

Problem 7: Commission

An employee who is a sales representative earns an annual salary of \$29,500 and receives a commission on that portion of her annual sales that exceeds \$150,000. The commission is 8.5% on all sales up to \$50,000 above the quota. Beyond that amount, she receives a commission of 10 percent. Her total sales for the past year were \$295,000.

Compute:

a) The regular annual salary .....\_\_\_\_\_

b) The commission:.....\_\_\_\_\_

c) The total annual earnings:.....\_\_\_\_\_