

INTER TEL (DELAWARE), INC
 Form 4
 August 17, 2007

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
 Expires: January 31, 2005
 Estimated average burden hours per response... 0.5

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

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(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
KNEIP KURT R

2. Issuer Name and Ticker or Trading Symbol
INTER TEL (DELAWARE), INC [INTL]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

3. Date of Earliest Transaction (Month/Day/Year)
08/16/2007

___ Director ___ 10% Owner
 Officer (give title below) ___ Other (specify below)
SVP and CFO

C/O INTER-TEL (DELAWARE), INCORPORATED, 1615 S. 52ND STREET

(Street)

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 ___ Form filed by More than One Reporting Person

TEMPE, AZ 85281

(City) (State) (Zip)

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

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction 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 Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|-------|---|--|-----------------------------------|
| | | | Code | V | Amount | Price | | | |
| Common Stock | 08/16/2007 | | S | | 40,696 | D | \$ 25.6 | 0 | D |
| Common Stock | 08/16/2007 | | M | | 10,000 | A | \$ 9.0313 | 10,000 | D |
| Common Stock | 08/16/2007 | | M | | 7,500 | A | \$ 13.57 | 17,500 | D |
| Common Stock | 08/16/2007 | | M | | 2,000 | A | \$ 0 | 19,500 | D |
| | 08/16/2007 | | M | | 10,000 | A | \$ 23.86 | 29,500 | D |

| | | | | | | | |
|--------------|------------|---|--------|---|---------|--------|---|
| Common Stock | | | | | | | |
| Common Stock | 08/16/2007 | S | 10,000 | D | \$ 25.6 | 19,500 | D |
| Common Stock | 08/16/2007 | S | 7,500 | D | \$ 25.6 | 12,000 | D |
| Common Stock | 08/16/2007 | S | 2,000 | D | \$ 25.6 | 10,000 | D |
| Common Stock | 08/16/2007 | S | 10,000 | D | \$ 25.6 | 0 | D |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474
(9-02)

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

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction 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 (Month/Day/Year) | 7. Title and Underlying Security (Instr. 3 and 4) | |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--------------|
| | | | | | | Date Exercisable | Expiration Date | Title |
| | | | | Code | V (A) (D) | | | |
| Stock Options | \$ 9.0313 | 08/16/2007 | | M | 10,000 | 03/09/2002 | 03/09/2011 ⁽¹⁾ | Common Stock |
| Stock Options | \$ 13.57 | 08/16/2007 | | M | 7,500 | 04/14/2004 ⁽²⁾ | 04/14/2013 ⁽²⁾ | Common Stock |
| Performance Shares | \$ 0 | 08/16/2007 | | M | 2,000 | 04/30/2009 ⁽²⁾ | 04/30/2010 ⁽²⁾ | Common Stock |
| Stock Options | \$ 23.86 | 08/16/2007 | | M | 10,000 | 02/22/2008 ⁽²⁾ | 02/22/2017 ⁽²⁾ | Common Stock |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|--------------------------------|---------------|-----------|-------------|-------|
| | Director | 10% Owner | Officer | Other |
| | | | SVP and CFO | |

KNEIP KURT R
C/O INTER-TEL (DELAWARE), INCORPORATED
1615 S. 52ND STREET
TEMPE, AZ 85281

Signatures

Kurt R. Kneip

08/17/2007

**Signature of
Reporting Person

Date

Explanation of Responses:

- * 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).
- (1) The original "date exercisable" and "expiration date" are superceded (in whole or in part) by this date (8/16/07) as a result of the merger of Inter-Tel with Mitel, effective on 8/16/07.
 - (2) The original "date exercisable" and "expiration date" are superceded (in whole or in part) by this date (8/16/07) as a result of the merger of Inter-Tel with Mitel, effective on 8/16/07.

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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