
**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 31, 2008

Wayside Technology Group, Inc.
(Exact name of Registrant as specified in its charter)

<u>Delaware</u> (State of Other Jurisdiction of Incorporation)	<u>000-26408</u> (Commission File Number)	<u>13-3136104</u> (IRS Employer Identification No.)
<u>1157 Shrewsbury Avenue, Shrewsbury, New Jersey</u> (Address of Principal Executive Offices)		<u>07702</u> (Zip Code)

Registrant's telephone number, including area code: (732) 389-8950

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 31, 2008, Wayside Technology Group, Inc. issued a press release announcing its financial results for the fourth quarter ended December 31, 2007. The information contained in the press release, which is attached as Exhibit 99.1 to this report, is incorporated by reference herein and is furnished pursuant to Item 2.02, "Results of Operations and Financial Condition."

Item 9.01. Financial Statements and Exhibits.**(d) Exhibits.**

99.1 Press Release dated January 31, 2008, furnished pursuant to Item 2.02.

SIGNATURE

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 hereunto duly authorized.

	WAYSIDE TECHNOLOGY GROUP, INC.
Dated: February 1, 2008	By: /s/ Simon F. Nynens Simon F. Nynens President and Chief Executive Officer

Index to Exhibits

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated January 31, 2008, furnished pursuant to Item 2.02.

Company Contact:
Kevin Scull
Wayside Technology Group, Inc.
Vice President and Chief
Accounting Officer (732) 389-0932
kevin.scull@waysidetechnology.com

**WAYSIDE TECHNOLOGY GROUP, INC. REPORTS 2007 FOURTH QUARTER RESULTS
AND DECLARES QUARTERLY DIVIDEND**

SHREWSBURY, NJ, January 31, 2008 - Wayside Technology Group, Inc. (NASDAQ: WSTG) today reported financial results for the fourth quarter ended December 31, 2007. The results will be discussed in a conference call to be held on Friday, February 1, 2008 at 10:00 AM Eastern time. The dial-in telephone number is (866) 814-8483 and the pass code is "WSTG".

This conference call will be available via live webcast - in listen-mode only - at www.earnings.com. A replay will be available on our website at www.waysidetechnology.com.

Net income for 2007 was \$3.7 million versus \$3.3 million for 2006, an increase of 13%. Cash and cash equivalents as per December 31, 2007 were \$23.9 million versus \$20.9 million in 2006, an increase of \$3 million or 14%. Cash and cash equivalents amounted to 98% of equity as per December 31, 2007. Total dividends paid in 2007 amounted to \$2.7 million. Net cash provided by operating activities amounted to \$5.2 million.

Total net sales for the fourth quarter of 2007 decreased 17% or \$9.7 million to \$47.1 million compared to \$56.8 million for the same period in 2006. Sales for the fourth quarter of 2007 for our Lifeboat segment were \$34.5 million compared to \$45.1 million in the fourth quarter of 2006, representing a 24% decrease. Sales for the fourth quarter of 2007 for our Programmer's Paradise segment were \$12.6 million compared to \$11.8 million in the fourth quarter of 2006, representing a 7% increase. On a sequential basis, sales for our Lifeboat and Programmer's Paradise segment increased by 12% and 14%, respectively, as compared to the third quarter of 2007. Gross profit margin, as a percentage of net sales, for the quarter ending December 31, 2007 was 9.2% compared to 8.2% in the fourth quarter of 2006.

"New VMware distributors continued with ultra low pricing strategies," said Simon F. Nynens, chairman and chief executive officer. "As a result our VMware labeled sales declined \$15.2 million versus the fourth quarter of 2006. We are pleased to report that our strategy to add new publishers as well as expanding our current relationships with software publishers is working very well. Excluding VMware, sales increased by \$5.4 million or 20%."

On January 30, 2008, the Board of Directors declared a quarterly dividend of \$.15 per share of its common stock payable February 20, 2008 to shareholders of record on February 7, 2008.

Total gross profit for the quarter ended December 31, 2007 was \$4.3 million compared to \$4.7 million in the fourth quarter of 2006, an 8% decrease. Gross profit for our Programmer's Paradise segment for the quarter ended December 31, 2007 was \$1.5 million compared to \$1.6 million in the fourth quarter of 2006, representing a 9% decrease. Gross profit for our Lifeboat segment for the quarter ended December 31, 2007 was \$2.8 million compared to \$3.1 million in the fourth quarter of 2006, representing an 8% decrease.

Total selling, general, and administrative ("SG&A") expenses for the fourth quarter of 2007 were \$3.1 million compared to \$3.2 million in the fourth quarter of 2006.

Net income for the fourth quarter of 2007 amounted to \$931,000 or 2.0% of net sales as compared to \$1,037,000 or 1.8% for the same period in 2006.

