(Street) **NEW YORK**

NY

10123

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
Instruction 1/h)

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: Estimated average burden esponse: 0.5

7. Nature of Indirect Beneficial Ownership (Instr. 4)

Footnote(2)

Footnote⁽³⁾

11. Nature of Indirect Beneficial Ownership (Instr. 4)

U obligat	n 16. Form 4 or ions may contir tion 1(b).			File							ties Exchan							average bure response:	den 0
WYNN		Reporting Person* PARTNERS	SMAI	L					ker or Tr						eck all app Dired	olicable) ctor			Owner
(Last)		rst) ((Middle)			Date o		st Trans	saction (I	Month	/Day/Year)				Offic below	er (give title w)	e	Other below	(specify
SUITE 5	609				4.1	f Ame	endment	t, Date	of Origina	al File	d (Month/Da	ay/Year))	6. In Line		r Joint/Gro	up Fili	ng (Check /	Applicable
(Street) NEW YO	ORK N	Υ :	10123		-									2		n filed by M		porting Per an One Re	
(City)	(Si	rate) ((Zip)																
			le I - No	1		_			-	, Dis	sposed o				1		T	1	
1. Title of 9	Security (Inst	r. 3)		2. Transa Date (Month/D		r) E	A. Deem xecution any lonth/Da	Date,	3. Transa Code (8)		4. Securitie Disposed (5)	Of (D) (I	nstr. 3, 4		Reporte	es ially Following ed	Forn (D) c	n: Direct	7. Nature (Indirect Beneficial Ownershi (Instr. 4)
	C. 1 000			05/05	(2006	+			Code	V	Amount	(A) (D)	_		Transac (Instr. 3	and 4)		D (1)	
		1 par value per s		07/27/		+			P		25,000 35,000	A		1.42		78,000 78,000		D ⁽¹⁾	See
				0//2//	2000	+			'		33,000		Δ Ψ.	1,42					Footnote See
Common	Stock, \$.00	1 par value per s	share	07/27/	/2006				P		40,000	A	\$	1.42	2,27	78,000		I	Footnote
		Ta	able II -								osed of, convertib				Owned				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deer Execution if any (Month/I	n Date,	4. Transa Code 8)		of Deriv Secu Acqu (A) of Disp of (D	osed) r. 3, 4	6. Date Expirati (Month/	on Da		7. Title Amou Securi Under Deriva Securi and 4)	nt of ities lying itive ity (Instr.	D S (I	. Price of erivative ecurity nstr. 5)	9. Number derivative Securities Beneficial Owned Following Reported Transactic (Instr. 4)	ly	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Natu of Indire Benefici Owners (Instr. 4)
					Code	v	(A)	(D)	Date Exercis	able	Expiration Date	Title	Amour or Number of Shares	er					
1	<u>VEFIELD</u>	Reporting Person* PARTNERS	SMAI	LL CAF	<u>)</u>														
(Last) 450 SEV SUITE 5	ENTH AVI	(First) ENUE	(Mid	idle)															
(Street)	ORK	NY	101	.23		_													
(City)		(State)	(Zip)															
1	<u>NEFIELD</u>	Reporting Person* PARTNERS	SMAI	L CAF	<u>)</u>														
(Last) 450 SEV	ENTH AVI	(First)	(Mid	idle)															

(City)	(State)	(Zip)
	ss of Reporting Perso LD SMALL C FUND LTD	
(Last) 450 SEVENTH STE 509	(First) AVE	(Middle)
(Street) NEW YORK	NY	10123
(City)	(State)	(Zip)
LLC (Last) 450 SEVENTH STE 509	(First) AVE	(Middle)
(Street) NEW YORK	NY	10123
(City)	(State)	(Zip)
	ss of Reporting Person	
(Last) 450 SEVENTH SUITE 509	(First) AVENUE	(Middle)
(Street) NEW YORK	NY	10123

Explanation of Responses:

- 1. On the date hereof, Wynnefield Partners Small Cap Value, L.P. (the "Reporting Person") directly beneficially owns 783,600 shares of common stock, \$.001 par value per share ("Common Stock") of TeamStaff Inc. [TSTF]. 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, the Reporting Person has an indirect beneficial ownership interest in 910,400 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, the Reporting Person has an indirect beneficial ownership interest in 584,000 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 07/27/2006 Management, LLC General Partner /s/ Nelson Obus, Managing Member WYNNEFIELD PARTNERS SMALL CAP VALUE, L.P. I By: Wynnefield Capital 07/27/2006 Management, LLC General Partner /s/ Nelson Obus, Managing Member WYNNEFIELD SMALL CAP VALUE OFFSHORE FUND, 07/27/2006 LTD. By: Wynnefield Capital, Inc. /s/ Nelson Obus, President WYNNEFIELD CAPITAL MANAGEMENT, LLC /s/ 07/27/2006 Nelson Obus, Managing 07/27/2006 WYNNEFIELD CAPITAL, INC. /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.