FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

wasinigton,	D.C.	20343	

Washington, D.C. 20040	
STATEMENT OF CHANGES IN BENEFICIAL	OWNERSHIP
STATEMENT OF CHANGES IN DENETICIAL	

	OMB APPRO	VAL					
	OMB Number:	3235-0287					
l	Estimated average burden						
l	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).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

Name and Address of Reporting Person* Carilion Health System						2. Issuer Name and Ticker or Trading Symbol LUNA INNOVATIONS INC [LUNA]									5. Relationship of Reporting Person(s) to Issuer (Check all applicable)					
Carmon Health System															Direc	ctor	X	(10% O	wner	
(Last) (First) (Middle) C/O LUNA INNOVATIONS INCORPORATED						3. Date of Earliest Transaction (Month/Day/Year) 07/01/2011										Office belov	er (give title w)		Other (below)	specify
1 RIVERSIDE CIRCLE, SUITE 400					4. If	4. If Amendment, Date of Original Filed (Month/Day/Year)								6	6. Individual or Joint/Group Filing (Check Applicable					
(6)					1	(monarizary roda)									Line)					
(Street)	KE VA		24016												X Form filed by One Reporting Person					
,	NE VE	1 2	24010											Form filed by More than One Reporting Person						
(City)	(St	ate) (Zip)																	
		Tabl	e I - Noi	n-Deriv	ative	Se	curitie	s Acc	quired,	Dis	posed o	f, oı	r Ben	efici	ally (Owne	ed			
1. Title of Security (Instr. 3) 2. Transac Date (Month/Date)					Execution Date,		3. Transaction Code (Instr. 8) 4. Securities Acquired (Disposed Of (D) (Instr. 3)				4 and Se Be Ov		Securities I Beneficially (wnership n: Direct or Indirect nstr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)				
								Code	v	Amount		(A) or (D)	Price	Trans		saction(s) . 3 and 4)			(111511.4)	
Common	Stock			07/01	/2011						1,515(1	1)	A	A \$1.65 ⁽¹⁾		2,248,896			D	
		Та									osed of, onvertib					vned				
1. Title of Derivative Security (Instr. 3) 2. Conversion Date (Month/Day/Year) Fire of Derivative Security 3. Transaction Date Execution Date, if any (Month/Day/Year) Month/Day/Year			Date,	4. Transaction Code (Instr. 8)		of		6. Date Exercisable and Expiration Date (Month/Day/Year)			7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4)		str. 3	8. Price of Derivative Security (Instr. 5)		9. Number of derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Ownershi Form: Direct (D) or Indirec (I) (Instr. 4	Ownership Form: Direct (D)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
					Code	v	(A)		Date Exercisa		Expiration Date	Title	or Nui of	ount nber ires						

Explanation of Responses:

1. Carilion Clinic received these shares in respect of Edward Murphy's attendance of meetings as a director for the second quarter of 2011. The number of shares of stock is equal to \$2,500 divided by \$1.65, the closing price of the issuer's common stock on July 1, 2011, the first trading day of the quarter following the quarter for which such fees were earned.

> /s/ Robert Vaughan, Assistant Treasurer, Carilion Clinic

07/06/2011

** 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.