# 8.40 - Questions Handout #s 1 - 14

### **Key Ideas**

- Many jobs in sales pay by commission.
- Commission is usually calculated as a percent of sales. For example, if commission is 20% of sales, for each \$1.00 of sales, the salesperson earns \$0.20.



### Communicate the Ideas

- **1.** Why do you think a company would choose to pay employees by commission?
- **2. a)** What other ways are employees paid, other than by commission? **b)** Describe advantages and disadvantages of each method of payment.

#### **Check Your Understanding**

#### **Practise**

For help with questions 3 to 5, refer to Example 1.

- **3.** Jake earns 25% commission selling ice cream. How much does he earn for each day's sales?
  - **a)** Friday \$100 **b)** Saturday \$180
- **4.** A school earns 35% commission on its book orders. Estimate, then calculate, the commission earned on each month's order.
  - **a)** October \$309 **b)** November \$1850
- **5.** To raise funds, members of the drama club sell flower bulbs. They earn 30% commission. Estimate, then calculate how much each person earns for the club.

	Name	<b>Total Bulb Sales</b>	
a)	Deanna	\$125.00	
b)	Pierre	\$350.00	

# For help with questions 6 to 8, refer to Example 2.

- **6.** Alana earns a 15% commission on bicycle sales. One week she earned \$450. What were Alana's total bicycle sales for that week?
- **7.** Yuri earns a 25% commission on sales of magazine subscriptions. One week he earned \$220. What were Yuri's total sales for that week?
- **8.** Monique earns a 30% commission on jewellery sales. She wants to earn \$600 so she has spending money for her holidays. What amount of jewellery does she need to sell to reach her goal?

# **Apply**

**9.** Jules earns a 20% commission on fruit sales. One week, his daily sales were as follows:

Monday \$250

Tuesday \$220

Wednesday \$185

Thursday \$208

Friday \$310

- a) What was Jules's commission for the week?
- **b)** Find the answer to part a) using a different method. Does your answer check?
- **10.** Manuel starts a job selling computer equipment. He earns 15% commission on all sales.
  - a) Find the total amount of Manuel's commission for the first three weeks.

Week	1	2	3
Sales	\$1250	\$2100	\$2425

b) How much would Manuel need to sell in a week in order to earn \$500?

## **Chapter Problem**

- 9. There are four headliners and six supporting acts booked for your concert. Each of the headliners is paid a 5% commission on total ticket sales. The supporting acts are each paid 2%. Total ticket sales are \$1 000 000.
  - a) How much does each headliner earn?
  - **b)** How much is paid to each supporting act?
  - c) Find the total amount paid to the bands.
  - **d)** Each headliner agrees to donate half of its commission to a local charity. How much will the charity receive?

- **12.** Jackie sells beauty products on commission. She is paid a 25% commission on make-up items and 30% on bath products. Last month her make-up orders totalled \$420.95 and the bath product orders totalled \$325.00. How much did she earn?
- **13.** Donna is paid a 25% commission on catalogue sales. She wants to earn \$1200 to buy a computer. So far she has sales totalling \$3670. How much more does she need to sell to reach her goal?



- **14.** Brian is offered a job that pays \$10/h or 8% commission on sales.
- \$500 worth of merchandise. Which payment option is better for him? Explain why.
- **b)** Does your answer change if both rates are doubled? Explain.
- c) Does your answer change if Brian sells twice as much in the same time period? Explain.

### **Extend**

- **15.** At last night's baseball game, Sandeep and Andre both sold hot dogs. Sandeep gets paid a commission of 20% of sales. Andre earns \$30 per game plus a 15% commission. Show calculations to support your answers to the following:
  - a) Who earned more money if they both sold \$500 in hot dogs?
  - **b)** Who earned more money if they both sold \$700 in hot dogs?
  - c) For which amount of total sales would Sandeep and Andre earn the same amount of money?

## Making Connections

You will apply graphing and algebra skills to solve problems of this type in high school.