

CITY OF COMMERCE AGENDA REPORT

TO:	Honorable City Council	Item No.
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FROM: City Manager

SUBJECT: Presentation Regarding Digital Billboards

MEETING DATE: August 12, 2025

RECOMMENDATION:

That the City Council receive and file this report and take any additional related action as deemed appropriate.

BACKGROUND:

Under the City Manager's signing authority, an agreement was executed to hire Terra Realty Advisors, Inc. (TRA) to assist the City with:

- Evaluating the City's current sign regulations related to advertising displays;
- Drafting recommended ordinance amendments to address billboards;
- Identifying and mapping existing static and digital billboard locations along Interstate 5 (I-5) and Interstate 710 (I-710) freeways;
- Ensuring that any potentially new digital billboards are strategically placed to support Economic Development, promote local businesses, and reduce static billboard clutter; and
- Exploring opportunities for City revenue.

ANALYSIS:

Based on the research conducted by TRA, the following key findings were identified:

- Current zoning regulations do not address operational standards or Caltrans standards related to advertising displays.
- There are currently forty-two (42) static billboards, and three (3) digital billboards (Citadel) identified on I-5 and I-710 freeways.

 Billboard locations are primarily along I-5, I-710, Washington Boulevard, and Atlantic Boulevard.

Key assessments include:

- High concentration of static billboards creates sign clutter.
- Many static billboards are outdated and in poor condition.
- Vinyl signage often appears faded and worn.
- Digital billboards offer a cleaner, modern look with dynamic content.
- LED displays reduce the need for frequent maintenance or vinyl replacement.
- Digital signs have less light impacts than typical static signs with florescent lights

TRA's recommendations include:

- 1. Allow off-site digital billboard signs and encourage conversion of outdated static billboards into modern digital billboards along freeways and major surface streets.
- 2. Authorize new digital billboard signs and conversion of existing ones only with removal of older, static billboards promoting a cleaner visual environment.
- 3. Require development agreements or leases/licenses (for City-owned properties) with billboard sign operators that guarantee tangible benefits to the community that include revenue sharing and branding for the City.
- 4. Establish operational and development standards to ensure that new and converted digital billboard signs:
 - a. Enhance the City's visual character;
 - b. Minimize visual clutter; and
 - c. Support removal of outdated and poorly maintained signs.

FISCAL IMPACT

This activity may be carried out without additional impact on the current operating budget.

RELATIONSHIP TO STRATEGIC GOALS:

This item relates to the 2016 Strategic Action Plan's goal of: Economic growth - Guiding Principles 1 to "Create and strengthen our identity, as a community that promotes opportunity and success for business that meets the strategic focus for economic growth, will have a positive impact on the quality of life and the City's financial sustainability," and 3

"Support a long-range planning vision through the City's General Plan, zoning ordinance, and related land use planning documents that incorporate community and stakeholder input and provide a compass for strategic economic growth, infrastructure investments and city fiscal planning."

Prepared by: Jessica Serrano, Director of Community Development

Approved as to form by: Noel Tapia, City Attorney

Respectfully submitted: Ernie Hernandez, City Manager