

INTER TEL INC  
Form 4  
May 04, 2005

**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 \*  
CAPPELLO ALEXANDER L

(Last) (First) (Middle)

C/O GENIUS PRODUCTS,  
INC., 740 LOMAS SANTA FE,  
SUITE 210

(Street)

SOLANA BEACH, CA 92075

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
INTER TEL INC [INTL]

3. Date of Earliest Transaction  
(Month/Day/Year)  
05/03/2005

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)

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

**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)		
				(A) or (D)	Code	V	Amount	(D)	Price

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	2. Conversion	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if	4. Transaction of	5. Number of Derivative	6. Date Exercisable and Expiration Date	7. Title and Amount of Underlying Securities	8.
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Security (Instr. 3)	or Exercise Price of Derivative Security	any (Month/Day/Year)	Code (Instr. 8)	Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	(Month/Day/Year)	(Instr. 3 and 4)				
			Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Stock Options	\$ 19.13	05/03/2005	A		7,500		11/03/2005	05/03/2015	Common Stock	7,500

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
CAPPELLO ALEXANDER L C/O GENIUS PRODUCTS, INC. 740 LOMAS SANTA FE, SUITE 210 SOLANA BEACH, CA 92075	X			

## Signatures

Kristi Bonfiglio                      05/04/2005  
 \*\*Signature of                      Date  
 Reporting Person

## 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).  
 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. em; text-indent:-1.00em"> 0

10 SHARED DISPOSITIVE POWER

98,980,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

98,980,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\* ..

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

9.99685% (see Item 5)

14 TYPE OF REPORTING PERSON\*

\_\_\_\_\_  
HC, CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

OBH, Inc.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 98,980,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

98,980,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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98,980,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

9.99685% (see Item 5)

14 TYPE OF REPORTING PERSON\*

HC, CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

National Indemnity Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC, AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7  SOLE VOTING POWER

NUMBER OF 0

SHARES  8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 62,980,000 (see Item 5)

EACH  9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH  10 SHARED DISPOSITIVE POWER

62,980,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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62,980,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

6.36090% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

GEICO Corporation

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 2,980,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

2,980,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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2,980,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.30098% (see Item 5)

14 TYPE OF REPORTING PERSON\*

HC, CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Government Employees Insurance Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC, AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Maryland corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 2,980,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

2,980,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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2,980,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.30098% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

National Fire and Marine Insurance Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC, AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 6,400,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

6,400,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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6,400,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.64639% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Columbia Insurance Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 20,800,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

20,800,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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20,800,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

2.10077% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

BH Columbia Inc.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7  SOLE VOTING POWER

NUMBER OF 0

SHARES  8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 20,800,000 (see Item 5)

EACH  9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH  10 SHARED DISPOSITIVE POWER

20,800,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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20,800,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

2.10077% (see Item 5)

14 TYPE OF REPORTING PERSON\*

HC, CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

National Liability & Fire Insurance Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Illinois corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 800,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

800,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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800,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

.08080% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Cypress Insurance Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

California corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 1,600,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

1,600,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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1,600,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.16160% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Wesco Financial Corporation

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 6,400,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

6,400,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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6,400,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.64639% (see Item 5)

14 TYPE OF REPORTING PERSON\*

CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Wesco Holdings Midwest, Inc.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 6,400,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

6,400,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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6,400,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.64639% (see Item 5)

14 TYPE OF REPORTING PERSON\*

CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Blue Chip Stamps

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

California corporation

7 SOLE VOTING POWER

NUMBER OF 0

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 6,400,000 (see Item 5)

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH 10 SHARED DISPOSITIVE POWER

6,400,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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6,400,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.64639% (see Item 5)

14 TYPE OF REPORTING PERSON\*

CO

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Wesco-Financial Insurance Company

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

WC, AF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Nebraska corporation

7  SOLE VOTING POWER

NUMBER OF 0

SHARES  8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 6,400,000 (see Item 5)

EACH  9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0

WITH  10 SHARED DISPOSITIVE POWER

6,400,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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6,400,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.64639% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IC

\* See instructions before filling out!

1 NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSON (ENTITIES ONLY)

Warren E. Buffett

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\*

(a)  x

(b)  ..

