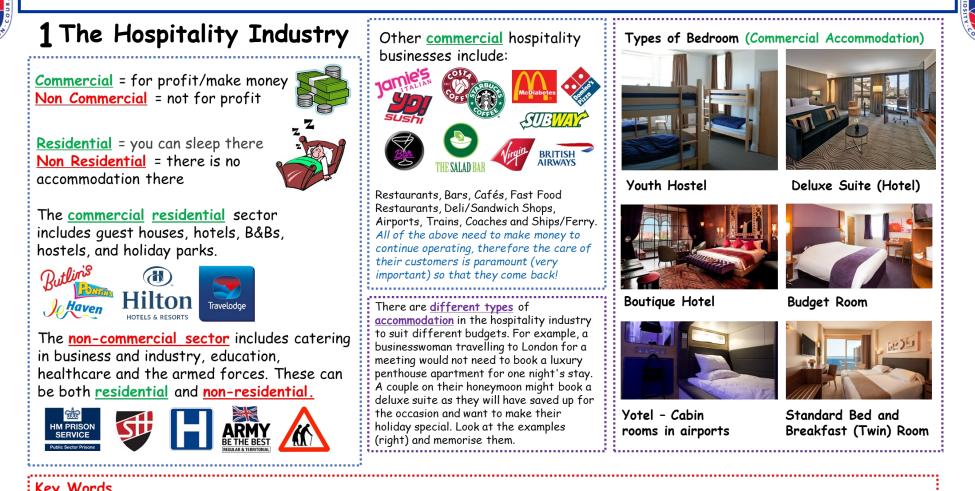


Hospitality and catering: Unit 1-









# Key Words

Hospitality - Relatively modern word, meaning the friendly and generous treatment of guests and strangers. Guest/Client/Customer - the person/people who book/receive the service, e.g. hotel quests. Service - to <u>do/provide</u> something for someone else, this can be <u>paid</u> for or done for <u>free</u> depending on the business, e.g. hospitals provide free healthcare services. Restaurants provide food service that customers pay for. Business - the buying and selling of goods/services to make money, e.g. airports make money from flight ticket sales/meals. **Accommodation** - a room, group of rooms, or building in which someone may live or stay. Catering - offering facilities to people, especially the provision of food and beverages. Hostel - establishment which provides inexpensive food and lodging for a specific group of people, such as students, workers, or travelers. Hotel - an establishment providing accommodation, meals, and other services for travelers and tourists. Guest House - a private house offering accommodation to paying guests, smaller business than hostels and hotels.

## Hospitality and catering: Unit 1.1.1- The hospitality industry- reviews and ratings



# Other types of hospitality!

# There's more?!

Bowling alleys. Golf clubs, leisure centres, racetracks and the cinema.



Planes, Trains and Automobiles People need to <u>eat</u>, <u>drink and sometimes sleep</u> <u>when travelling</u>. Planes, trains, coaches and ships all offer food, drink and some form of accommodation if it is a long journey.



Economy – the amount of money a region/country has When people have jobs they have money. When they have money they spend money. When they spend money, businesses make money and can pay their workers.

It is a cycle, which can work forwards or backwards! Hospitality helps the economy by creating jobs, so workers have money, they can spend it and other business can then grow too!



Hospitality establishments are rated by Stars and Diamonds as well as by review sites like Trip Advisor. The rating lets guests know what level of service to expect.







# 4\*/5\* Hotel

Well decorated, spa facilities such as pool, spa, steam/sauna rooms, massage treatments, concierge service, 24hr room service, complimentary mini bar, well maintained public areas, gardens, multiple choices of onsite restaurants/bars, porter service (carrying luggage), well staffed reception desk, modern facilities and technology in rooms e.g. docking stations, TVs, Jacuzzi bath. Staff uniform quite formal, shirt and trousers/skirt or a suit.

