

7.2 Gross Pay – Practice Problems

1. Matthew has a part-time job that pays \$358 per week. He wants to get another job so that he will earn \$28000 per year. How much does he need to earn bi-monthly at his other job?

$$\begin{aligned} \$358 \times 52 &= \$18\,616 \\ 28\,000 - 18\,616 &= \$9\,384 \end{aligned}$$

$$\$9\,384 \div 24 = \$391$$

\$391 bi-monthly

2. Denzel works at a tire manufacturing plant and earns \$10.20/h on day shift. When he works the evening or night shift, he earns a shift premium of \$1.15/h. Last month he worked 80 h on day shift, 40 h on evenings, and 40 h on nights. What was his gross income for the month?

$$\begin{aligned} \$10.20 \times 80h &= \$816 \\ \$10.2 + \$1.15 &= \$11.35 \\ \$11.35 \times 80h &= \$908 \end{aligned}$$

$$\$816 + \$908 = \$1\,724$$

3. Aniela works at a library and earns \$10.75/h for 30h a week plus 3% vacation pay. Hannah works at a sporting goods store and earns \$11.45/h for 35h a week. Who had the higher gross income for the week and by how much?

$$\begin{aligned} \text{Aniela: } \$10.75 \times 30 &= \$322.5 \\ \$322.5 \times 0.03 &= \$9.68 \\ \$322.5 + \$9.68 &= \$332.18 \end{aligned}$$

$$\text{Hannah: } \$11.45 \times 35h = \$400.75$$

$$\$400.75 - \$332.18 = \$68.57$$

Hannah made \$68.57 more than Aniela this week

4. Vince earns \$12.25/h as a taxi driver working an average of 50 h each week. He usually earns \$90 in tips each week and works 50 weeks each year. What is Vince's gross annual income?

$$\begin{aligned} \$12.25 \times 50 &= \$612.5 \\ \$612.5 + \$90 &= \$702.5 \end{aligned}$$

$$\$702.5 \times 50 = \$35\,125/\text{yr}$$

5. Astrid works in the oil and gas industry near Fort McMurray, Alberta. She earns \$28.30/h and makes double time for hours worked beyond 40 each week. Calculate Astrid's gross income for 45.25 hours worked last week.

$$\begin{aligned} \$28.30 \times 40 &= \$1\,132 \\ (\$28.30 \times 2) \times 5.25 &= \$297.15 \end{aligned}$$

$$\$1\,132 + 297.15 = \$1\,429.15/\text{week}$$

6. Jarrod earns an annual salary of \$55 300. This year he will receive a 2% bonus. Marie earns \$440/week in wages and \$150/week in tips. Who earned more this year?

$$\begin{aligned} \text{Jarrod: } \$55\,300 \times 0.02 &= \$1\,106 \\ \$55\,300 + \$1\,106 &= \$56\,406/\text{yr} \end{aligned}$$

$$\begin{aligned} \text{Marie: } \$440 + \$150 &= \$590 \\ \$590 \times 52 &= \$30\,680/\text{yr} \end{aligned}$$

Jarrod earned more this year

7. Mario earns 3% straight commission. Brent earns a monthly salary of \$3400 and 1% commission on his sales. If they both sell \$245 000 worth of merchandise, who earns the higher gross monthly income?

$$\text{Mario: } \$245000 \times 0.03 = \$7350$$

$$\text{Brent: } \$245000 \times 0.01 = \$2450$$

$$\$3400 + \$2450 = \$5850$$

Mario earned the higher monthly income

8. Tamara wants to earn \$3000 next month. She earns a base salary of \$600 a month plus 3% commission on sales. How much would she have to sell to earn her target?

$$\$3000 - \$600 = \$2400$$

$$\$2400 \div 0.03 = \$80000$$

She would need to sell \$80 000

9. Harry assembles cardboard boxes and packs them with canned soup. He averages 320 boxes per day and is paid 30¢ per box. If he works 5 days a week for 50 weeks each year, what is his gross yearly income?

$$320 \times 0.3 = \$96$$

$$\$96 \times 5 \times 50 = \$24000$$

10. Kat sells T-shirts at concerts. She is paid \$25 per concert and 50¢ for each T-shirt she sells. What were Kat's gross earnings for selling 174 T-shirts at one concert?

$$\$0.50 \times 174 = \$87$$

$$\$25 + \$87 = \$112$$

11. Suppose you would like to earn at least \$300 a week and you have two part-time job offers. Job A pays \$9.25/h, 35 h a week Job B pays \$8.10/h, 20 h a week, plus 5% commission on sales of about \$3000/week Which job would you take? Why would you take that job?

$$\text{Job A: } \$9.25 \times 35 = \$323.75$$

$$\text{Job B: } \$8.10 \times 20 = \$162$$

$$\$3000 \times 0.05 = \$150$$

$$\$162 + \$150 = \$312$$

Job A pays more but Job B you work fewer hours. At both you make over \$300. I would take Job B.

12. The company that Lars works for installing car stereos has changed ownership. He used to earn \$12.20/h for a 40 h week. Now he is paid \$35 for each stereo he installs and he averages 15 installations a week. Does this change benefit Lars? Explain.

$$\text{Before: } \$12.20 \times 40 = \$488$$

$$\text{Now: } \$35 \times 15 = \$525$$

yes it benefits him as long as he can keep his installations high.