

Calculating Tips



Objective

In this lesson, you will

What is a Tip?

- ❖ The word *tip* could have originated from the sixth century verb *tip*, which meant to _____, hand, or _____, or it could be derived from the Latin *stips*, meaning _____.



A tip is extra money you give to someone who has provided you a service.

- ❖ Tips in certain service jobs are considered _____ of the employee's income.

? Question

Check five categories of services to be tipped from this list.

Services to be Tipped
Bartenders
Contractors
Waiters at Dine-in Restaurants
Electricians
Bellhops or Valets
Hair Stylists
Cab Drivers
Waiters at Take-out Restaurants
Hotel Desk Clerks

When Do You Tip?

Kaito and Sean are having a conversation. Fill in some important reminders about when to tip.

Question: Do I need to tip everyone at service places?

Answer: You usually tip only the _____ who serve you directly. For example, you _____ the waiter who serves you at a restaurant, but _____ the cooks there.

Question: Do you give a fixed amount as a tip?

Answer: Actually, you give different _____ of tips for different _____. But there are some guidelines.

Example: Airport porters are usually tipped \$2 per bag.

How Much Do You Tip?

General guidelines to calculate tips for service providers:

- For a waiter at a full-service _____, you can add 15 percent to 25 percent of your total _____ amount to the bill as a tip.
- For a _____ driver, you can give 10 percent to 15 percent of the total _____ as a tip.
- For a salon _____, you can give 15 percent to 20 percent of your _____ amount as tip.

For the services where no bill is given, the tip is a _____ instead of a percentage. Here are some examples

- _____ attendants usually receive \$2 to \$5 per piece of _____.
- Restroom _____ usually receive 50 cents to \$1.
- _____ attendants receive \$1 to \$2.

You may wish to tip less or not at all if you received really poor service.

Lesson Activity

How Much Do You Tip?

Service Provider	Suggested Tip
<i>hotel housekeeper</i>	
	<i>50 cents to \$1</i>
<i>grocery loader</i>	
	<i>10% to 15%</i>
<i>hotel room service deliverer</i>	

How Do You Calculate a Tip Quickly?

Once you know the percentage of your bill that you should tip, here's how to quickly calculate tips in your head.

Tips for Calculating Tips in Your Head

10% Tip	15% Tip
<ul style="list-style-type: none"> ✓ Round up to the nearest 10 dollars to make the number in the ones place a zero. ✓ Calculate a 10 percent tip on that amount. (To calculate 10 percent of any whole number ending in a zero, just remove the zero). 	<ul style="list-style-type: none"> ✓ First, calculate 10 percent of the bill. ✓ Then take half of that 10 percent amount, which is 5 percent. ✓ Add half the amount you calculated for 10 percent to the original 10 percent amount to make the total 15 percent.
<p>Example: What is an appropriate 10% tip for a bill with the amount of \$19.72?</p> <p>Round to the nearest 10 dollars (\$20.00) and remove one zero by moving the decimal over one space to the left.</p> <p>10% tip of \$20.00 is \$_____.</p>	<p>Example: What is 15% of \$280?</p> <p>First, find 10% of \$280 by removing the zero, which is \$28. Then, to find the additional 5%, divide 28 in half, which is 14. Finally, add \$14 to \$28.</p> <p>15% tip of \$280.00 is \$_____.</p>
20% Tip	Calculating Total Bill
<ul style="list-style-type: none"> ✓ First, calculate 10 percent of the bill. ✓ Then double the 10 percent amount, which is 20 percent. 	<p>It is acceptable to figure a restaurant _____ based the amount due for the _____ and _____ only — don't include the tax.</p>

Example: What is 20% of \$280?

First find 10% of \$280, which is \$28.

Then, to find the additional 10%, double \$28.

$$2 \cdot \$28 = \$56$$

$$20\% \text{ of } \$280 \text{ is } \$\underline{\hspace{2cm}}$$

Example: What is 15% of \$358.45?

Round up the bill to \$360 before you start calculating the tip. Remove the zero to find 10% of 360, which is \$36. Then, to find the additional 5%, divide 36 in half, which is 18.

$$\text{Add } \$18 + \$36 = \$\underline{\hspace{2cm}}$$

$$15\% \text{ of } \$360 = \$\underline{\hspace{2cm}}$$

Finally, to calculate your total bill (excluding tax) add the bill and the tip:

$$\$358.45 + \$\underline{\hspace{2cm}} = \$412.45.$$



Lesson Activity How Do You Calculate a Tip Quickly?

Question 1 - Adam celebrated his eighteenth birthday with friends at a Chinese restaurant. The bill came to \$287.69 without tax. The service was quite good, so he decided to tip the waiter 20 percent.

Calculate the amount of Adam's tip (20%).

\$

Question 2 - A recent visit to the hair salon cost Brenda \$130. She added a 15 percent tip to her bill. What is the amount of the tip?

Calculate the amount of Brenda's tip (15%).

\$

Question 3 - You had planned to go out for pizza with your friends Saturday night. You've all gathered at your place but when you're about to leave, it starts to snow heavily, so you decide to have a pizza party at your place. The pizza delivery guy shows up with your order much sooner than you expected. The bill is \$133.32.

How much would you tip him?

Explain your reasons for deciding how much to tip:

Summary

Why are tips in certain service jobs an important part of a worker's income?