



**FOR IMMEDIATE RELEASE**

**STERLING CONSTRUCTION COMPANY, INC. AFFILIATE, MYERS & SONS**

**CONSTRUCTION, L.P. , IS APPARENT LOW BIDDER ON A \$78.7 MILLION HIGHWAY**

**PROJECT IN TURLOCK, CALIFORNIA**

HOUSTON, TX – December 7, 2011 – Sterling Construction Company, Inc. (NasdaqGS: STRL), ("Sterling" or the "Company") today announced that its California affiliate, of which Sterling has a 50% interest, Myers & Sons Construction, L.P., was apparent low bidder on a \$78.7 million highway project for the California Department of Transportation in Turlock, California. The scope of the project includes the replacement of approximately 120,000 cubic yards of rapid strength concrete and 180,000 tons of asphalt as well as 250,000 square yards of concrete grinding on State Highway 99. The project is expected to begin in March 2012 and is scheduled to be completed within 12 months.

Patrick Manning, Chairman and CEO, commented that, “We are looking forward to beginning this project which adds to our backlog in California and represents our second major win for Sterling this quarter.”

Sterling is a leading heavy civil construction company that specializes in the building and reconstruction of transportation and water infrastructure in large markets in Texas, Utah, Nevada, Arizona, California and other states where there are construction opportunities. Its transportation infrastructure projects include highways, roads, bridges and light rail and its water infrastructure projects include water, wastewater and storm drainage systems.

This press release includes certain statements that fall within the definition of "forward-looking statements" under the Private Securities Litigation Reform Act of 1995. Any such statements are subject to risks and uncertainties, including overall economic and market conditions, federal, state and local government funding, competitors' and customers' actions, and weather conditions, which could cause actual results to differ materially from those anticipated, including those risks identified in the Company's filings with the Securities and Exchange Commission. Accordingly, such statements should be considered in light of these risks. Any prediction by the Company is only a statement of management's belief at the time the prediction is made. There can be no assurance that any prediction once made will continue thereafter to reflect management's belief, and the Company does not undertake to update publicly its predictions, whether as a result of new information, future events or otherwise.

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