



THE PORT
OF LOS ANGELES
Executive Director's
Report to the
Board of Harbor Commissioners

DATE: DECEMBER 16, 2025

FROM: CONSTRUCTION

**SUBJECT: RESOLUTION NO. _____ -
AWARD AND APPROVAL OF CONSTRUCTION CONTRACT
CONTRACTOR: SHIMMICK CONSTRUCTION COMPANY, INC.
BERTHS 49-51 OUTER HARBOR CRUISE TERMINAL DEVELOPMENT
SPECIFICATION NO. 2815**

SUMMARY:

Staff requests approval of an award of a contract (Contract) to Shimmick Construction Company, Inc. (Shimmick) to construct the Berths 49-51 Outer Harbor Cruise Terminal Development (Project). The Project consists of improvements to support cruise ships and future cruise terminal development, including the installation of Alternative Maritime Power (AMP). The lowest responsive and responsible bidder is Shimmick located at 530 Technology Dr., Suite 300, Irvine, CA 92618. The Contract amount of \$61,290,400.00, plus a 10% contingency, is \$67,419,440.00, and the work duration is 1,020 calendar days. The City of Los Angeles Harbor Department (Harbor Department) will be financially responsible for the payment of expenses incurred under the proposed Contract.

RECOMMENDATION:

It is recommended that the Board of Harbor Commissioners (Board):

1. Find that the Director of Environmental Management has determined that the proposed action has been previously evaluated pursuant to the requirements of the California Environmental Quality Act (CEQA) under Article II Section 2(i) of the Los Angeles City CEQA Guidelines;
2. Find that, in accordance with the Los Angeles City Charter Section 1022, work under the subject Contract can be performed more feasibly by an independent contractor rather than by City employees;
3. Award and approve, Specification No. 2815 for Item Nos. 1 through 34 of the Bid Proposal Line Items to Shimmick for a total amount of \$67,419,440.00, including a 10% contingency, with Project work duration of 1,020 calendar days;

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4. Authorize the Executive Director to execute and the Board Secretary to attest to this Contract for and on behalf of the Board;
5. Delegate and authorize the Executive Director to adjust the final bid quantities and accept the construction Contract upon its completion in accordance with City Charter Section 655 (g); and
6. Adopt Resolution No. _____.

DISCUSSION:

Project Objectives – The Project will make improvements to Berths 49-51 necessary to receive the variety of vessel classes that serve the cruising industry and meet California Air Resources Board (CARB) regulations by installing Alternate Marine Power (AMP) infrastructure. The cruise industry continues to grow, and the utilization of this berth will allow the Port of Los Angeles to receive additional calls of larger vessels (Transmittal 1).

Project Description – The Project consists of constructing a new Los Angeles Department of Water and Power (LADWP) 34.5 kV Industrial Station, a new 34.5 kV switchgear, new 18 Mega Volt-Amperes transformer equipped with Automatic Load Tap Change (ALTC) to automatically adjust the necessary transformer tap changes under load, new 11 kV AMP switchgear, two new 11 kV wharf AMP outlets, and a 11 kV AMP mobile cable management system for connections to cruise ships. The Project also includes construction of an AMP system at Berths 49-51, concrete wharf repairs, a new fendering system, including steel pipe piles and timber piles, new utilities including water lines and sewer connections, and civil improvements to improve pedestrian and vehicular access, safety and security.

Construction Award Process – City of Los Angeles Charter Section 371 (a) - Competitive Bidding sets forth the procedure staff follow to award contracts. For construction contracts such as this one, the Harbor Department publishes the Notice Inviting Bids in daily newspapers and trade publications circulated in the City of Los Angeles, as well as on the Port of Los Angeles website and the Regional Alliance Marketplace for Procurement (RAMP) website. The Harbor Department also conducts a pre-bid conference to answer questions related to the construction contract.

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Bidders submit bids through the Port of Los Angeles Construction Division Business Opportunity Network (CDBON) System. The opportunity to submit bids closes once a predetermined time is reached. After bid closing, bid documents, Small Business Enterprise (SBE) and Very Small Business Enterprise (VSBE) participation, and other required documents are reviewed for compliance with Harbor Department requirements. Once all the information is verified, and if the lowest bidder is deemed responsive, a recommendation for the award of the construction contract is made. If the apparent lowest bidder is found non-responsive, the next lowest bidder is reviewed.

