STE 509

NY

(State)

10123

(Zip)

(Street) **NEW YORK**

(City)

FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Check this box if no longer subject to
Section 16. Form 4 or Form 5
obligations may continue. See

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: 3235-0287 Estimated average burden 0.5

U obligat	ions may contii tion 1(b).	nue. See		File							ies Exchar mpany Act			934		II.		response:	0.5	
1. Name and Address of Reporting Person* WYNNEFIELD PARTNERS SMALL CAP VALUE LP				2. Iss	or Section 30(h) of the Investment Company Act of 1940 2. Issuer Name and Ticker or Trading Symbol TEAMSTAFF INC [TSTF]									Relationship of Reporting Person(s) to Issuer (Check all applicable) Director X 10% Owner				Owner		
						3. Date of Earliest Transaction (Month/Day/Year) 08/18/2004									Officer (give title Other (specify below) below)					
(Street) NEW YO	ORK N	Y :	10123		4. If A	Amen	idment	, Date o	of Origina	l Filed	d (Month/D	ay/\	Year)		ine) Fori	n filed by O n filed by M	ne Re	ling (Check eporting Per han One Re	son	
(City)	(Si		(Zip)																	
1 Title of 9	Security (Inst		le I - No	n-Deriv		_	uritie . Deem		quired 3.	, Dis	4. Securit				ally Own		6.0)wnership	7. Nature of	
1. Title of Security (Instr. 3) 2. Transac Date (Month/Da					Ex if a	Execution Date, if any (Month/Day/Year)		Transaction Code (Instr. 8)		Disposed Of (D) (Instr. 3 5)		r. 3, 4 an	Securit Benefic Owned Report	Securities Beneficially Owned Following Reported Transaction(s)		m: Direct or Indirect Instr. 4)	Indirect Beneficial Ownership (Instr. 4)			
<u> </u>	Cr. 1	1 # 001	1	00/10	/2004				Code	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	Amount		(A) or (D)	Price	(Instr. 3	and 4)				
Common Stock, par value \$.001 per share 08/1									P		2,800		A .	\$2		1,919,000(1)		D	See	
Common Stock, par value \$.001 per share 08/18/2				72004				P		3,200)	A	\$2	1,9	19,000		I	Footnote ⁽²⁾		
Common Stock, par value \$.001 per share 08/18/2				/2004	:004		P		2,000		A	\$2	1,9	19,000		I	See Footnote ⁽³⁾			
		Ta	able II -	Derivat	tive Se uts. ca	cur	ities	Acqu	ired, D	oispo	sed of, onvertik	or ble	Benef	ficiall	y Owned					
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		4. Transact	1. Transaction Code (Instr.		n of i		6. Date Exerci Expiration Dat (Month/Day/Ye		7. A S: U D: S:	7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number derivative Securities Beneficial Owned Following Reported Transactic (Instr. 4)	Ownersh Form: Direct (D) or Indirect (I) (Instr.	Ownership	Beneficial Ownership (Instr. 4)	
					Code \	v	(A)	(D)	Date Exercisa	able	Expiration Date	Ti	or Nu of	umber						
	<u>IEFIELD</u>	Reporting Person* PARTNERS	SMAL	L CAI	2															
(Last) 450 SEV	ENTH AVI	(First) ENUE, SUITE 5	(Mid	ldle)																
(Street)	ORK	NY	101	23		_														
(City)		(State)	(Zip))																
	<u>IEFIELD</u>	Reporting Person* PARTNERS	SMAL	L CAI	<u>)</u>															
(Last) 450 SEV	ENTH AVI	(First)	(Mid	ldle)		-														

1. Name and Addres WYNNEFIEI OFFSHORE	LD SMALL	rson* CAP VALUE						
(Last) 450 SEVENTH A	(First) AVE	(Middle)						
(Street) NEW YORK	NY	10123						
(City)	(State)	(Zip)						
1. Name and Address of Reporting Person* WYNNEFIELD CAPITAL MANAGEMENT LLC								
(Last) 450 SEVENTH A STE 509	(First) AVE	(Middle)						
(Street) NEW YORK	NY	10123						
(City)	(State)	(Zip)						
1. Name and Addres WYNNEFIE								
(Last) 450 SEVENTH A	(First) AVE	(Middle)						
(Street) NEW YORK	NY	10123						
(City)	(State)	(Zip)						

Explanation of Responses:

- 1. On the date hereof, of the total number of shares of common stock, par value \$.001 per share ("Common Stock") of TeamStaff, Inc. (TSTF) reported herein as beneficially owned, the Reporting Person directly beneficially owns 672,100 shares of Common Stock. Wynnefield Capital Management, LLC, as the sole general partner of the Reporting Person, has an indirect beneficial ownership interest in the shares of Common Stock that the Reporting Person directly beneficially owns.
- 2. On the date hereof, of the total number of shares of Common Stock reported herein as beneficially owned, the Reporting Person has an indirect beneficial ownership interest in 765,400 shares of Common Stock, which are directly beneficially owned by Wynnefield Partners Small Cap Value, L.P. I, as members of a group under Section 13(d) of the Securities Exchange Act of 1934, as amended. Wynnefield Partners Small Cap Value, L.P. I, which maintains offices at the same address as the Reporting Person, is filing this Form jointly with the Reporting Person. Wynnefield Capital Management, LLC, as the sole general partner of Wynnefield Partners Small Cap Value, L.P. I, has an indirect beneficial ownership interest in the shares of Common Stock that Wynnefield Partners Small Cap Value, L.P. I directly beneficially owns.
- 3. On the date hereof, of the total number of shares of Common Stock reported herein as beneficially owned, the Reporting Person has an indirect beneficial ownership interest in 481,500 shares of Common Stock, which are directly beneficially owned by Wynnefield Small Cap Value Offshore Fund, Ltd., as members of a group under Section 13(d) of the Securities Exchange Act of 1934, as amended. Wynnefield Small Cap Value Offshore Fund, Ltd., which maintains offices at the same address as the Reporting Person, is filing this Form jointly with the Reporting Person. Wynnefield Capital, Inc. as the sole investment manager of Wynnefield Small Cap Value Offshore Fund, Ltd., has an indirect beneficial ownership interest in the shares of Common Stock that Wynnefield Small Cap Value Offshore Fund, Ltd. directly beneficially owns.

WYNNEFIELD PARTNERS SMALL CAP VALUE, L.P., By: Wynnefield Capital Management, LLC, General Partner; By: /s/Nelson Obus, Managing Member	08/20/2004
WYNNEFIELD PARTNERS SMALL CAP VALUE, L.P. I; By: Wynnefield Capital Management, LLC, General Partner; By: /s/Nelson Obus, Managing Member	08/20/2004
WYNNEFIELD SMALL CAP VALUE OFFSHORE FUND, LTD., By: Wynnefield Capital, Inc.; By: /s/Nelson Obus, President	08/20/2004
WYNNEFIELD CAPITAL MANAGEMENT, LLC, By: /s/Nelson Obus, Managing Member	08/20/2004
WYNNEFIELD CAPITAL,	08/20/2004

INC., By: /s/Nelson Obus, President

** 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.