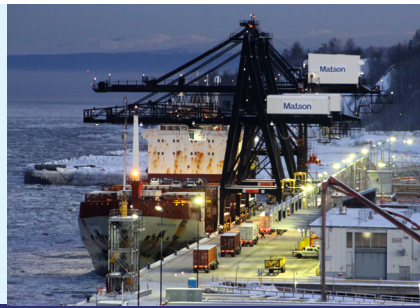


# Port of Alaska MODERNIZATION PROGRAM



May 2026

## 2026 Construction Begins

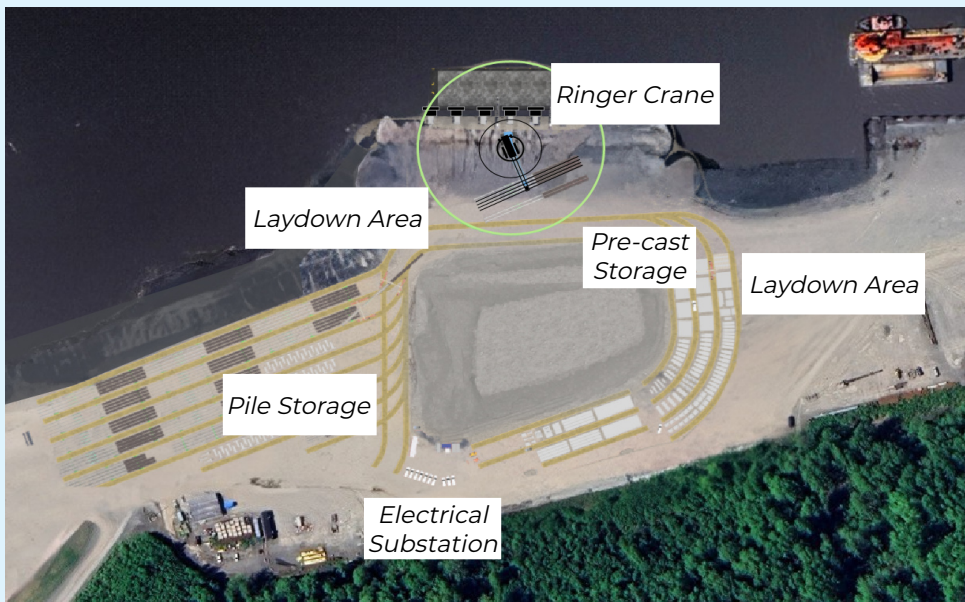
The Port is ramping up to be a very busy place this summer with major construction transforming the Port's landscape. Marine work on the new Cargo Terminal 1 began this month with work site setup, preparation, and demolition of the existing structure. Now that the southern portion of the North Extension is stabilized, the Port is quickly making use of this land. Construction of a new electrical substation at the North Extension begins this summer and the Cargo Terminal 1 contractor will use the North Extension as a laydown yard for their large piles and precast concrete deck sections.

Construction updates can be found on our website at: [modernization.portofalaska.com/users](https://modernization.portofalaska.com/users)

## Cargo Terminal 1

Cargo Terminal 1 is being constructed 140-feet seaward of the existing Petroleum, Oils and Lubricants 1 (POL1) and existing Cargo Terminal 1, shifting the new cargo terminals south and allowing cargo operations to continue during construction.

Construction of the Cargo Terminal 1 project started on March 16 with marine work starting this month. Marine work will continue May through October for the next four years with project completion in 2029. Pile driving will begin in late-May and continue through October. Noise associated with pile driving can be expected periodically Monday through Saturday from 7am to 10pm.



*The newly stabilized North Extension will be transformed to receive the 72-inch diameter 200-foot long piles and pre-cast concrete deck sections. All material is planned to be delivered this year and next to ensure timely delivery to Alaska. Material will be delivered to the project site over the water to reduce truck congestion on the Port.*

## Cargo Terminal 1 (continued)

The Port's tenants are working together with contractors to maintain operations. Matson's longshoremen truck route has changed with the demolition of one of the main trestles they use. The contractor will provide temporary trestles as more of the existing structure is demolished. Construction conditions change daily, requiring close coordination.



*As the existing Trestle 1B is demolished, the West trestle is being rehabilitated to support temporary truck operations and add a pedestrian gangway.*



*Trestle 1B demolition.*

## Cargo Terminal 2

- The Port awarded the Cargo Terminal 2 design project and work has begun. The selected designer will both assess the impacts of the current seismic design criteria and plan for an alternative fuel point to use while the new Petroleum Terminal is being constructed in front of existing Petroleum, Oil, and Lubricants 2 (POL2).
- This contract will be paid using a congressionally directed spending grant of \$5M through the Housing and Urban Development (HUD) grant program.

## Electrical Substation Project

The electrical substation project will provide power for the new gantry cranes Matson will install on the new Cargo Terminal 1 in 2028. The structure is being designed to accommodate a larger future Battery Energy Storage System (BESS). The substation is in the design phase as a Design Build contract. Construction is planned to begin in July of this year.

The substation project is being partially funded with two federal grants. A DCIP grant of \$5.3M was secured to help fund the BESS emergency power source for the gantry cranes, and a \$1.75M congressionally directed appropriation will contribute to the overall substation.

## New Petroleum Terminal

A new Petroleum Terminal (PT) will replace the existing POL2 terminal as the fourth and final terminal to be replaced by the PAMP. POL2 continues to deteriorate at a faster rate than expected, requiring continual minor repair projects to keep it operational. Although design won't start for a couple of years, the Port applied for, and was awarded, a federal grant of \$4.725M towards the cost of the design. While securing funding years in advance may seem early, it is essential to maintain schedule to preserve Port operations.

**Further details can be found at:**  
**Home - POA Modernization ([modernization.portofalaska.com](https://modernization.portofalaska.com))**

