

**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): June 2, 2008

Sypris Solutions, Inc.

(Exact name of registrant as specified in its charter)

Delaware
(State or Other Jurisdiction
of Incorporation)

0-24020
(Commission
File Number)

61-1321992
(I.R.S. Employer
Identification No.)

101 Bullitt Lane, Suite 450
Louisville, Kentucky
(Address of Principal
Executive Offices)

40222
(Zip Code)

Registrant's telephone number, including area code: (502) 329-2000

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 7.01**Regulation FD Disclosure.**

On June 2, 2008, the Company announced that the Federal Aviation Administration (FAA) has awarded Sypris Test & Measurement, Inc., a wholly-owned subsidiary of Sypris Solutions, a new multi-year contract that provides for on-site calibration repair services of various FAA owned test, measurement and diagnostic equipment (TMDE), located at an estimated 1,350 facilities throughout the continental United States, Alaska, Hawaii, South Pacific and the Caribbean. This equipment is used to maintain operational capability of the National Air Space System (NAS), and is critical to ensure a high level of safety for all air travel. The contract value, including all option years, exceeds \$32 million. The full text of the press release is set forth in Exhibit 99 hereto.

The information in this Form 8-K and the attached Exhibit is being furnished pursuant to Item 7.01 "Regulation FD Disclosure" and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, except as shall be expressly set forth by specific reference in such filing.

Section 9 – Financial Statements and Exhibits**Item 9.01****Financial Statements and Exhibits.**

(d) Exhibits.

Exhibit Number

99

Description of Exhibit

Press release issued June 2, 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.

Dated: June 2, 2008

Sypris Solutions, Inc.

By: /s/ Anthony C. Allen

Anthony C. Allen

Vice President, Treasurer & Assistant Secretary

INDEX TO EXHIBITS

Exhibit
Number
99

Description

Registrant's press release dated June 2, 2008.

FAA Selects Sypris for Follow-On Contract

Covers Equipment at 1,350 Facilities in US, Caribbean and South Pacific

LOUISVILLE, Ky.--(BUSINESS WIRE)--Sypris Solutions, Inc. (Nasdaq/NM:SYPR) today announced that the Federal Aviation Administration (FAA) has awarded Sypris Test & Measurement, Inc., a wholly-owned subsidiary of Sypris Solutions, a new multi-year contract that provides for on-site calibration repair services of various FAA owned test, measurement and diagnostic equipment (TMDE), located at an estimated 1,350 facilities throughout the continental United States, Alaska, Hawaii, South Pacific and the Caribbean. This equipment is used to maintain operational capability of the National Air Space System (NAS), and is critical to ensure a high level of safety for all air travel. The contract value, including all option years, exceeds \$32 million.

Commenting on the announcement, Jeffrey T. Gill, President & CEO said, "We are pleased to continue to be entrusted with this important assignment by the FAA. We will continue to dedicate our resources to and work closely with the FAA to maintain the quality and dependability of this mission critical equipment."

Kathy Smith Boyd, President of Sypris Test & Measurement, added, "Sypris is uniquely qualified to provide this service on-site for all locations within the NAS infrastructure. We are dedicated to maximizing availability of TMDE used by thousands of technicians daily on FAA systems. Our efforts help ensure technicians can meet projected demands, contribute to decreased FAA system outages, and ultimately contribute to efficiency, reliability, maintainability and operability that results in increased airspace capacity and safety."

Sypris Solutions is a diversified provider of technology-based outsourced services and specialty products. The Company performs a wide range of manufacturing and technical services, typically under multi-year, sole-source contracts with major corporations and government agencies in the markets for aerospace and defense electronics, truck components and assemblies, and for users of test and measurement equipment. For more information about Sypris Solutions, visit its Web site at www.sypris.com.

Each “forward-looking statement” herein is subject to serious risks and should not be relied upon, as detailed in our most recent Form 10-K and Form 10-Q and subsequent SEC filings. Briefly, we currently believe that such risks also include: the FAA’s failure to exercise its right to renew the contract for additional option years; our ability to liquidate our unsecured claims against, and/or equity interests in Dana Holding Corporation at satisfactory valuation levels¹; costs and inefficiencies of restructuring our manufacturing capacity; breakdowns, relocations or major repairs of machinery and equipment; our inability to successfully launch new or next generation programs; impairments, non-recoverability or write-offs of goodwill, assets or deferred costs; the cost, efficiency and yield of our operations and capital investments, including working capital, production schedules, cycle times, scrap rates, injuries, wages, overtime costs, freight or expediting costs; cost and availability of raw materials such as steel, component parts, natural gas or utilities; volatility of our customers’ forecasts, financial conditions, market shares, product requirements or scheduling demands; cyclical or other downturns; adverse impacts of new technologies or other competitive pressures which increase our costs or erode our margins; failure to adequately insure or to identify environmental or other insurable risks; inventory valuation risks including obsolescence, shrinkage, theft, overstocking or underbilling; changes in government or other customer programs; reliance on major customers or suppliers, especially in the automotive or aerospace and defense electronics sectors; revised contract prices or estimates of major contract costs; dependence on, recruitment or retention of key employees; union negotiations; pension valuation, health care or other benefit costs; labor relations; strikes; risks of foreign operations; currency exchange rates; the costs and supply of debt, equity capital, or insurance; changes in licenses, security clearances, or other legal rights to operate, manage our work force or import and export as needed; weaknesses in internal controls; the costs of compliance with our auditing, regulatory or contractual obligations; regulatory actions or sanctions; disputes or litigation, involving customer, supplier, creditor, stockholder, product liability, asbestos-related or environmental claims including potential, pre-existing product liability and unknown warranty claims that were preserved in our settlement agreement with Dana; war, terrorism or political uncertainty; unanticipated or uninsured disasters, losses or business risks; inaccurate data about markets, customers or business conditions; or unknown risks and uncertainties.

¹ We have estimated and recorded our \$89.9 million claim against Dana at approximately 85% of its face value or \$76.4 million, which represents our right to receive certain distributions of cash and common stock in Dana Holding Corporation (NYSE:DAN), including initial distributions of approximately \$6.3 million in cash and 3.1 million shares. Due to market conditions and certain other factors, we believe that the recent trading prices of DAN common stock do not reflect its longer-term value. However, if we sell these shares at such prices or such prices otherwise reflect a decline in value which is deemed to be “other than temporary,” our business, results of operations and financial condition could be materially adversely impacted.

CONTACT:

Sypris Solutions, Inc.

Anthony C. Allen, 502-329-2000

Vice President, Treasurer & Assistant Secretary