

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 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): August 5, 2008

ORION ENERGY SYSTEMS, INC.

(Exact name of registrant as specified in its charter)

Wisconsin
(State or other
jurisdiction of
incorporation)

01-33887
(Commission File
Number)

39-1847269
(IRS Employer
Identification No.)

1204 Pilgrim Road, Plymouth, Wisconsin 53073
(Address of principal executive offices, including zip code)

(920) 892-9340
(Registrant's telephone number, including area code)

Not Applicable
(Former name or former address, if changed since last report)

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))

Item 2.02. Results of Operations and Financial Condition.

On August 5, 2008, Orion Energy Systems, Inc. issued a press release announcing its quarterly financial results for its fiscal 2009 first quarter ended June 30, 2008. A copy of the press release is furnished as Exhibit 99.1 to this Current Report on Form 8-K.

Item 9.01. Financial Statements and Exhibits.

1. Not applicable.
2. Not applicable.
3. Not applicable.
4. Exhibits. The following exhibit is being furnished herewith:

(99.1) Press Release of Orion Energy Systems, Inc., dated August 5, 2008.

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 hereunto duly authorized.

ORION ENERGY SYSTEMS, INC.

Date: August 5, 2008

By: /s/ Scott R. Jensen

Scott R. Jensen
Chief Financial Officer and Treasurer

**ORION ENERGY SYSTEMS, INC.
FORM 8-K
EXHIBIT INDEX**

Exhibit
Number

(99.1) Press Release of Orion Energy Systems, Inc., dated August 5, 2008.

CONTACT: ERIK G. BIRKERTSOrion Energy Systems
(920) 482-1924**Victoria Paris**
FD Ashton Partners
(312) 553-6715**Orion Energy Systems, Inc. Announces Fiscal 2009 First Quarter Results**

PLYMOUTH, WI, August 5, 2008 — Orion Energy Systems, Inc. (NASDAQ: OESX), a leading provider of energy management systems to the commercial and industrial sectors, today announced financial results for its fiscal 2009 first quarter ended June 30, 2008.

Fiscal 2009 First Quarter Results

Revenue. Total revenue for the quarter was \$16.1 million compared to \$16.7 million for the fiscal 2008 first quarter, a decrease of 3.6%.

Gross Profit. Gross profit for the quarter was \$5.2 million compared to \$5.6 million for the fiscal 2008 first quarter, a decrease of 7.7%.

Operating Expenses. Total operating expenses for the quarter was \$5.7 million compared to \$4.1 million for the fiscal 2008 first quarter, an increase of 39%.

Income from Operations. Operating loss from operations for the fiscal 2009 first quarter was \$(0.5) million compared to operating income of \$1.5 million for the fiscal 2008 first quarter, a decrease of 133%.

Net Income. Net income for the quarter was \$0.03 million, primarily the result of interest income, compared to \$0.7 million for the fiscal 2008 first quarter, a decrease of 96%. Earnings per diluted share were \$0.00 for the quarter compared to \$0.04 for the fiscal 2008 first quarter.

Full-Year Fiscal 2009 Outlook

Orion reaffirms its revised annual revenue guidance range of 25% to 28% year-over-year revenue growth, with total revenue for fiscal 2009 forecasted to be between \$101 million and \$103 million. Additionally, Orion is issuing earnings per share guidance for fiscal 2009 estimated at \$0.16 to \$0.19 per diluted share.

“The first quarter highlighted the tension that exists between pursuing near-term growth opportunities and making the necessary investments to prepare for sustainable future growth. Results within the quarter were softer than anticipated due to increased efforts to further develop our sales organization, which resulted in more attention being diverted from closing current opportunities than originally planned. We also witnessed a lengthening of sales cycles across some customer opportunities due to the current economic environment,” commented Neal Verfuert, CEO of Orion Energy Systems. “With that said, we have made improvements in the

last several weeks, including a number of key management changes to realign the focus of our senior leadership to regain momentum and capitalize on the significant opportunity that exists for Orion and its shareholders.”

Business Highlights

- Deployed energy management systems in 276 facilities in the first quarter of fiscal 2009, representing over 34 million square feet retrofitted, and bringing Orion’s installed base to 3,762 facilities.¹ New customer additions in the first quarter of fiscal 2009 will result in \$1.1 million in annual saved energy costs and an annual reduction in indirect CO2 emissions from energy savings by over 10,000 tons. Since December 2001, the company has benefited its customers and the environment as follows:

	Cumulative From December 1, 2001 Through June 30, 2008
High intensity fluorescent (HIF) systems sold	1,204,000
Total units sold (including HIF)	1,554,000
Customer kilowatt demand reduction	357,000
Customer kilowatt hours saved	5,215,555,000
Customer electricity costs saved	\$ 401,598,000
Indirect carbon dioxide emission reductions from Customers’ energy savings (tons)	3,554,000 ²
Square footage retrofitted	621,046,000

- Hired 13 new sales associates and expanded training content, tools, and methodologies to allow for more efficient organizational growth. Sales organization numbered 64 employees on June 30, 2008.
- Added 87 new contractor partners, bringing the total network of contractor partners who have conducted business on a recurring basis with Orion to over 280.
- Furthered vertical integration by completing installation of cord set manufacturing capability, which is expected to result in cost savings, reduced inventory, shorter lead times and enhanced customer responsiveness.
- Received \$854,500 in Community Development Zone tax credits as part of Wisconsin’s “Grow Wisconsin” initiative.

