

20. Selected Quarterly Financial Data (unaudited, continued)

(2) The following tables reconcile the amounts as presented in this table of Selected Quarterly Financial Data with the previously reported amounts. See Note 2 for additional information concerning the restated financial information.

	2009				2010			
(in thousands except per share amounts)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Total operating expense—as reported	\$ 82,107	\$ 86,845	\$ 86,405	\$ 98,319	\$ 97,348	\$108,424	\$ 109,656	\$ 118,864
Adjustments	37	537	36	37	—	—	—	—
Total operating expense—as adjusted	\$ 82,144	\$ 87,382	\$ 86,441	\$ 98,356	\$ 97,348	\$108,424	\$ 109,656	\$ 118,864
Operating income—as reported	\$ 34,625	\$ 32,688	\$ 33,683	\$ 24,324	\$ 30,942	\$ 27,667	\$ 30,161	\$ 32,289
Adjustments	(37)	(537)	(36)	(37)	—	—	—	—
Operating income—as adjusted	\$ 34,588	\$ 32,151	\$ 33,647	\$ 24,287	\$ 30,942	\$ 27,667	\$ 30,161	\$ 32,289
Income before income taxes and equity in net income of unconsolidated entities—as reported	\$ 35,159	\$ 34,660	\$ 34,476	\$ 23,959	\$ 30,763	\$ 27,688	\$ 36,367	\$ 32,973
Adjustments	(37)	(537)	(36)	(37)	—	—	—	—
Income before income taxes and equity in net income of unconsolidated entities—as adjusted	\$ 35,122	\$ 34,123	\$ 34,440	\$ 23,922	\$ 30,763	\$ 27,688	\$ 36,367	\$ 32,973
Income tax expense—as reported	\$ 10,668	\$ 14,024	\$ 12,407	\$ 9,996	\$ 10,995	\$ 10,225	\$ 15,807	\$ 5,729
Adjustments	87	(68)	86	(425)	—	—	(3,890)	3,890
Income tax expense—as adjusted	\$ 10,755	\$ 13,956	\$ 12,493	\$ 9,571	\$ 10,995	\$ 10,225	\$ 11,917	\$ 9,619
Consolidated net income—as reported	\$ 24,873	\$ 20,615	\$ 22,498	\$ 14,338	\$ 20,157	\$ 17,917	\$ 20,893	\$ 27,490
Adjustments	(124)	(469)	(122)	388	—	—	3,890	(3,890)
Consolidated net income—as adjusted	\$ 24,749	\$ 20,146	\$ 22,376	\$ 14,726	\$ 20,157	\$ 17,917	\$ 24,783	\$ 23,600
Net income attributable to Morningstar, Inc.—as reported	\$ 24,962	\$ 20,544	\$ 22,520	\$ 14,430	\$ 20,188	\$ 18,002	\$ 20,787	\$ 27,393
Adjustments	(124)	(469)	(122)	388	—	—	3,890	(3,890)
Net income attributable to Morningstar, Inc.—as adjusted	\$ 24,838	\$ 20,075	\$ 22,398	\$ 14,818	\$ 20,188	\$ 18,002	\$ 24,677	\$ 23,503
Basic net income per share attributable to Morningstar, Inc.—as reported	\$ 0.53	\$ 0.43	\$ 0.46	\$ 0.30	\$ 0.41	\$ 0.37	\$ 0.42	\$ 0.55
Adjustments	(0.01)	(0.01)	—	—	—	—	0.08	(0.08)
Basic net income per share attributable to Morningstar, Inc.—as adjusted	\$ 0.52	\$ 0.42	\$ 0.46	\$ 0.30	\$ 0.41	\$ 0.37	\$ 0.50	\$ 0.47
Diluted net income per share attributable to Morningstar, Inc.—as reported	\$ 0.51	\$ 0.41	\$ 0.45	\$ 0.29	\$ 0.40	\$ 0.36	\$ 0.41	\$ 0.54
Adjustments	—	(0.01)	—	—	—	—	0.08	(0.08)
Diluted net income per share attributable to Morningstar, Inc.—as adjusted	\$ 0.51	\$ 0.40	\$ 0.45	\$ 0.29	\$ 0.40	\$ 0.36	\$ 0.49	\$ 0.46