3 SEC USE ONLY

4 SOURCE OF FUNDS

AF, PF, OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(e) or 2(f)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

U.S. citizen

7 SOLE VOTING POWER

NUMBER OF 0 (see Item 5)

---

SHARES 8 SHARED VOTING POWER

BENEFICIALLY

OWNED BY 98,980,000 (see Item 5)

---

EACH 9 SOLE DISPOSITIVE POWER

REPORTING

PERSON 0 (see Item 5)

---

WITH 10 SHARED DISPOSITIVE POWER

98,980,000 (see Item 5)

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

Explanation of Responses:

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98,980,000 (see Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES\*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

9.99685% (see Item 5)

14 TYPE OF REPORTING PERSON\*

IN

\* See instructions before filling out!

This Amendment No. 7 is filed with respect to the Common Stock of The Gillette Company ( Gillette ).

Item 2 of this Schedule 13D is amended to add the following:

This Schedule 13D is filed by the following additional entities:

GEICO Corporation, a Delaware corporation, which is a holding company engaged through its subsidiaries in the private passenger automobile insurance business.

Government Employees Insurance Company, a Maryland corporation, the principal business of which is private passenger automobile insurance.

The business address of GEICO Corporation and Government Employees Insurance Company is One GEICO Plaza, Washington D.C. 20006.

Item 3 of this Schedule 13D is amended to add the following:

The Berkshire Entities used internally generated funds to fund all purchases of Gillette Common Stock reported in Amendment No. 7 to this Schedule 13D.

Item 4 of this Schedule 13D is amended to add the following:

In connection with the announcement on January 28, 2005 of the proposed merger (the Merger ) of Gillette with a subsidiary of The Proctor & Gamble Company ( Proctor & Gamble ), Berkshire Hathaway announced its intention to acquire enough shares of Gillette and/or Proctor & Gamble so that by the time the Merger is closed, the Berkshire Entities will own 100 million shares of Proctor & Gamble Common Stock. Based on the exchange ratio in the Merger, the shares of Gillette Common Stock owned by the Berkshire Entities at the time of such announcement, together with shares of Gillette Common Stock acquired by the Berkshire Entities on January 28, 2005, represent the equivalent of 96,505,500 shares of Proctor & Gamble Common Stock.

In connection with the Merger, Gillette and Berkshire Hathaway also executed a letter agreement, dated January 27, 2005, pursuant to which the Purchase Agreement, as amended by the Amendment Letter, and all rights and obligations of the parties thereunder, shall terminate as of the consummation of the Merger. A copy of this letter agreement is attached hereto as Exhibit G and incorporated by reference herein.

Item 5 of this Schedule 13D is amended to replace sections (a)-(b), and (c) with the following:

Explanation of Responses:

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(a)-(b) The following table sets forth the aggregate number of shares of Common Stock held of record by each Reporting Person and the approximate percentage of the outstanding Common Stock such shares represent:

<u>Reporting Person</u>	<u>Shares</u>	<u>Approximate Percentage<sup>2</sup></u>
NICO	60,000,000	6.05992%
NFMIC	6,400,000	0.64639%
Columbia	20,800,000	2.10077%
NLFIC	800,000	0.08080%
Cypress	1,600,000	0.16160%
WFIC	6,400,000	0.64639%
Government Employees Insurance Company	2,980,000	0.30098%
<b>Total</b>	<b>98,980,000</b>	<b>9.99685%</b>

Reporting Persons not listed in the table above do not hold any Common Stock of record. However, such Reporting Persons may be deemed to beneficially own some or all of the Common Stock listed in the table above by virtue of their ownership or control of the Reporting Persons which hold Common Stock of

<sup>2</sup> Calculation of percentage ownership herein is based on 990,111,879 shares of Common Stock outstanding as of January 25, 2005, as reported to Berkshire Hathaway by Gillette.

record and National Indemnity Company may be deemed to beneficially own the Common Stock owned of record by Government Employees Insurance Company.<sup>3</sup> In particular, each Reporting Person listed in the table above may be deemed to share voting and dispositive power over the shares of Common Stock held of record by such Reporting Person with each other Reporting Person that is within the same chain of ownership or control of such Reporting Person.

Berkshire, as the ultimate parent of the Berkshire Entities, thus may be deemed to beneficially own, and may be deemed to share voting and dispositive power over, in the aggregate, 98,980,000 shares of Common Stock, or approximately 9.99685% of the outstanding Common Stock.

Because Mr. Buffett may be deemed to control Berkshire, he may be deemed to beneficially own, and may be deemed to share voting and dispositive power over, the 98,980,000 shares of Common Stock that may be deemed to be beneficially owned by Berkshire. Accordingly, Mr. Buffett may be deemed to beneficially own, in the aggregate, 98,980,000 shares of Common Stock, or approximately 9.99685% of the outstanding Common Stock.

