

# Port of Alaska MODERNIZATION PROGRAM



August 2025

## North Extension Step 1

- The North Extension Step 1 project is nearing completion of its third and final season of work. Season 1 focused on ground improvements to create a stable shoreline. Season 2 removed the failed sheetpile wall and surrounding material. The remaining material continues to be dredged from the marine side while the shoreline revetment of armor rock is placed.
- This project was awarded a \$68.7M federal grant which is matched with State funding for a total of \$137.4M. The Port has been submitting federal grant reimbursement requests and will now start receiving the awarded funds.



## Petroleum Cement Terminal – Fuel Transfer System Status

- The Port is actively finishing final testing and small repair work in preparation for beginning its fuel transfer operations this fall.



## Cargo Terminal 1

- The selected contractor began work this spring planning the four-year construction effort. Construction will start March 16, 2026 and will be completed by the end of 2029.
- Federal permitting for both Cargo Terminals is ongoing with no major difficulties. MARAD Environmental reviewers will be on site September 16 for a site tour and NEPA document walk-through. All federal permits need to be in hand prior to the contracted construction start date.
- 160 72-inch diameter piles will be fabricated in Anacortes, Washington and barged to the Port of Alaska starting this fall. The length of the steel piles vary between 200 to 230 feet and between 1 to 2 inches thick.



## Cargo Terminal 2

- The Municipality of Anchorage (MOA) expects to award a design contract for this work in September. The selected designer will provide a concept design which will position the project to effectively pursue federal funding and start the construction contracting strategy process.
- The selected contractor will also assess the cost of the current seismic design criteria to provide more clarity around project costs. The PAMP funding strategy requires T1 and T2 to be constructed using the same project requirements.
- This contract will be paid using a congressionally directed spending grant of \$5M through the Housing and Urban Development (HUD) grant program.

## New Petroleum Terminal

- The Port plans to apply for FY25 Port Infrastructure Develop Program (PIDP) grant using the planning, permitting, and design effort of the Petroleum Terminal (PT).
- The PT will replace existing Petroleum, Oils and Lubricants Terminal 2 (POL2) which is deteriorating faster than expected.
- The Port is planning to complete a thorough condition assessment this fall to assess potential operational restrictions and needed repair work. It is currently scheduled as the final of four terminals to be replaced under the PAMP.

