INTER TEL INC Form SC 13G February 06, 2007

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

SCHEDULE 13G

Under the Securities Exchange Act of 1934 (Amendment No.)*

INTER TEL INC

(Name of Issuer)

COMMON STOCK

(Title of Class of Securities)

458372109

(CUSIP Number)

December 31, 2006

(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 on 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).

Edgar Filing: INTER TEL INC - Form SC 13G

SCHEDULE 13G

CUSIP No. 458372109

	1.		ing Persons. RSON RUDNICK INVESTMENT MANAGEMENT, LLC on Nos. of above persons (entities only).	
	2.	Check the Appropriate Box if a Member of a Group (See Instructions) (a) [] (b) []		
	3.	SEC USE ONLY		
	4.	Citizenship or Place of Organization IS A CALIFORNIA LIMITED LIABILITY COMPANY		
		5.	Sole Voting Power 1,375,098	
Number of Shares Beneficially Owned by Each Reporting Person With:		6.	Shared Voting Power 0	
		7.	Sole Dispositive Power 1,375,098	
		8.	Shared Dispositive Power 0	
	9.	Aggregate Amount Beneficially Owned by Each Reporting Person 1,375,098		
	10.	Check if the Aggregate Amount in Row (9) Excludes Certain Shares (See Instructions) []		
	11.	Percent of Class Represented by Amount in Row (9) 5.15%		
	12.	Type of Reportin IA	g Person	

Item 1.

Item 2.

(a)	Name of Issuer
	INTER TEL INC
(b)	Address of Issuer's Principal Executive Offices
	1615 S. 52ND STREET TEMPE, AZ 85281
(a)	Name of Person Filing
	KAYNE ANDERSON RUDNICK INVESTMENT MANAGEMENT, LLC
(b)	Address of Principal Business Office or, if none, Residence
	1800 AVENUE OF THE STARS, 2ND FLOOR LOS ANGELES, CA 90067
(c)	Citizenship
	IS A CALIFORNIA LIMITED LIABILITY COMPANY
(d)	Title of Class of Securities
	COMMON STOCK
(e)	CUSIP Number
	458372109

Item 3.

If this statement is filed pursuant to §§240.13d-1(b) or 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. 780).
(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 §240.13d-1(b)(1)(ii)(E);
(f)	[]	An employee benefit plan or endowment fund in accordance with §240.13d-1(b)(1)(ii)(F);
(g)	[]	A parent holding company or control person in accordance with § 240.13d-1(b)(1)(ii)(G);
(h)	[]	A savings associations 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 §240.13d-1(b)(1)(ii)(J).

Edgar Filing: INTER TEL INC - Form SC 13G

Item 4.		Ownership.		
	(a)	Amount beneficially owned:		
		1,375,098		
	(b)	Percent of class:		
		5.15%		
	(c)	Number of shares as to which the person has:		
		(i)	Sole power to vote or to direct the vote	
			1,375,098	
		(ii)	Shared power to vote or to direct the vote	
			0	
		(iii)	Sole power to dispose or to direct the disposition of	
			1,375,098	
		(iv)	Shared power to dispose or to direct the disposition of	
			0	
Item 5.			Ownership of Five Percent or Less of a Class	
			If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities, check the following [].	
Instruction	: Dissolution o	f a group requires a	response to this item.	
Item 6.			Ownership of More than Five Percent on Behalf of Another Person NOT APPLICABLE	
			NOT AT LICABLE	
Item 7.			Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on By the Parent Holding Company or Control Person	
			NOT APPLICABLE	
1 4 0				
Item 8.			Identification and Classification of Members of the Group NOT APPLICABLE	
			NOTATLICABLE	
Item 9.			Notice of Dissolution of Group	
			NOT APPLICABLE	
Item 10.			Certifications	
10.111 10.			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	

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

Edgar Filing: INTER TEL INC - Form SC 13G

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.

SIGNATURE

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.

Date: February 06, 2007

JEANNINE VANIAN

By:

/s/ JEANNINE VANIAN

JEANNINE VANIAN Title: MANAGING COMMITTEE MEMBER, COO

3