



DIVISION OF  
CORPORATION FINANCE

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

Mail Stop 3720

March 5, 2008

**VIA U.S. MAIL AND FAX (240) 912-1839**

Mr. Richard J. Leimbach  
Vice President Finance  
Telkonet, Inc.  
20374 Seneca Meadows Parkway  
Germantown, MD 20876

**Re: Telkonet Inc.  
Form 10-K for Fiscal Year Ended December 31, 2006, as Amended  
Filed March 16, 2007**

Dear Mr. Leimbach:

We have completed our review of your Form 10-K and related filings and do not, at this time, have any further comments.

Sincerely,

Larry Spigel  
Assistant Director