MILLER LLOYD I III Form SC 13G/A August 26, 2002

SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

SCHEDULE 13G

(RULE 13d-102)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT TO RULES 13d(b)(c), AND (d) AND AMENDMENTS THERETO FILED PURSUANT TO RULE 13d-2(b)

(AMENDMENT NO.1)

Key Technology, Inc.
 (Name of Issuer)

Series B Convertible Preferred Stock (Title of Class of Securities)

493143200 (CUSIP Number)

May 16, 2002 (Date of Event Which Requires Filing of This Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

[] Rule 13d-1(b)

[X] Rule 13d-1(c)

[] Rule 13d-1(d)

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* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP NO. 493143200 13G/A PAGE 2 OF 4 PAGES

1 NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON Lloyd I. Miller, III

279-42-7925

(a) [] (b) []

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

CITIZENSHIP OR PLACE OF ORGANIZATION

2

3

SEC USE ONLY

United States

Item 2(c). Citizenship:

	United States				
	NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH				
		5	SOLE VOTING POWER 82,155		
		6	SHARED VOTING POWER 37,680		
		7	SOLE DISPOSITIVE POWER 82,155		
		8	SHARED DISPOSITIVE POWER 37,680		
9	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 119,835				
10	CHECK BOX IF THE AC	CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES* []			
11	PERCENT OF CLASS RE	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9) 10.5%			
12	TYPE OF REPORTING PERSON IN-IA-OO*				
	*SEE INSTRUCTIONS BEFORE FILLING OUT!				
			Page 3 of	4	
Ite	m 1(a). Name of Issue		Key Technology, I		
Ite	m 1(b). Address of Is	ssuers's	s Principal Executive Offices:	150 Avery Street Walla Walla, Wash	
Ite	m 2(a). Name of Perso	on Filir	ng:	Lloyd I. Miller,	
Ite	m 2(b). Address of Pr	sincipal	l Business Office or, if None, Residence:	4550 Gordon Drive 34102	

U.S.A.

Item 2(d). Title of Class of Securities:

Series B Converti

Item 2(e). CUSIP Number:

493143200

Item 3. IF THIS STATEMENT IS FILED PURSUANT TO RULE 13d-1(b) OR 13d-2(b) or (c), CHECK WHETHER THE PERSON FILING IS A:

Not Applicable, this statement is filed pursuant to 13d-1(c)

- Item 4. OWNERSHIP: The reporting person shares dispositive and voting power with respect to 37,680 of the reported securities as an advisor to the trustee of certain family trusts. Miller has sole dispositive and voting power with respect to 82,155 of the reported securities as an individual and as the manager of a limited liability company that is the general partner of certain limited partnerships.
 - (a) 119,835
 - (b) 10.6%
 - (c) (i) sole voting power: 82,155
 - (ii) shared voting power: 37,680
 - (iii) sole dispositive power: 82,155
 - (iv) shared dispositive power: 37,680
- Item 5. OWNERSHIP OF FIVE PERCENT OR LESS OF A CLASS:

Not Applicable

Item 6. OWNERSHIP OF MORE THAN FIVE PERCENT ON BEHALF OF ANOTHER PERSON:

Persons other than Lloyd I. Miller, III have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, the reported securities.

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Item 7. IDENTIFICATION AND CLASSIFICATION OF THE SUBSIDIARY WHICH ACQUIRED THE SECURITY BEING REPORTED ON BY THE PARENT HOLDING COMPANY:

Not Applicable

- Item 8. IDENTIFICATION AND CLASSIFICATION OF MEMBERS OF THE GROUP: Not Applicable
- Item 10. CERTIFICATION:

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

SIGNATURE

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: August 26, 2002

/s/ Lloyd I. Miller, III

Lloyd I. Miller, III