In conformance with the City Charter section for competitive bidding, as stated above, the Notice of Inviting Bids for Specification No. 2815 (Transmittal 2) was advertised on the Port of Los Angeles website, and in the Los Angeles Times, Rafu Shimpo, Eastside Journal, Dodge Construction "Green Sheet", Metropolitan News Company, and in the Los Angeles Business Assistance Virtual Network to reach out to as many potential bidders as possible. A pre-bid meeting was held on September 23, 2025. Bidders' questions were also addressed through CDBON.

As authorized by the Executive Director on September 8, 2025, the Chief Harbor Engineer received three bids for the Contract on November 20, 2025. Shimmick was declared the apparent lowest bidder with a bid of \$61,290,400.00. The analysis of bid results with the companies and their respective bid amounts are included in Transmittal 3. Shimmick submitted the required documents in Section 00012.09 within the time specified in the Specification. Staff have verified Shimmick's state license, which was found to be in good standing.

The Harbor Department had set a minimum SBE participation level of 13%, of which 4% shall be VSBE participation. Shimmick has provided the required documents regarding their SBE and VSBE participation, and staff have calculated their SBE/VSBE participation to be 13.43% and 11.55%, respectively (Transmittal 4).

The Contract is consistent with State of California Prevailing Wage provisions. The Contract is subject to the Project Labor Agreement Resolution No.17-8164 as approved by the Board on September 7, 2017, and the Los Angeles City Council on December 5, 2017.

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ENVIRONMENTAL ASSESSMENT:

The proposed action is approval of a Contract with Shimmick to construct the Project, which is an activity for which the underlying project has been previously assessed in the San Pedro Waterfront Joint Final Environmental Impact Statement/ Environmental Impact Report (FEIS/FEIR) (SCH No. 2005061041), which was certified by the Board on September 29, 2009. Therefore, the Director of Environmental Management has determined that the proposed action has been previously evaluated pursuant to the requirements of CEQA under Article II Section 2(i) of the Los Angeles City CEQA Guidelines.

FINANCIAL IMPACT:

Approval of the proposed Contract will authorize a total amount of \$67,419,440.00 over a 1,020-calendar day period for the construction of the Berths 49-51 Outer Harbor Cruise Terminal Development. Fiscal Year (FY) 2025-2026 funding in the amount of \$2,000,000 has been budgeted within Account 161305 (Construction in Progress), Division 00000 (Harbor Global), Project 2559900 (Berths 49-51 Outer Harbor Cruise AMP Improvements). Funds are anticipated to be spent as follows:

FY 2025-2026	\$ 2,000,000.00
FY 2026-2027	\$33,000,000.00
FY 2027-2028	\$ 32,419,440.00
TOTAL	\$67,419,440.00

Funds for future fiscal years will be requested and budgeted as part of the annual budget process, upon Board approval.

Although Shimmick is not obligated to perform any work under the Contract in any fiscal year in which no appropriation for the Contract has been made, the Contractor agrees to resume performance of the work required by the Contract on the same terms and conditions for a period of 60 days after the end of the fiscal year if an appropriation therefore is approved within that 60-day period. The Contractor is responsible for maintaining all insurance and bonds during this 60-day period. The time for performance shall be extended during this period until the appropriation is made; however, such extension of time is not compensable.

If in any subsequent fiscal year funds are not appropriated for work required by the Contract, the Contract shall be terminated. However, such termination shall not relieve the parties of liability for any obligation previously incurred.

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CITY ATTORNEY:

The Office of the City Attorney reviewed and approved Specification No. 2815 as to form and legality on August 27, 2025.

TRANSMITTALS:

1. Site Map
2. Specification No. 2815
3. Analysis of Bids
4. Contractor, Subcontractor, and Supplier List

FIS Approval: JS

CA Approval: SO



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SHAUN SHAHRESTANI
Chief Harbor Engineer



DINA ARYAN-ZAHLAN, P.E.
Deputy Executive Director

APPROVED:


EUGENE D. SEROKA for
Executive Director

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