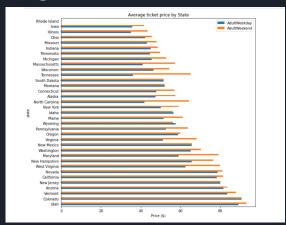
Guided Capstone Slide Deck

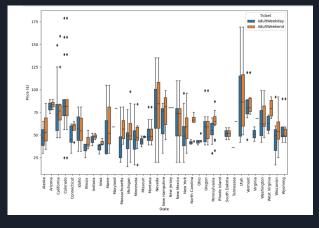
Problem Identification

- Big Mountain Ski Resort
 - great views and services for skiers and riders of all levels
- Additional chair lift installed
 - Increased operating costs by \$1.5 million this season
- Problem:
 - Need to accommodate for this increase and ensure continuous and significant profit
- Possible solutions:
 - Capitalize on its facilities to support the increase in ticket prices
 - Lower operating costs by making adjustments to the number of facilities at the resort that won't affect overall profit

Recommendation and key findings

- Maximize returns based on where Big Mountain Resort stands in the market
- Come up with a pricing model for ski resort tickets in the market segment
- Pricing model will be built based on:
 - Which facilities are favored most by visitors
 - Number of facilities at each resort
- Most ticket prices ranged from \$25 to \$100
- Predict the adult weekend ticket price for ski resorts
- Some features to focus on:
 - fastQuads, Runs, SnowMaking_ac, and vertical_drop

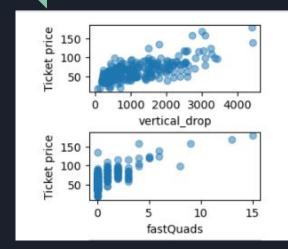


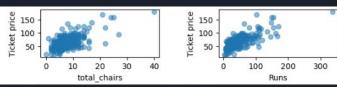


Modeling results and analysis

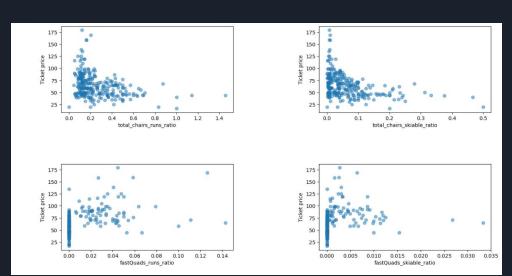
Features vs ticket price:

- Positive correlation

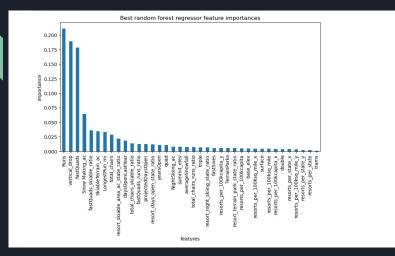


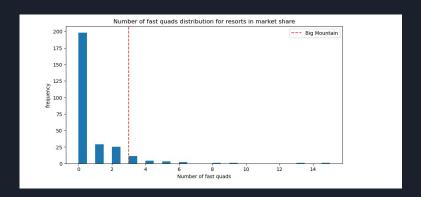


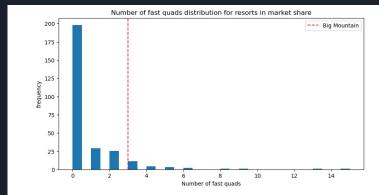
Feature ratios vs ticket price

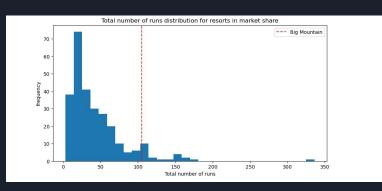


Most important features: Runs, vertical_drop, fastQuads, total_chairs

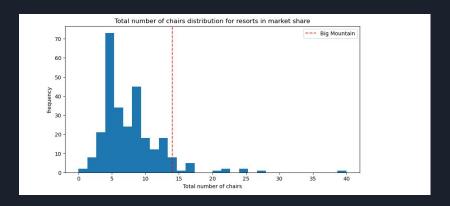


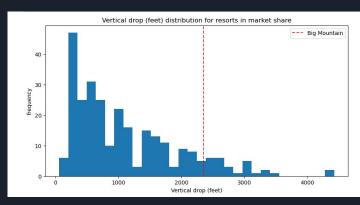


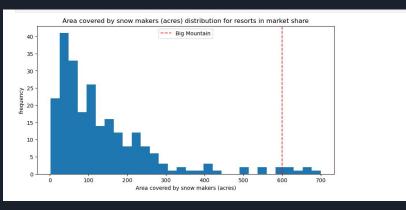




Analysis: Big Mountain Resort is shown on the higher end of the market for each feature







Summary and conclusion

- Big Mountain Resort currently charges \$81 for their adult weekend ticket prices
- Model suggests that the ticket price should be \$92.29
 - Room to increase from the current actual ticket price
- Big Mountain ticket prices are higher than the majority of resorts
 - But, still a good number of other resorts that carry higher ticket prices
- Future improvement:
 - Closing down 2-3 runs does reduce support for ticket price and revenue slightly, but it is not a detrimental decrease
 - Closing down 4 to 5 runs makes no difference in ticket prices and revenue in comparison to closing down 3 runs
 - Cons: Can slightly affect the ticket price and revenue negatively
 - Pros: Can reduce operating costs on the runs, may not need to raise ticket prices significantly to account for high operating costs

