INITIAL STATEMENT OF 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(h) of the Investment Company Act of 1940

OMB Number: 3235-0104 Expires: January 31, 2005 Estimated average burden hours per response... 0.5

(Print or Type Responses)

1. Name and Address of Reporting Person <u>*</u> BYRNES ARTHUR E			2. Date of Event RequiringStatement(Month/Day/Year)		3. Issuer Name and Ticker or Trading Symbol TELKONET INC [TKOI]				
(Last)	(First)	(Middle)	07/01/2016		4. Relationship of Reporting Person(s) to Issuer			5. If Amendment, Date Original Filed(Month/Day/Year)	
C/O TELKONET, INC., 20800									
SWENSON	DR. SUITE	E 175	(Check all applicable)						
(Street) WAUKESHA, WI 53186					Director 10% Owner Officer Other (give title below) (specify below)			6. Individual or Joint/Group Filing(Check Applicable Line) _X_Form filed by One Reporting Person	
	,							Form filed by More than One Reporting Person	
(City)	(State)	(Zip)	Tal	ble I - N	on-Derivat	ive Securiti	es Be	neficially Owned	
1.Title of Secur (Instr. 4)	ity		Ber	Amount of neficially C str. 4)		3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nat Owne (Instr	•	
Common Stock, par value \$0.001			698,000			D	Â		
Reminder: Repo owned directly o	-	te line for ea	ch class of securitie	es beneficia	ally SI	EC 1473 (7-02)		
	inform	ation conta	oond to the colle lined in this form nd unless the for	n are not	lys a				

currently valid OMB control number.

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

1. Title of Derivative Security	2. Date Exercisable and	3. Title and Amount of	4.	5.	6. Nature of Indirect
(Instr. 4)	Expiration Date	Securities Underlying	Conversion	Ownership	Beneficial Ownership
	(Month/Day/Year)	Derivative Security	or Exercise	Form of	(Instr. 5)
		(Instr. 4)	Price of	Derivative	
		T '4	Derivative	Security:	
		Title	Security	Direct (D)	

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	Date Exercisable	Expiration Date		Amount or Number of Shares		or Indirect (I) (Instr. 5)	
Employee Stock Option (right to buy) $\frac{(1)}{2}$	(2)	(3)	Common Stock	100,000	\$ 0.19	D	Â

Reporting Owners

Reporting Owner Name / Address		Relationships					
T 8	Director	10% Owner	Officer	Other			
BYRNES ARTHUR E C/O TELKONET, INC. 20800 SWENSON DR. SU WAUKESHA, WI 5318		ÂX	Â	Â	Â		
Signatures							
/s/ Arthur E. Brynes	07/06/201	.6					

<u>**</u>Signature of Reporting Person Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 5(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).
- (1) Options granted pursuant to the 2012 Board of Directors Compensation Policy.
- (2) Options vest quarterly over 5 years.
- (3) This optin expires on the earlier of the ten year anniversary or one year from employment separation.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *See* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.