¹ Orion’s total installed base of 3,762 facilities reflects a downward adjustment of 169 facilities due to removal of duplicate records from historical data.

² The calculation of indirect carbon dioxide emission reductions reflects the most recent Environmental Protection Agency eGrid data. Using the prior eGrid data, cumulative indirect carbon emission reductions from customers’ energy savings from December 1, 2001 through June 30, 2008 would have equaled 5,084,957 tons.

Share Repurchase

On July 17, 2008, Orion's Board of Directors approved a share repurchase program, authorizing the Company to repurchase in the aggregate up to \$20 million of its outstanding common stock.

Conference Call

Orion will host a conference call on Tuesday, August 5, at 5:30 p.m. Eastern (4:30 p.m. Central/2:30 p.m. Pacific) to discuss details regarding its first quarter performance. Domestic callers may access the earnings conference call by dialing 877-419-6592 (International callers, dial 719-325-4864). Investors and other interested parties may also go to the Investor Relations section of Orion's website at <http://investor.orionenergy.com/events.cfm> for a live webcast of the conference call. To ensure a timely connection, it is recommended that users register at least 15 minutes prior to the scheduled webcast.

Orion Energy Systems, Inc. (Nasdaq: OESX) is a leading power technology enterprise that designs, manufactures and implements energy management systems, consisting primarily of high-performance, energy efficient lighting systems and controls and related services, for commercial and industrial customers without compromising their quantity or quality of light.

Safe Harbor Statement

Certain matters discussed in this press release are "forward-looking statements" intended to qualify for the safe harbors from liability established by the Private Securities Litigation Reform Act of 1995. These forward-looking statements may generally be identified as such because the context of such statements will include words such as "anticipate," "believe," "could," "estimate," "expect," "intend," "may," "plan," "potential," "predict," "project," "should," "will," "would" or words of similar import. Similarly, statements that describe future plans, objectives or goals are also forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties that could cause results to differ materially from those expected, including, but not limited to, the following: (i) Orion's ability to compete in a highly competitive market and its ability to respond successfully to market competition; (ii) the market acceptance of Orion's products and services; (iii) price fluctuations, shortages or interruptions of component supplies and raw materials used to manufacture Orion's products; (iv) loss of one or more key customers or suppliers; (v) a reduction in the price of electricity; (vi) the cost to comply with, and the effects of, any current and future government regulations, laws and policies; (vii) increased competition from government subsidiaries and utility incentive programs; (viii) dependence on customers' capital budgets for sales of products and services; (ix) Orion's ability to effectively manage its anticipated growth; and (x) potential warranty claims. Shareholders, potential investors and other readers are urged to consider these factors carefully in evaluating the forward-looking statements and are cautioned not to place undue reliance on such forward-looking statements. The forward-looking statements made herein are made only as of the date of this press release and Orion undertakes no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise. More detailed information about factors that may affect our performance may be found in our filings with the Securities and Exchange Commission, which are available at <http://www.sec.gov> or at <http://www.orionenergy.com> in the Investor Relations section of our website.

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ORION ENERGY SYSTEMS, INC. AND SUBSIDIARIES
SELECTED FINANCIAL INFORMATION
(in thousands, except share and per share amounts)

Condensed Consolidated Statements of Operations
for the Three Months ended June 30, 2007 and 2008
(unaudited)

	Three months ended June 30,	
	2007	2008
Revenue	\$ 16,721	\$ 16,106
Cost of revenue	11,118	10,909
Gross profit	5,603	5,197
Operating expenses:		
General and administrative	1,571	2,615
Sales and marketing	2,111	2,652
Research and development	437	418
Total operating expenses	4,119	5,685
Income (loss) from operations	1,484	(488)
Other income (expense):		
Interest expense	(295)	(67)
Dividend and interest income	40	617
Total other income (expense)	(255)	550
Income before income tax	1,229	62
Income tax expense	481	28
Net income	748	34
Accretion of redeemable preferred stock and preferred stock dividends	(75)	—
Participation rights of preferred stock in undistributed earnings	(219)	—
Net income attributable to common shareholders	\$ 454	\$ 34
Basic net income per share attributable to common shareholders	\$ 0.05	\$ 0.00
Weighted-average common shares outstanding	9,950,486	27,038,353
Diluted net income per share attributable to common shareholders	\$ 0.04	\$ 0.00
Weighted-average common shares and share equivalents outstanding	18,087,951	30,015,198
Supplemental information:		
FAS 123R compensation expense		
Cost of revenue	\$ 21	\$ 65
General and administrative	65	254
Sales and marketing	53	126
Research and development	8	13
Total	\$ 147	\$ 458

Condensed Consolidated Balance Sheets
As of March 31, 2008 and June 30, 2008 (unaudited)

	March 31, 2008	June 30, 2008
Cash and cash equivalents	\$ 78,312	\$ 54,215
Short term investments	2,404	24,971
Inventories	16,789	19,951
Current assets	116,896	114,413
Property and equipment, net	11,539	14,218
Total assets	130,702	131,356
Current liabilities	12,606	11,645
Long term debt	4,473	4,263
Total shareholders' equity	113,190	115,029

Condensed Consolidated Statements of Cash Flows
For the Three Months ended June 30, 2007 and 2008
(unaudited)

	Three months ended June 30	
	2007	2008
Cash provided by operating activities	\$ 1,822	\$ 949
Cash used in investing activities	(706)	(26,235)
Cash provided by (used in) financing activities	(705)	1,189
Net increase (decrease) in cash and cash equivalents	<u>\$ 411</u>	<u>\$ (24,097)</u>