ms. Brogdon at an exercise price of \$5.40 per share; (v) 11,000 shares of Common Stock held of record by Ms. Brogdon as custodian for the benefit of the Reporting Persons' minor child under the Uniform Gift to Minors Act; and (vi) 104,900 shares of Common Stock that may be acquired by Ms. Brogdon upon the exercise of presently exercisable warrants held by Mr. Brogdon as custodian for the benefit of the Reporting Persons' minor child under the Uniform Gift to Minors Act at an exercise price of \$5.40 per share.

The Cover Pages of this Amendment are incorporated herein by reference.

(c).

The following table sets forth all transactions effected since the filing of the last of the Previously Filed Amendments by the Reporting Persons with respect to the Common Stock.

| Trade Date | Number of Shares or Warrants Purchased | Purchase Price Per Share or Warrant | How Purchase Effected | Reporting Person |
|------------|--|--|--------------------------|------------------|
| 6/9/2008 | 5,000 | \$2.850 | Open market | Mr. Brogdon |
| 6/9/2008* | 2,800 | \$0.350 | Open market | Ms. Brogdon |
| 6/11/2008 | 500 | \$2.850 | Open market | Ms. Brogdon |
| 6/12/2008 | 400 | \$2.850 | Open market | Mr. Brogdon |
| 6/13/2008 | 2,148 | \$2.900 | Open market | Mr. Brogdon |
| 6/16/2008* | 3,300 | \$0.490 | Open market | Mr. Brogdon |
| 6/16/2008 | 5,600 | \$2.950 | Open market | Mr. Brogdon |
| 6/16/2008 | 14,725 | \$2.950 | Open market | Ms. Brogdon |
| 6/17/2008 | 2,187 | \$2.900 | Open market | Mr. Brogdon |
| 6/17/2008 | 3,000 | \$2.850 | Open market | Ms. Brogdon |
| 6/24/2008 | 2,198 | \$2.400 | Open market | Ms. Brogdon |
| 6/24/2008 | 5,000 | \$2.500 | Open market | Mr. Brogdon |
| 6/25/2008 | 2,000 | \$2.500 | Open market | Ms. Brogdon |
| 7/8/2008* | 700 | \$0.320 | Open market | Ms. Brogdon |
| 7/11/2008* | 3,400 | \$0.450 | Open market | Ms. Brogdon |

* Represents purchase of warrants to purchase shares of Common Stock.

(d). Not applicable.

(e). Not applicable.

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SIGNATURES

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

July 15, 2008

(Date)

/s/ Christopher F. Brogdon

(Signature)

Christopher F. Brogdon

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

July 15, 2008

(Date)

/s/ Connie B. Brogdon

(Signature)

Connie B. Brogdon