

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT PURSUANT
TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

March 1, 2005

(Date of earliest event reported)

TELKONET, INC.

(Exact Name of Registrant as Specified in Its Charter)

Utah

(State or Other Jurisdiction of Incorporation)

000-27305

(Commission File No.)

87-0627421

(I.R.S. Employer Identification No.)

20374 Seneca Meadows Parkway, Germantown, Maryland 20876

(Address of Principal Executive Offices)

(240) 912-1800

(Registrant's Telephone Number)

Not Applicable

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425).

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12).

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b)).

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c)).

ITEM 8.01. OTHER EVENTS

On March 1, 2005, Telkonet, Inc. ("Telkonet") received final certification of its products from European Union ("EU") authorities, which certification was required before Telkonet could sell and permanently install its products in EU countries. As a result of the certification, Telkonet products that will be sold and installed in EU countries will bear the Conformance Europeene (CE) mark, a symbol that demonstrates that the product has met the EU's regulatory standards and is approved for sale within the EU. Telkonet has satisfied the governmental requirements for product safety and certification in the EU and is now free to sell and install its products in the EU.

ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS.

- (a) No financial statements are required to be filed as part of this report.
- (b) No pro forma financial information is required to be filed as part of this report.
- (c) The following exhibit is filed as part of this report:

99.1 Press Release dated March 1, 2005.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

TELKONET, INC.

Date: March 1, 2005

By: /s/ Ronald W. Pickett

Ronald W. Pickett
Chief Executive Officer

For Immediate Release: March 1, 2005

NEWS RELEASE

TELKONET RECEIVES CE CERTIFICATION FOR ITS HIGH-SPEED INTERNET ACCESS SYSTEM
Enables Products to be Sold within the European Union

GERMANTOWN, MD, TELKONET, INC. (AMEX: TKO), THE LEADER IN PROVIDING IN-BUILDING BROADBAND ACCESS OVER EXISTING ELECTRICAL WIRING, today announced that its high-speed Internet access system has received the Conformance Europeene (CE) certification. The CE mark is the official marking required by the European community indicating that a product has met rigorous testing standards and is approved for sale within the European Union (EU).

David Powell, Managing Director, International - Telkonet, commented, "The CE certification confirms that our products fulfill the requirements as defined in the European Directives. This is a significant milestone for Telkonet, as we can now commence accepting sales orders and installing our high-speed Internet system throughout the European Union and in other countries outside the EU that respect the CE certification."

"In anticipation of the CE certification, we successfully tested our system in hotels, apartments, schools and universities, and are focused on military and government applications in various countries, and can now move forward to solidify these opportunities and deploy our system. With this certification now in hand, Telkonet is positioned to pursue exciting growth opportunities with our European channel partners and to further expand our European distributor network," said Ronald W. Pickett, President and Chief Executive Officer of Telkonet.

ABOUT TELKONET

Telkonet's products provide connectivity over existing electrical wiring and do not require the costly installation of additional wiring or major disruption of business activity. In many situations, the Telkonet system can be implemented more quickly and less expensively than adding dedicated wiring or installing a wireless system. The Telkonet family of networking and internetworking products offers a viable and cost-effective alternative to the challenges of hardwiring and wireless local area networks (LANs). Telkonet's products are designed for use in commercial and residential applications, including multi-dwelling units and the hospitality and government markets. For more information, please visit www.telkonet.com.

CONTACTS:

Jody Janson
Investors Stock Daily, Inc.
585-232-5440
jody@istockdaily.com

Jeff Myhre
Porter, LeVay & Rose, Inc.
212-564-4700
jeffrey@plrinvest.com
www.plrinvest.com

Statements included in this release may constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements involve a number of risks and uncertainties such as competitive factors, technological development, market demand and the Company's ability to obtain new contracts and accurately estimate net revenues due to variability in size, scope and duration of projects, and internal issues in the sponsoring client. Further information on potential factors that could affect the Company's financial results, can be found in the Company's Registration Statement and in its Reports on Forms 8-K filed with the Securities and Exchange Commission (SEC).