Consumer Math
Tipping \#21
Percents, multiplication, division, addition

A tip (also called a gratuity) is a payment made to certain service sector workers in addition to the price of the service. The amount of a tip is usually calculated as a percentage of the transaction value before taxes. Some of the people we tip are taxi drivers, waiters, hair dressers or barbers. Below are some guidelines for how much to tip:

- Hair dresser or barber:
- Food delivery:
- Waiter:
- Bartender:
- Taxi:

15\%
10\%
$15 \%-20 \%$ (depending on service)

$15 \%-20 \%$ (depending on service)
$15 \%$

Example: The Trey family went out for dinner. Their total bill before taxes came to $\$ 56.89$. They want to give a $15 \%$ tip.

Problem: How much should they tip the waiter? Round your answer to the nearest dollar.

Solution: Step 1: Convert 15\% into a decimal: . 15
Step 2: $\quad$ Multiply $\$ 56.89$ x $.15=\$ 8.53$
Step 3: Round off to nearest dollar: \$9.00
The Trey family should leave $\$ 9.00$ for their waiter.

Part 1: Finish filling in the following table. Remember that your tip should be calculated before taxes. Round to the nearest cent. The first one is done for you.


| Bill Pre-tax | Tip \% | Tip | Add GST <br> $\mathbf{( 5 \% )}$ | Total | Total bill <br> rounded to <br> nearest dollar |
| :--- | :--- | :--- | :--- | :--- | :--- |
| 1. $\$ 10.00$ | $15 \%$ | $\$ 1.50$ | $\$ .50$ | $\$ 12.00$ | $\$ 12.00$ |
| 2. $\$ 23.50$ | $20 \%$ | $\$ 4.70$ | $\$ 1.18$ | $\$ 29.38$ | $\$ 29.00$ |
| 3. $\$ 46.78$ | $15 \%$ | $\$ 7.02$ | $\$ 2.34$ | $\$ 56.14$ | $\$ 56.00$ |
| 4. $\$ 56.32$ | $20 \%$ | $\$ 11.26$ | $\$ 2.82$ | $\$ 70.40$ | $\$ 70.00$ |
| 5. $\$ 18.00$ | $15 \%$ | $\$ 2.70$ | $\$ .90$ | $\$ 21.60$ | $\$ 22.00$ |
| 6. $\$ 7.50$ | $15 \%$ | $\$ 1.13$ | $\$ .38$ | $\$ 9.01$ | $\$ 9.00$ |

Part 2: Calculate the tip for the following situations. Use the tipping guide below:

- Hair dresser or barber: 15\%
- Food delivery:

10\%

- Waiter:
$15 \%-20 \%$ (depending on service)
- Bartender:
$15 \%-20 \%$ (depending on service)

- Taxi: 15\%

1. Helen got her hair cut and coloured. It cost $\$ 105$ before taxes. How much should Helen leave as a tip? Round your answer to the nearest dollar.
2. Pat took a taxi to the hospital for an appointment. It cost $\$ 9.85$. How much should she give for a tip? Round your answer to the nearest 50 cents.

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3. Wayne ordered a pizza that cost $\$ 15.99$. How $\qquad$ much should he give the pizza delivery person? Round your answer to the nearest 50 cents.
4. The Campbells went out for dinner. Their bill came to $\$ 92.59$. How much money should they $\qquad$ leave all together assuming that they give a $20 \%$ tip? Round your answer to the nearest dollar.
5. Three co-workers went out for drinks after work. Lisa had a beer and it cost $\$ 7.50$. Jodi had a glass of wine and it cost $\$ 8.25$ and Sarah had a mixed drink that cost $\$ 8.00$. They had excellent service. How much should each person leave as a tip? How much would the bartender get altogether?
6. Jeff went out for lunch. His bill came to $\$ 22.50$ before taxes. He was not that pleased with the service so he decided to leave only a $10 \%$ tip. How much did he have to pay for lunch including GST (5\%) and tip? Round your answer to the nearest cent.

a $\qquad$
b $\qquad$
c $\qquad$
d $\qquad$
$\qquad$

## Short Cut to Tipping \#22

Estimation, rounding off

Not all of us carry calculators with us when we go out. Here is a quick way to calculate tips.

A short cut method for tabs of $\$ 30$ of more.

Example: Supper cost $\$ 45$.
Problem: How much tip should I leave?
Solution: Step 1: Take the dollar amount and drop the ones digit. (5)
Step 2: $\quad$ Double the number that is left. $(4 \times 2=8)$
$\$ 8$ is the amount you should leave. This is between $15 \%-20 \%$.

A short cut method for tabs $\$ 30$ or less.
This method produces a slightly higher percentage tip. Round your answers up to the nearest 5 or 10 .

Example: Lunch cost $\$ 17.20$
Problem: How much tip should I leave?
Solution: Step 1: $\quad$ Round $\$ 17.20$ up to 20.
Step 2: Double 20 - that's 40.
Step 3: Drop a zero - the tip is $\$ 4$.

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Part 2: Calculate the tip using the short cut method from the previous page.

1. Lunch cost $\$ 29$.
2. Lunch costs $\$ 77$ for 4 people. How much should each person leave for a tip?
3. Breakfast was $\$ 12.95$. How much should I leave on the table including $\qquad$ the tip?
4. Supper cost $\$ 150$.
5. Supper cost $\$ 99$.
6. Two couples went for supper. The bill came to $\$ 145$. How much should each couple pay for a tip?
7. Three of us went for lunch. The bill came to $\$ 65$. How much should each of us leave for a tip?
8. I had a hotdog for $\$ 2.50$ and a coke for $\$ 2.00$. How much should I leave the vendor for a tip?
