

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): January 27, 2009

GENERAL EMPLOYMENT ENTERPRISES, INC

(Exact name of registrant as specified in its charter)

Illinois

1-05707

36-6097429

(State or other jurisdiction of
incorporation or organization)

(Commission File Number)

(I.R.S. Employer Identification Number)

One Tower Lane, Suite 2200, Oakbrook Terrace, Illinois

60181

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code:

(630) 954-0400

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 2.02, Results of Operations and Financial Condition.

On January 28, 2009, General Employment Enterprises, Inc. issued a press release containing information regarding its results of operations and financial condition for the quarter ended December 31, 2008. A copy of the press release is furnished as an exhibit to this report.

Item 5.02, Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain officers.

On January 27, 2009, the Company entered into amendments of its employment agreements with Herbert F. Imhoff, Jr., the Company's Chief Executive Officer, and with Marilyn L. White, the Company's Vice President of operations. The amendments are effective as of January 1, 2009. The effect of the amendments is to reduce the CEO's annual base salary by \$100,000 (22%) for a one-year period, and to reduce the Vice President's annual base salary by \$20,000 (10%) for a one-year period. In addition, the Company will not make contributions to either executive's retirement plan account during the period.

Item 9.01, Financial Statements and Exhibits.

The following exhibit is filed as a part of this report:

<u>No.</u>	<u>Description of Exhibit</u>
<u>99.01</u>	<u>Press release issued by General Employment Enterprises, Inc., dated January 28, 2009.</u>

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

GENERAL EMPLOYMENT ENTERPRISES, INC.

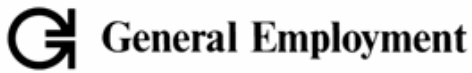
(Registrant)

Date: January 29, 2009

By: /s/ Kent M. Yauch

Kent M. Yauch

Vice President, Chief Financial
Officer and Treasurer



News Release

General Employment Enterprises, Inc., Oakbrook Terrace Tower, Suite 2200, Oakbrook Terrace, IL 60181, (630) 954-0400

FOR IMMEDIATE RELEASE

January 28, 2009

COMPANY: General Employment Enterprises, Inc.

CONTACT: Herbert F. Imhoff, Jr.
Chief Executive Officer and President
Phone (630) 954-0495 Fax (630) 954-0592
E-mail invest@genp.com

General Employment Reports First Quarter Results

OAKBROOK TERRACE, IL – General Employment Enterprises, Inc. (NYSE Alternext US: JOB) reported consolidated net revenues for the quarter ended December 31, 2008 of \$2,887,000, compared with revenues of \$3,964,000 reported for the same period last year. Contract service revenues for the quarter were \$1,545,000, down 14% from the same period last year. Placement service revenues of \$1,342,000 decreased 38% from last year.

The Company reported a net loss of \$776,000, or \$.15 per share, in the first fiscal quarter of this year, compared with a net loss of \$227,000, or \$.04 per share, in the first quarter last year.

Commenting on the Company's performance, Herbert F. Imhoff, Jr., board chairman and CEO said, "The demand for our placement services during the quarter was depressed by employment conditions throughout the country, as employers announced substantial layoffs and 1.5 million Americans lost their jobs. It was an extremely challenging environment in which to make placements."

Mr. Imhoff, Jr. continued, "One of the measures that we took during the quarter to improve performance in the future was to engage an outside consultant to assist us in the development of our contract business. We believe that the consulting services will help to grow our business on a long-term basis."

CEO Compensation to be Reduced

The Company announced today that it will be reducing the compensation of the chief executive officer and the vice president of operations for the calendar year 2009. The changes represent a 31% reduction in compensation for the CEO and an 18% reduction for the vice president.

Mr. Imhoff, Jr. added, "The executive compensation reductions announced today, together with other actions taken in recent months to reduce headcount, will reduce the administrative payroll at the corporate office by 22%, compared with the fourth quarter of fiscal 2008."

Company Consolidates Phoenix Area Offices

The Company also announced today that it consolidated its Phoenix and Scottsdale, Arizona offices, which will result in a lower combined headcount and reduced expenses.

Business Information

General Employment provides professional staffing services through a network of 16 branch offices located in nine states, and specializes in information technology, accounting and engineering placements.

The Company's business is highly dependent on national employment trends in general and on the demand for professional staff in particular. Because long-term contracts are not a significant part of the Company's business, future results cannot be reliably predicted by considering past trends or by extrapolating past results. Some of the factors that could affect the Company's future performance include, but are not limited to, general business conditions, the demand for the Company's services, competitive market pressures, the ability of the Company to attract and retain qualified personnel for regular full-time placement and contract assignments, the possibility of incurring liability for the Company's business activities, including the activities of contract employees and events affecting its contract employees on client premises, and the ability of the Company to attract and retain qualified corporate and branch management.

GENERAL EMPLOYMENT ENTERPRISES, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
(In Thousands, Except Per Share)

Three Months
Ended December 31

	<u>2008</u>	<u>2007</u>
Net revenues:		
Contract services	\$ 1,545	\$ 1,802
Placement services	<u>1,342</u>	<u>2,162</u>
Net revenues	2,887	3,964
Cost of contract services	1,036	1,235
Selling, general and administrative expenses	<u>2,556</u>	<u>3,006</u>
Loss from operations	(705)	(277)
Investment income (loss)	<u>(71)</u>	<u>50</u>
Net loss(1)	<u>\$ (776)</u>	<u>\$ (227)</u>
Average number of shares - basic and diluted	<u>5,165</u>	<u>5,159</u>
Net loss per share - basic and diluted	<u>\$ (.15)</u>	<u>\$ (.04)</u>

(1) There were no credits for income taxes as a result of the pretax losses during the periods, because there was not sufficient assurance that future tax benefits would be realized.

GENERAL EMPLOYMENT ENTERPRISES, INC.
SUMMARIZED CONSOLIDATED BALANCE SHEET INFORMATION
(In Thousands)

	December 31 2008	September 30 2008
	<u> </u>	<u> </u>
Assets:		
Cash and cash equivalents	\$ 3,157	\$ 4,165
Other current assets	<u>1,422</u>	<u>1,627</u>
Total current assets	4,579	5,792
Property and equipment, net	735	791
Other assets	<u>351</u>	<u>419</u>
Total assets	<u>\$ 5,665</u>	<u>\$ 7,002</u>
Liabilities and shareholders' equity:		
Current liabilities	1,005	\$ 1,507
Other liabilities	351	419
Shareholders' equity	<u>4,309</u>	<u>5,076</u>
Total liabilities and shareholders' equity	<u>\$ 5,665</u>	<u>\$ 7,002</u>