Other than as set forth above, none of the Reporting Persons beneficially own any Common Stock.

Berkshire is requesting current Gillette Common Stock ownership and transaction information from the executive officers and directors of the Reporting Persons and expects to file an amendment to this Schedule 13D to reflect the information it obtains.

(c) Government Employees Insurance Company acquired 2,980,000 shares of Gillette Common Stock on January 28, 2005 through open-market purchases. The prices at which those shares were purchased are as follows:

<u>SHARES</u>	<u>PRICE</u>
54,000	50.20
7,500	50.25
501,100	50.40
80,000	50.90
20,000	50.95
200,000	51.00
20,000	51.01
75,000	51.05
25,000	51.07
50,000	51.08
252,000	51.10
90,000	51.12
55,000	51.15
139,300	51.20
165,000	51.25

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125,000	51.30
106,000	51.35
43,700	51.37
185,000	51.40
65,000	51.41
375,000	51.45
96,300	51.50
100,000	51.60
150,100	51.75

No other Reporting Person acquired any shares of Gillette Common Stock during the past 60 days.

ITEM 7. MATERIALS TO BE FILED AS EXHIBITS.

<u>Exhibit No.</u>	<u>Description of Exhibit</u>
G	Letter Agreement, dated January 27, 2005, between Gillette and Berkshire Hathaway, providing for the termination of the Purchase Agreement and the Amendment Letter.

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<sup>3</sup> As mentioned previously in Item 1 hereof, (i) WFIC is wholly owned subsidiary of Wesco Holdings; (ii) Wesco Holdings is a wholly owned subsidiary of Wesco; (iii) Wesco is an 80.1%-owned subsidiary of Blue Chip; (iv) Columbia is a wholly owned subsidiary of BH Columbia; (v) each of Blue Chip, BH Columbia, NICO, NFMIC, NLFIC and Cypress is a wholly owned subsidiary of OBH; (vi) OBH is a wholly owned subsidiary of Berkshire; (vii) Government Employees Insurance Company is a majority owned subsidiary of National Indemnity Company and (v) Mr. Buffett may be deemed to control Berkshire.

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.

Dated: January 28, 2005

**BERKSHIRE HATHAWAY INC.**

By: /s/ MARC D. HAMBURG

Name: Marc D. Hamburg  
Title: Vice President

**NATIONAL INDEMNITY COMPANY**

By: /s/ MARK MILLARD

Name: Mark Millard  
Title: Assistant Secretary

**CYPRESS INSURANCE COMPANY**

By: /s/ RODNEY ELDRED

Name: Rodney Eldred  
Title: Vice President

**BH COLUMBIA INC.**

By: /s/ MARC D. HAMBURG

Name: Marc D. Hamburg  
Title: President

**BLUE CHIP STAMPS**

By: /s/ JEFFREY L. JACOBSON

Name: Jeffrey L. Jacobson  
Title: Vice President

**WESCO HOLDINGS MIDWEST, INC.**

By: /s/ MARK MILLARD

Name: Mark Millard  
Title: Assistant Secretary

**WARREN E. BUFFETT**

**OBH, INC.**

By: /s/ MARC D. HAMBURG

Name: Marc D. Hamburg  
Title: Vice President

**NATIONAL FIRE AND MARINE INSURANCE COMPANY**

By: /s/ MARK MILLARD

Name: Mark Millard  
Title: Assistant Secretary

**COLUMBIA INSURANCE COMPANY**

By: /s/ MARK MILLARD

Name: Mark Millard  
Title: Assistant Secretary

**NATIONAL LIABILITY & FIRE INSURANCE COMPANY**

By: /s/ MARK MILLARD

Name: Mark Millard  
Title: Assistant Secretary

**WESCO FINANCIAL CORPORATION**

By: /s/ JEFFREY L. JACOBSON

Name: Jeffrey L. Jacobson  
Title: Vice President

**WESCO-FINANCIAL INSURANCE COMPANY**

By: /s/ MARK MILLARD

Name: Mark Millard  
Title: Assistant Secretary

**GOVERNMENT EMPLOYEES INSURANCE COMPANY**

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/s/ WARREN E. BUFFETT

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By: /s/ CHARLES R. DAVIES

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Name: Charles R. Davies

Title: Senior Vice President

**GEICO CORPORATION**

By: /s/ CHARLES R. DAVIES

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Name: Charles R. Davies

Title: Senior Vice President

**EXHIBIT INDEX**

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