About Wayside Technology Group, Inc.

Wayside Technology Group, Inc. (NASDAQ: WSTG) was founded in 1982 and is a unified and integrated technology company providing products and solutions for corporate resellers, VARs, and developers, as well as business, government and educational entities. The company offers technology products from software publishers and manufacturers such as Microsoft, CA, IBM, VMware, Borland, Quest Software, Compuware, Infragistics, ComponentOne, Macrovision, and Adobe.

Additional information can be found by visiting www.waysidetechology.com.

The statements in this release concerning the Company's future prospects are forward-looking statements that involve certain risks and uncertainties. Such risks and uncertainties include the continued acceptance of the Company's distribution channel by vendors and customers, the timely availability and acceptance of new products, and contribution of key vendor relationships and support programs. The forward-looking statements contained herein are also subject generally to other risks and uncertainties that are described from time to time in our filings with the Securities and Exchange Commission.

- Tables Follow -

WAYSIDE TECHNOLOGY GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands, except share and per share amounts)

	December 31, <u>2007</u>	December 31, <u>2006</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 14,241	\$ 13,832
Marketable securities	9,641	7,032
Accounts receivable, net	24,824	28,045
Inventory - finished goods	1,116	1,265
Prepaid expenses and other current assets	927	607
Deferred income taxes	830	1,632
Total current assets	<u>51,579</u>	<u>52,413</u>
Equipment and leasehold improvements, net	619	488
Other assets	3,469	2,927
Deferred income taxes	1,086	1,453
Total assets	<u>\$ 56,753</u>	<u>\$ 57,281</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued expenses	\$ 32,100	\$ 35,304
Dividend payable		638
Total current liabilities	<u>32,100</u>	<u>35,942</u>
Other liabilities	161	41
Total liabilities	<u>32,261</u>	<u>35,983</u>
Commitments and contingencies		
Stockholders' equity		
Common stock, \$.01 par value; authorized, 10,000,000 shares; issued 5,284,500 shares	53	53
Additional paid-in capital	28,860	29,252
Treasury stock, at cost, 576,002 shares and 687,879 shares, respectively	(2,283)	(1,905)
Accumulated deficit	(2,599)	(6,302)
Accumulated other comprehensive income	461	200
Total stockholders' equity	<u>24,492</u>	<u>21,298</u>
Total liabilities and stockholders' equity	<u>\$ 56,753</u>	<u>\$ 57,281</u>

WAYSIDE TECHNOLOGY GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE
INCOME
(Unaudited)
(In thousands, except per share data)

	Year ended December 31,		Three months ended December 31,	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Net Sales	\$ 179,865	\$ 182,319	\$ 47,112	\$ 56,840
Cost of sales	<u>162,630</u>	<u>165,350</u>	<u>42,795</u>	<u>52,154</u>
Gross profit	17,235	16,969	4,317	4,686
Selling, general and administrative expenses	<u>12,081</u>	<u>12,163</u>	<u>3,083</u>	<u>3,164</u>
Income from operations	5,154	4,806	1,234	1,522
Interest income, net	989	738	240	237
Realized foreign exchange gain	<u>2</u>	<u>3</u>	<u>1</u>	<u>1</u>
Income before income tax provision	6,145	5,547	1,475	1,760
Provision for income taxes	<u>2,442</u>	<u>2,279</u>	<u>544</u>	<u>723</u>
Net income	<u>\$ 3,703</u>	<u>\$ 3,268</u>	<u>\$ 931</u>	<u>\$ 1,037</u>
Net income per common share - Basic	<u>\$ 0.84</u>	<u>\$ 0.78</u>	<u>\$ 0.21</u>	<u>\$ 0.24</u>
Net income per common share - Diluted	<u>\$ 0.80</u>	<u>\$ 0.72</u>	<u>\$ 0.20</u>	<u>\$ 0.22</u>
Weighted average common shares outstanding - Basic	<u>4,406</u>	<u>4,191</u>	<u>4,437</u>	<u>4,278</u>
Weighted average common shares outstanding - Diluted	<u>4,656</u>	<u>4,521</u>	<u>4,585</u>	<u>4,613</u>
<u>Reconciliation to comprehensive income:</u>				
Net income	\$ 3,703	\$ 3,268	\$ 931	\$ 1,037
Other comprehensive income, net of tax:				
Unrealized gain on marketable securities	8	10	4	(11)
Foreign currency translation adjustments	<u>253</u>	<u>3</u>	<u>14</u>	<u>(71)</u>
Total comprehensive income	<u>\$ 3,964</u>	<u>\$ 3,281</u>	<u>\$ 949</u>	<u>\$ 955</u>