Name: $\qquad$
Sales Tax - Baird Book Store
Katie and Maria have $\$ 35.00$ each to spend at Bairds' Choice Book Store, where all students receive a $20 \%$ discount. They both want to purchase a copy of the same book, which normally sells for $\$ 37.50$ plus $10 \%$ sales tax.
$\qquad$


- To check if she has enough to purchase the book, Katie takes $20 \%$ of $\$ 37.50$ and subtracts that amount from the normal price. She takes $10 \%$ of the discounted selling price and adds it back to find the purchase amount.
- Maria takes $80 \%$ of the normal purchase price and then computes $110 \%$ of the reduced price.

Which student is correct?
Do they have enough money to purchase the book?

