FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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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

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person [*] MIELE JAMES						2. Issuer Name and Ticker or Trading Symbol ITERIS, INC. [ITI]									elationship ck all app Direct	licable)	ng Pe	erson(s) to I 10% O		
(Last)	(Fi	(First) (Middle)				3. Date of Earliest Transaction (Month/Day/Year) 06/15/2006								Х	C Office below	,	~	below)	specify	
1515 S. MANCHESTER AVE															CFO & Secretary					
(Street)					4. If A	4. If Amendment, Date of Original Filed (Month/Day/Year)									6. Individual or Joint/Group Filing (Check Applicable Line)					
ANAHEIM CA 92802													X	X Form filed by One Reporting Person						
(City)	(S	(State) (Zip)													Form filed by More than One Reporting Person					
Table I. Nen Perivative Securities Acquired Dispessed of an Peneficially Curred																				
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																				
1. Title of Security (Instr. 3) 2. Transacti Date (Month/Day						Execution Date,			Code (Ins	Transaction Dispos Code (Instr. and 5)		rities Acquired (A) ed Of (D) (Instr. 3, 4			Securit Benefic Owned	ties Fo cially (D) Inc		irect (I)	7. Nature of Indirect Beneficial Ownership	
									Code	v	Amoun	it (A) or Pr		Price	Report Transa	Following Reported Transaction(s) (Instr. 3 and 4)		tr. 4)	(Instr. 4)	
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)	ifany		4. Transaction Code (Instr. 8)		n of l		6. Date Exercisable and Expiration Date (Month/Day/Year)			7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)			3. Price of Derivative Security Instr. 5)	9. Number derivative Securities Beneficiall Owned Following Reported Transactio (Instr. 4)	у	Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership	
					Code	v	(A)	(D)	Date Exercisable		piration te	Title	Amo or Num of Shar	ber						
Options Right to Buy	\$2.21	06/15/2006			A		15,000		(1)	01,	/15/2016	Common Stock	15,0	000	\$2.21	15,000		D		

Explanation of Responses:

1. The option shall become exercisable in a series of four successive equal annual installments upon Optionee's completion of each year of service over the four year period measured from the vesting commencement date.

/s/ James Miele

** Signature of Reporting Person Date

06/19/2006

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

 * 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).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

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 Number.