

# *Additional Earnings*



# Tips

It is common for people in service industry jobs to earn tips from satisfied customers.





## *Bonus*

extra pay earned  
when certain conditions  
of employment  
have been met  
or exceeded

## *Shift Premium*

extra payment  
for  
non-standard  
work hours





1. Your restaurant gives 5% of the tips received in a shift to employees working in the kitchen. If \$2100.00 is received in tips, and there are 5 people working in the kitchen, how much will each person receive?

$$\begin{array}{l} 5\% \text{ of } 2100 \\ 0.05 \times 2100 \end{array}$$

**Tips to Kitchen (5%)**      $2100.00 \times 0.05 = \$105.00$

**Kitchen Workers (5)**      $\$105.00 / 5 \text{ people} = \$21.00$

**Each person will receive \$21.00.**

2. You worked a four-hour shift as a server and your customer bills totalled \$2500.00 before tips. Your rate of pay is \$10.00/h.

a) How much did you make before tips during the four hours?

$$4 \text{ hrs.} \times \$10.00 = \$40.00$$



b) If all of your customers tipped you 10%, how much did you make in total during your 4 hour shift?

10% of \$2500

Pay in tips (10%)       $\$2500.00 \times 0.10$       = \$250.00

Regular Pay (4 hrs.)       $4 \text{ hrs.} \times \$10.00$       = \$40.00

Total       $\underline{\$250.00} + \underline{\$40.00}$       = \$290.00

↑  
 Tips

↑  
 Regular  
 Pay

Kyle works in a bookstore selling books. He also sells customers reward cards for \$30.00 that will give them a discount on future purchases. His employer gives him a bonus of 10% of the amount received if he sells more than 20 cards in a month. If his regular wages are \$1883.77 and he sells 27 reward cards one month, what will Kyle's wages be including the bonus?



**Sales on Cards (27)**      **27 x \$30.00**      = **\$810.00**

**Bonus (10%)**      **\$810.00 x 0.10**      = **\$81.00**

**Regular Wages**      = **\$ 1883.77**

**Total Wages**      **\$81.00** + **\$1883.77**      = **\$ 1964.77**

↑  
Bonus

↑  
Regular  
Pay

Jacob works as a stock clerk for a grocery store in Labrador City, NL. His regular pay is \$12.00 an hour, but he earns a shift premium of \$2.00 an hour for any hours he works between 5:00 pm and 8:00 am. Jacob also earns time and a half for his overtime pay. He normally works 35 hours a week.



- a) How much does Jacob make an hour between the hours of 5:00 pm and 8:00 am?

$$\$12.00/h + \$2.00/h = \$14.00/h$$

- b) How much does he get paid during overtime?

$$\$12.00/h \times 1.5 = \$18.00/h$$

(time and a half)

Regular time:

\$12.00

Regular time + premium:

\$12.00 + 2 = \$14.00

Overtime:

\$12.00 x 1.5 = \$18.00



Jacob works as a stock clerk for a grocery store in Labrador City, NL. His regular pay is \$12.00 an hour, but he earns a shift premium of \$2.00 an hour for any hours he works between 5:00 pm and 8:00 am. Jacob also earns time and a half for his overtime pay. He normally works 35 hours a week.

c) How many shift premium hours did he work?

27 hours

d) How many overtime hours did he work?

41 - 35 = 6 hours

Shift Premium goes from 5pm - 8am

Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
12:00 am – 8:00 am	12:00 am – 8:00 am	4:00 pm – 12:00 am	6:00 am – 11:00 am	6:00 am – 11:00 am	8:00 am – 3:00 pm
12 am } 1 am } 2 am } 3 am } 4 am } 5 am } 6 am } 7 am } 8 am } <hr/> 8 hrs	12 am } 1 am } 2 am } 3 am } 4 am } 5 am } 6 am } 7 am } 8 am } <hr/> 8 hrs	4 pm } 5 pm } 6 pm } 7 pm } 8 pm } 9 pm } 10 pm } 11 pm } 12 am } <hr/> 8 hrs	6 am } 7 am } 8 am } 9 am } 10 am } 11 am } <hr/> 5 hrs	6 am } 7 am } 8 am } 9 am } 10 am } 11 am } <hr/> 5 hrs	8 am } 9 am } 10 am } 11 am } 12 pm } 1 pm } 2 pm } 3 pm } <hr/> 7 hrs

Total Hours = 8 + 8 + 8 + 5 + 5 + 7  
 = 41 hours

OT Hours = 41 hours - 35 hours  
 = 6 hours (\$18.00/h)

Shift Premium Hours = 8 + 8 + 7 + 2 + 2  
 = 27 hours (\$14.00/h)

Regular Hours = 41 - 6 - 27  
 = 8 hours (\$12.00/h)

e) What percentage of Jacob's weekly hours are regular hours?

Premium Hours = 27  
Regular Hours = 8  

---

Total # of hours = 41

Overtime: 6 hours

Formula:  $\frac{\text{regular hours}}{\text{total \# of hours}} = \frac{8}{41}$   
 $= 0.195$   
 $= 19.5\%$

f) What percentage of his weekly earnings are paid at the regular rate?

Formula:  $\frac{\text{regular paid hours}}{\text{total pay}}$

Regular Paid Hours:

---

 Premium Hours = 27  
 Regular Hours = 8  
 Total # of hours = 41

Overtime:  


---

 6

---

 • Premium Hours: 27 hours x \$14.00 = \$378  
 • Regular Hours: 8 hours x \$12.00 = 96  
 • Overtime Hours: 6 hours x \$18.00 = 108  
 \$582

$$\frac{\text{regular paid hours}}{\text{total pay}} = \frac{96}{582}$$

$$= 0.16$$

$$= 16\%$$



Check out pages 76 and 77  
questions 1 - 8

