# Building Revenue with Hotspots

Presented by Dennis Burgess



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- Cisco Certified
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- Consulting for over 10 years
- WISP Owner
- Mange Countless Mikrotik Hotspots / Billing Solutions / Ad Systems



# Link Technologies, Inc

- Link Technologies, Inc
  - US Based One of the Primer Mikrotik Consulting Companies
  - World Wide Customer Base
  - Hotspot Solutions

#### **Topics**

- What Are Hotspots
- Where They are Installed
- What Types of Hotspots Are There...
  - The Business of Hotspots
  - Hotspot Business Models
- How to Make Money with Hotspots
  - Ways to Generate Revenue
  - Configuration Time
  - How to Make a Limited Hotspot



#### What are Hotspots?

- Place where Internet Access is Controlled either by paid subscription or by free access by a business or company.
  - Can be
    - Wired
    - Wireless
    - In-Building
    - On-Campus

#### What are Hotspots?

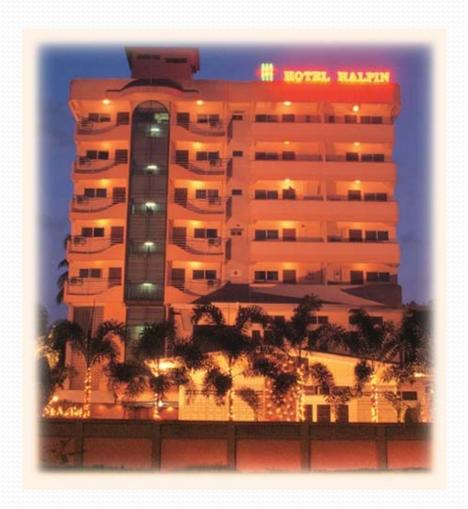
- What Types of Hotspots Are There?
  - Paid Hotspot
    - End User Pays for Internet Access
    - Free Hotspots
      - Business Sponsored Hotspots
        - Internet Access is a Value Added Service to augment the business's existing product.
    - Ad Supported
      - Hotspot services are paid by Ads
      - End User has NO cost.
    - Usage Restricted Free Hotspots
      - Basic Internet Access is Free
      - Combination of Ad's as well as Paid Services pay for the Hotspot System



- Where Should you Put a Hotspot?
  - LOCATION, LOCATION











#### Muni-Wi-Fi

- Coverage
  - Why Cover Areas That Don't Need It?
  - Do You Think You Need Coverage Here?
  - Large Expense Covering Areas that will get little Usage
  - Cover Good Locations Well!
- Usage
  - Subscribers will get DSL / Cable before a week penetrating Signal

#### Coverage & Normal Usage

#### Coverage

- Why Cover Areas That Don't Need It?
- Do You Think You Need Coverage Here?
- Large Expense Covering Areas that will get little Usage
- Cover Good Locations Well!

#### Usage

- Subscribers will get DSL / Cable before a week penetrating Signal
- Cover these areas where people collect regularly Bars / Diners / Coffee Shops / Malls



#### Muni Wi-Fi

- Cons
  - The City THINKS, they have the "control" to TELL YOU, what, how and WHERE to do business!
    - Would you go into a business with a partner that says how much, where and how you can sell your product?
- Suggestions
  - Pick and Choose Your Coverage
  - Use Existing Network
    - (OR BUILD IT FOR ANOTHER PURPOSE)
    - At Full Cost to the City just like Any other Business!
  - Business Model MUST MAKE REVENUE!



# **Types of Hotspots**

#### Fee Based Hotspots

- Paid Services
  - Customer Pays with Credit Card
  - Gets Internet
  - Multiple Levels of Speed?
    - Confusion on What the End User Needs?
    - Sometimes KISS is the best way
      - KEEP IT STUPID SIMPLE
      - One Price

#### Ad's and Hotspots

- Methods of Delivering Ads
  - Splash Page
    - Advantages of Mikrotik RouterOS and these Splash Pages!
    - Mall Locations
      - Many Splash Pages depending on the Access point
    - Hotel / Conference Centers
      - One Splash Page

# Ad's and Hotspots

- Methods of Delivering Ads
  - Sources of Revenue
    - Hotel / Conference Centers
      - Activities Fitness Centers / Attractions
      - Restaurants -- Local Establishments / Delivery
    - Mall
      - Ads to different locations in the Mall
  - Rotation
    - Ad Software
      - Rotates Ads based on many different Criteria
      - Drop ads onto Mikrotik Splash Pages without changing the Router!



#### Ad's and Revenue

- Ads Generate Lots of Revenue
  - Can sometimes Exceed the Monthly Subscribers Revenue
  - Most Ads Are Contract Based
    - This = Monthly Reoccurring Revenue

# Usage Restricted Hotspots

- Usage Restricted Free Hotpots
  - Working Business Model for Internet Access
  - Provide Internet to City or Business Park
  - Limited Services for Free
    - You can Surf the Internet, look at News sites etc.
    - You can not shop on-line, or do business on-line.
    - No Business VPN Connections
    - Maybe Secure Websites
    - E-Mail Protocols as well as common E-Mail sites may be blocked
      - This one is debatable and changes between customers/vendors.



