

Project Goal

- Examine Big Mountain Resort's ticket price based on relevant, comparable factors from other resorts nationwide.
- Is the current ticket price, \$81.00, accurately priced or is there justification for a price increase?
- Can any resort features be modified to help improve operation costs?

Key Findings

- Big Mountain Resort rates high among the most important features affecting ticket price.
- Big four features contributing to ticket price are:

Fast quads

Total runs

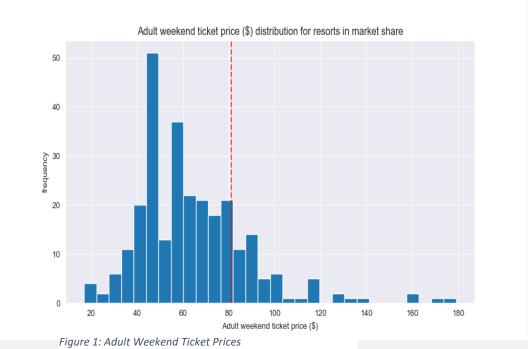
Snow making area

Vertical drop

- Based on Big Mountain Resort's features, an increase in ticket price is support.
- Closing 5 ski runs is the best return for loss of ticket revenue.

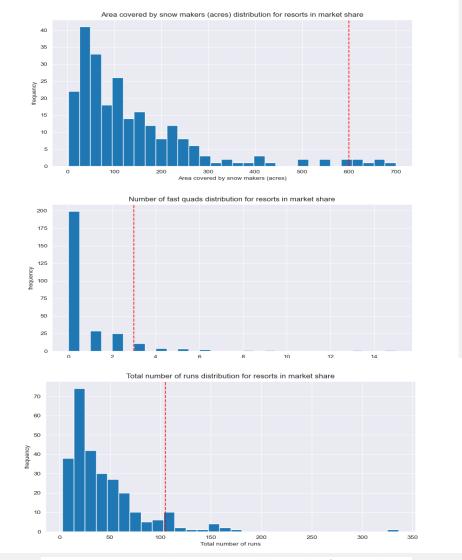
Results & Analysis

- Current adult weekend ticket price is \$81.00
- Big Mountain Resort (vertical red dotted line) is not priced with the premium resorts.



Results & Analysis

- Big Mountain resort rates
 high in the most important
 features affecting ticket
 price.
- Ticket price increase to \$95.00 is supported.



Figures 2-4 Top: Snow making coverage, Middle: Number of Fast Quads, Bottom: Total number of runs

Results & Analysis

 Shutting down 5 runs is the most cost-effective. Ticket prices will decrease slightly, as will revenue, but Big Mountain will save on operating costs.

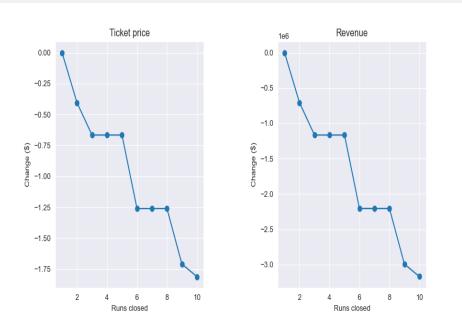


Figure 5: Model of runs closed on ticket price and revnue

Summary

- Big Mountain Resort rates high in the features the have the biggest influence on ticket price.
- A ticket increase from \$81.00 to \$95.00 for adult weekend tickets is supported by the data.
- Closing 5 ski runs will provide the best return for loss of revenue because Big Mountain Resort will save on operating costs.