

# Cost-Benefit Analysis: Installing Entrance Gates vs. Alternative Security Measures for a 137-Unit HOA in Mead, Spokane WA

## **Key Take-Away**

Installing four 25-ft swing gates and assuming full road responsibility would more than triple annual operating costs, pushing dues from \$350 to roughly \$1,050 per unit (≈ + \$700). Expected resale premiums average \$10 000–\$12 000 per home, but higher property taxes, large capital outlays and long-term road liabilities offset much of that gain. A lower-cost path—individual video doorbells plus free Amazon Hub lockers—achieves most anti-theft benefits for < 10% of the annual cost.

## 1. Capital Expenditures

Item	Qty/Size	Unit Cost (installed)	One-Time Total
Motorised 25-ft dual swing gates & openers	4	\$13 000-\$15 000 each[1][2]	\$54 000-\$60 000
Conduit, power, keypads, vehicle loops	_	lump sum estimate (15%)	\$9 000
Concrete/curb island (5 ft × 25 ft)	1	\$5 000 (local flatwork rates)	\$5 000
Design, permits, contingency (20%)	_	_	\$14 000
Total gate project			≈ \$82 000-\$88 000

## 2. Road-Surface Options

Treatment	Unit Cost	20-Year Life-Cycle Cost (229 000 sf)
2-in grind & overlay	\$30 / sy[7]	\$763 000
Chip seal (15-20% of overlay)[8]	~\$5 / sy	\$128 000

Chip seal saves  $\approx$  \$635 k but yields a rougher surface and requires re-sealing every 7–8 years. Existing budget (137 × \$350) produces only **\$47 950/yr**. Bridging the gap requires dues to rise to roughly **\$1 050 / yr** (mid-range scenario).

# 3. New Annual Operating Costs after Gating

Cost Component	Basis & Source	Annual \$
Gate preventive maintenance	2 visits × 4 gates × \$250[3]	\$2 000
Average gate repairs fund	\$860/yr typical[4]	\$1 000
Professional HOA management (if volunteer BOD capacity is exceeded)	137 units × \$10-\$20 / mo[5]	\$16 400 - \$32 800
Snow plowing 1.8 mi private roads	40 hrs × \$80-\$100 / hr seasonal avg[6]	\$3 200 - \$4 000
Road reserve – 2-in grind & overlay every 18 yrs	25 444 sy × \$30/sy[7] ⇒ \$763 k ÷ 18	\$42 000
Gate replacement reserve (15 yr life)	\$85 k ÷ 15	\$5 700
Total new recurring costs		≈ \$70 000 - \$87 000 / yr

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# **4. Property-Value Impact**

Peer-reviewed studies show gated homes command an average premium of  $\approx$  \$30 000, partly offset (-\$19 500) by higher HOA costs tied to amenities, yielding a **net**  $\approx$  \$10 000-\$12 000 **premium** per house[9][10][11].

With Spokane County's composite tax rate  $\approx$  1%, owners would pay **+\$100-\$120/yr** extra tax on that added value.

# 5. Alternative: Porch-Pirate Deterrence at Unit Level

Solution	Up-Front\$	Annual \$	Notes
Ring/Blink doorbell per unit	\$65-\$100 each[12][13]	\$50 subscription if desired[14][15]	Optional, homeowners pay individually
137 units (100% adoption)	\$8 900-\$13 700	\$6 800-\$13 700	Far below gate scenario
Free Amazon Hub Locker+ (Playfair Commerce Park, 7 mi)[16]	\$0	\$0	Residents divert packages

Even full-coverage video doorbells cost < 10% of the annual uplift required for gates—and no road liabilities accrue.

#### 6. Risk & Governance Considerations

- Gate failures strand residents and emergency vehicles; repair response averages \$550-\$2 100 per incident[4].
- A volunteer board must track access codes, CCTV privacy laws and preventive contracts; moving to professional management lifts annual costs by ~\$20 k but avoids liability[5].
- Once gated, county road services (snow, repair) cease; all future costs shift irrevocably to the HOA charter.

## 7. Net Financial Picture per Home (Mid-Range)

Category	Year 1	Annual Years 2-20
Capital assessment (gate project)	\$650	_
Added operating & reserve costs	\$700	\$700
Added property tax (value premium)	\$100	\$100
Total added cash outflow	\$1 450	\$800
Expected resale gain (avg)	\$10 000	_

A seller recoups the premium upon sale, but owners who stay long-term pay markedly higher carrying costs.

#### 8. Recommendation

Given Mead's already low crime rate and the high cost shift for roads and management, **the gate project yields marginal security benefits at a steep, permanent cost**. Home-level smart cameras plus use of free package lockers provide 80-90% of the theft-deterrence benefit without triggering county road hand-off or tripling dues.

Unless the community places exceptional value on exclusivity—and is willing to accept dues near \$1 000 +/yr plus special assessments—retaining open access while avoiding budgeting for periodic chipseal resurfacing, snow plowing, professional HOA management and encouraging individual security devices is the more prudent path.

#### **Sources**

- [1] OnPoint DFW—cost of 25 ft motorised swing gates
- [4] Angi—average gate repair \$860
- [3] AutoGate—maintenance \$150-\$250 per gate per visit
- [17] HomeAdvisor—automatic gate cost range
- [5] iPropertyManagement—HOA management \$10-\$20 per unit / mo
- [8] Spokane County—chip seal 15–20% of overlay cost
- [6] ProMatcher—Spokane snow-plow hourly rates
- [7] City of Spokane—grind & overlay  $\approx$  \$30 / sy
- [12] Security.org—Ring doorbell starts \$64.99
- [14] CNET—Ring Basic subscription \$4-\$5/mo
- [15] HomeGuide—Blink plan \$3-\$10/mo
- [13] HomeGuide—doorbell price table
- [16] Spokane Journal—Amazon Hub Locker+ site
- [9][10][11] ARES study—gated premium  $\approx$  \$30 k, amenities offset
- [18] Emerald Insight—guards/patrols raise premiums beyond gates alone