MILLER LLOYD I III Form SC 13G/A February 14, 2006

SECURITIES	AND	EXC	HAN	GΕ	COMMIS	SSION
Wash-	inata	n.	D.C	. 2	20549	

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SCHEDULE 13G (Rule 13d-102)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT
TO RULES 13d-1(b) (c) AND (d) AND AMENDMENTS THERETO FILED
PURSUANT TO RULE 13d-2(b)

(Amendment No. 2) \*

NEON Systems, Inc.

(Name of Issuer)

Common Stock, \$.01 par value

\_\_\_\_\_

(Title of Class of Securities)

640509105

\_\_\_\_\_

(CUSIP Number)

December 31, 2005

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(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 ("Act") 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).

SCHEDULE 13G

CUSIP N	No. 640509105				Page 2				
1	NAME OF REPO S.S. OR I.R.		PERSON NTIFICATION NO. OF	ABOVE PERSON					
	Lloyd I. Mil	ler, II	II	279-42-7925					
2	CHECK THE AP	APPROPRIATE BOX IF A MEMBER OF A GROUP* (a) [ ] (b) [ ]							
3	SEC USE ONLY								
4	CITIZENSHIP	OR PLAC	CE OF ORGANIZATION						
	United State	S							
		5	SOLE VOTING POWER						
N	IUMBER OF		227,356						
	SHARES NEFICIALLY	6	SHARED VOTING POW	 VER					
C	OWNED BY EACH REPORTING PERSON WITH		277,516						
F		7	SOLE DISPOSITIVE						
			227,356						
-	8	SHARED DISPOSITIV	/E POWER						
			277 <b>,</b> 516						
 9	AGGREGATE AM	OUNT BE	ENEFICIALLY OWNED E	 BY EACH REPORTII	 NG PERSON	1			
	504,872								
10	CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9)  EXCLUDES CERTAIN SHARES*  [ ]								
11	PERCENT OF CL	ASS REE	PRESENTED BY AMOUNT	 Г IN ROW (9)					
	5.3%								
12	TYPE OF REPOR	TING PE	ERSON						
	IN-IA-00**								
		*SEE ]	 INSTRUCTIONS BEFORE	 E FILLING OUT!					

\*\* See Item 4.

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Introduction: As reported pursuant to an 8-K filed on January 31, 2006 and more specifically set forth therein by NEON Systems, Inc.

(the "Issuer"), Progress Software Corporation, a
Massachusetts corporation ("Progress") announced on January 30,
2006, that Noble Acquisition Corp. ("Noble"), a Delaware
corporation and a wholly owned direct subsidiary of Progress
successfully completed its tender offer for all outstanding
shares of common stock, of the Issuer, pursuant to the terms
of that certain Agreement and Plan of Merger, dated as of
December 19, 2005 (the "Merger"), between Progress, Noble and
the Issuer. Following the effective time of the Merger, the
Issuer will continue as a wholly owned subsidiary of Progress.
This calendar year end amendment is being filed to report the
beneficial holdings of the reporting person with respect to
the Issuer's common stock as of December 31, 2005.

Item 1(a). Name of Issuer: NEON Systems, Inc.

Item 2(a). Name of Person Filing: Lloyd I. Miller, III

Item 2(c). Citizenship: U.S.A.

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

Item 2(e). CUSIP Number: 640509105

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 has sole voting and dispositive power with respect to 227,356 of the reported securities as the manager of a limited liability company that is the general partner of a certain limited partnership. The reporting person has shared voting and dispositive power with respect to 277,516 of the reported securities as an investment advisor to the trustee of a certain family trust.
  - (a) 504,872
  - (b) 5.3%
  - (c) (i) sole voting power: 227,356
    - (ii) shared voting power: 277,516
    - (iii) sole dispositive power: 227,356
    - (iv) shared dispositive power: 277,516
- 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.

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 9. NOTICE OF DISSOLUTION OF 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.

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# SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief,  ${\tt I}$  certify that the information set forth in this statement is true, complete and correct.

Dated: February 14, 2006 /s/ Lloyd I. Miller, III

Lloyd I. Miller, III