#### Almost Free Hotspots

- Why does this Business Model Work?
  - People want to have Free Internet
    - News
    - Weather
    - E-Mail
  - People will pay for...
    - Access to VPN connections
    - Access to Higher Speeds
    - Ability to do Business on it!

#### Limiting Access

- Usage of Trail User
  - Filter Rules applied to Trail Profile
  - Blocks most Internet Access
    - Typically Deny All At the Bottom
    - Allow Port TCP 80 and UDP 53
      - Have to have DNS!
    - Maybe Block Websites such as Hotmail, yahoo?
  - Provide Redirect for other sites such to direct them to an Upgrade page!
    - List reasons to Upgrade, and have the ability to upgrade!



# Upgrades

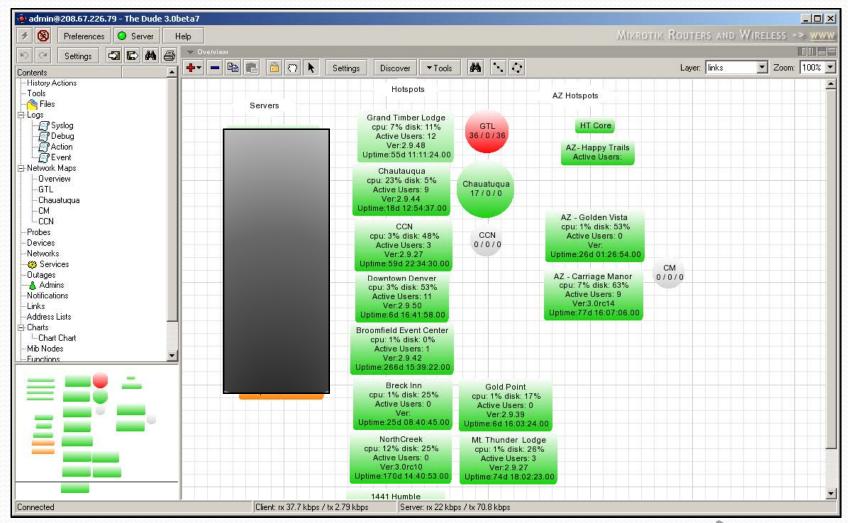
- The End Goal is to Make Revenue
  - Upgrades give you that Revenue
  - Proven Business Model
    - Allows The "FREE" Access that Companies or City's wish to Have.
    - Allows the builder of the network income to Maintain Network.
      - WIN / WIN If everyone WINS, it's a great solution.

# Actual Deployment

- We have Deployed the "Almost Free" WiFi
  - Once we switched to the Almost Free Business Model the ISP tripled its monthly subscriptions
  - Free Access is still Available on a limited Basis
  - Makes the City Happy
    - They can say they have a "Free Hotspot" in their City
    - Attracts more business's that this service is something they don't have to spend their capital on.
  - Makes the ISP Happy
    - Higher Subscription Rates
    - Lower Bandwidth Usage on Free Accounts



- DUDE! USE THE DUDE!
  - Free Mikrotik NMS
  - Ability to Monitor Hotspot and Access Point Status
  - Can Monitor from Internet Though NAT with Agents
  - Graph Bandwidth Usage of Hotspot and Access Points
  - Graph Active Hotspot Users for Tracking
  - At-A-Glance Hotspot Stats Right on The Device



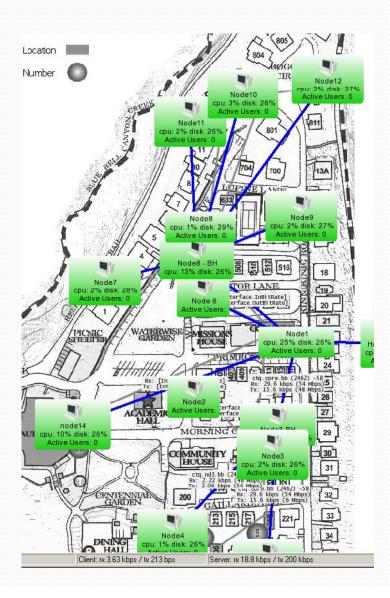
cpu: 7% disk: 11%

Active Users: 12

Ver:2.9.48

Uptime:55d 11:11:24.00





- Monitor Your Network
- Bandwidth to Each Node
- GRAPHIC LAYOUT of Network!

#### Conclusion

- Hotspots Can Generate Revenue
  - Paid Services Can be Used for Fixed Wireless Installations as well as "Hotspots"
  - You Must Give the End Users Reasons to Pay for a Subscription.
    - Internet Access
    - Faster / Unrestricted Access
  - Location / Location / Location
    - Makes / Breaks a Hotspot Installation
    - Muni Waif Is Not Bad But LEARN from existing large deployments!



#### Thanks

Thank You for your Time

For More Information
Or Assistance In Deploying Mikrotik Based
Hotspot Networks

Contact Us at:

www.linktechs.net

