

Labour Revision Questions

- 1 An employee is paid £18.00 per hour for all hours worked up to a total of 40 each week. For any overtime hours they are paid time and a third.

In a week where they work for 50 hours what is their total gross pay and overtime premium?

- A. 960.00 60.00
 B. 900.00 50.00
 C. 960.00 50.00
 D. 900.00 60.00

Overtime hours →

Gross Wages *all the hours worked*
 Basic Wage 50×18.00 900.00
Overtime Premium
 $10 \times 18 / 3$ 60.00
 Total Gross 960.00

- 2 An employee's basic working week is 20 hours at £14.00 per hour, and overtime is paid at time and a half.

- A. 700.00 140.00
 B. 560.00 140.00
 C. 700.00 150.00
 D. 560.00 150.00

Add the basic and overtime premium to get the gross!

Gross Wages
 Basic Wage 40×14 560.00
Overtime Premium
 $20 \times 14 / 2$ 140.00
 Total (Gross) 700.00

- 3 An employee's basic working week is 24 hours at £9.80 hour, and overtime is paid at time and a quarter.

- A. 500.00 51.45
 B. 492.45 75.00
 C. 492.45 51.45
 D. 500.00 75.00

Gross Wages
 45×9.80 441.00
Overtime Premium
 $21 \times 9.80 / 4$ 51.45
 Total (Gross) 492.45