

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

OMB APPROVAL	
OMB Number:	3235-0287
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**

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* <u>ELSTON WILLIAM S</u> _____ (Last) (First) (Middle) 13410 SUTTON PARK DRIVE SOUTH _____ (Street) JACKSONVILLE FL 32224 _____ (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>LANDSTAR SYSTEM INC [ LSTR ]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below)
	3. Date of Earliest Transaction (Month/Day/Year) 02/07/2007	
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							6,000	D		
Common Stock	02/07/2007		M		12,000	A	\$8.0788	30,871	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		1,579	D	\$44.5	29,292	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		1,000	D	\$44.56	28,292	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		400	D	\$44.58	27,892	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		100	D	\$44.61	27,792	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		700	D	\$44.64	27,092	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		400	D	\$44.66	26,692	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		1,000	D	\$44.72	25,692	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		100	D	\$44.75	25,592	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		100	D	\$44.78	25,492	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		400	D	\$44.81	25,092	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		300	D	\$44.86	24,792	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		200	D	\$44.87	24,592	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		721	D	\$44.89	23,871	I	By Trust <sup>(1)</sup>
Common Stock	02/07/2007		S		5,000	D	\$45.38	18,871	I	By Trust <sup>(1)</sup>

**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	Expiration Date	Title	Amount or Number of Shares				
Stock Options (Right to buy)	\$8.0788	02/07/2007		M			12,000	05/17/2002	05/17/2011	Common Stock	12,000	\$0	48,000	D	

**Explanation of Responses:**

1. By Revocable Living Trust Dated January 22, 1993 for William S. and Marilyn K. Elston, Trustees

James B. Gattoni, Attorney-in-fact 02/08/2007

\*\* 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.

**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.**