

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* LAROSE ROBERT C _____ (Last) (First) (Middle) 13410 SUTTON PARK DRIVE SOUTH _____ (Street) JACKSONVILLE FL 32224 _____ (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol LANDSTAR SYSTEM INC [LSTR]	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) Exec. Vice President & CFO
	3. Date of Earliest Transaction (Month/Day/Year) 10/25/2006	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	10/25/2006		M		8,000	A	\$8.556	64,500	D	
Common Stock	10/25/2006		M		53,334	A	\$19.025	117,834	D	
Common Stock	10/25/2006		S		400	D	\$46.68	117,434	D	
Common Stock	10/25/2006		S		602	D	\$46.7	116,832	D	
Common Stock	10/25/2006		S		490	D	\$46.71	116,342	D	
Common Stock	10/25/2006		S		500	D	\$46.72	115,842	D	
Common Stock	10/25/2006		S		700	D	\$46.73	115,142	D	
Common Stock	10/25/2006		S		1,900	D	\$46.74	113,242	D	
Common Stock	10/25/2006		S		200	D	\$46.75	113,042	D	
Common Stock	10/25/2006		S		783	D	\$46.76	112,259	D	
Common Stock	10/25/2006		S		108	D	\$46.77	112,151	D	
Common Stock	10/25/2006		S		100	D	\$46.78	112,051	D	
Common Stock	10/25/2006		S		600	D	\$46.79	111,451	D	
Common Stock	10/25/2006		S		100	D	\$46.8	111,351	D	
Common Stock	10/25/2006		S		300	D	\$46.81	111,051	D	
Common Stock	10/25/2006		S		400	D	\$46.82	110,651	D	
Common Stock	10/25/2006		S		217	D	\$46.83	110,434	D	
Common Stock	10/25/2006		S		400	D	\$46.84	110,034	D	
Common Stock	10/25/2006		S		200	D	\$46.85	109,834	D	
Common Stock	10/25/2006		S		200	D	\$46.86	109,634	D	
Common Stock	10/25/2006		S		1,886	D	\$46.87	107,748	D	
Common Stock	10/25/2006		S		814	D	\$46.88	106,934	D	
Common Stock	10/25/2006		S		800	D	\$46.91	106,134	D	
Common Stock	10/25/2006		S		500	D	\$46.92	105,634	D	
Common Stock	10/25/2006		S		700	D	\$46.94	104,934	D	
Common Stock	10/25/2006		S		1,700	D	\$46.95	103,234	D	

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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	10/25/2006		S		400	D	\$46.96	102,834	D	
Common Stock	10/25/2006		S		3,100	D	\$46.97	99,734	D	
Common Stock	10/25/2006		S		2,298	D	\$46.98	97,436	D	

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 Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
				Code	V		(A)	(D)						Date Exercisable
Stock Options (Right to buy)	\$8.556	10/25/2006		M		8,000	06/29/2006	06/29/2011	Common Stock	8,000	\$0	0	D	
Stock Options (Right to buy)	\$19.025	10/25/2006		M		53,334	(I)	01/02/2014	Common Stock	53,334	\$0	26,666	D	

Explanation of Responses:

1. Options became exercisable in the amount of 26,668 on 01/02/2005 and 26,666 on 01/02/2006.

James B. Gattoni, Power of Attorney 10/27/2006

** Signature of Reporting Person Date

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.

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