# 3\* Hotel

Clean and basic, décor very minimal. Basic bed linen and pillows but still comfortable. Possibly a small fridge and TV, not likely to have modern technology or facilities. Often near airports or city centres for commuters. Popular brands: Travelodge, Premier Inn, Ibis One restaurant, dining area on site for breakfast and possibly evening meals/snacks. Menu will be limited compared to 4\* and 5\* hotels. Limited staff on reception, uniform may be more basic such as polo shirt and skirt/trousers with company logo. Self check out facility/key drop off (less personal but more efficient/money saving).

## 1\*/2\* Hotel

Very basic, often in city centres where accommodation is in high demand or on the outer skirts of popular holiday resorts. Rooms feature a bed, often single beds, wash facilities and cupboard/rail to hang clothes. No concierge service/porter service and possibly limited staff on reception. Won't have a fridge/minibar and likely to have one designated eating area for breakfast. Limited menu, some may serve evening meals but not all. Not very expensive.

AA Star Ratings: Hotels AA	* * * * *	AA Star Ratings: Guest Houses 🗛	* * * * *
1 star: Courteous staff provide an informal yet competent service. All rooms are en suite or have private facilities. A designated eating area serves breakfast daily and dinner most evenings.	*	<b>1 star</b> : Minimum quality requirements for cleanliness, maintenance, hospitality, facilities and services. A cooked or substantial continental breakfast is served in a dining room or eating area, or bedroom only.	*
<b>2 stars:</b> A restaurant or dining room serves breakfast daily and dinner most evenings.	* *	<b>2 stars:</b> Courteous service, well-maintained beds. Breakfast prepared with a good level of care.	* *
<b>3 stars:</b> Staff are smartly and professionally presented. The restaurant or dining room is open to residents and non-residents.	* * *	<b>3 stars:</b> Friendly welcome, and good-quality, well-presented beds and furniture. A choice of good-quality, freshly cooked food is available at breakfast.	* * *
<b>4 stars:</b> Professional, uniformed staff respond to your needs or requests. Well-appointed public areas. The restaurant or dining room is open to residents and non-residents. Lunch is available in a designated eating area.	* * * *	<b>4 stars:</b> Attentive, more personalised service. At least half of the bedrooms are en suite or have private bathrooms. Very good beds and high quality furniture. Breakfast offers a greater choice, and fresh ingredients are cooked and presented with a high level of care.	* * * *
<b>5 stars:</b> Luxurious accommodation and public areas. A range of extra facilities and a multilingual service available. Guests are greeted at the hotel entrance. High quality menu and wine list.	* * * * *	5 stars: Awareness of each guest's needs with nothing being too much trouble. All bedrooms are en suite or have a private bathroom. Excellent quality beds and furnishings. Breakfast includes specials/home-made items, high quality ingredients, and fresh local produce.	* * * * *



## Hospitality and catering: Unit 1.1.1- The hospitality industry– Reviews and ratings



## Standards, Reviews & Ratings

Reviews can affect businesses - good reviews boost custom, poor reviews can lead to people avoiding the establishment

# Michelin - worldwide

excellence

Anonymous inspectors visit establishments & have a meal, They write a review & can award 1-3 stars for

AA Rosette Awards: UK first UK-wide scheme for assessing the quality of food served by restaurants &hotels, Focuses on the TASTE.

## Good Food Guide Members of the public fill in a review which is compiled into a guide. Points are awarded for excellence 1-10. THE GOOD FOOD GUIDI

Online Reviews Anyone can post reviews of an establishment. Large number of reviews so an average score is from) likely to be reasonably accurate 👩 tripadvisor Creativity

\*\*\* What is rated? Type & range of food Quality of food & ingredients Provenance (where the ingredients come Consistency (cooking, flavour, appearance auality) Level of skill

## Reviews can make or break a business! A good review can increase business for establishments, as people will often try an establishment based on a recommendation. Reviews and ratings generate publicity, awards get you in the press! Customers might come from further away to dine or stay or both based on reviews. Customers can identify less favourable establishments that they will then avoid.

## Contract catering

Supply businesses /establishments with food at places it is not usually provided Private functions in hotels or community halls, sports venues for parties, weddings, funerals, concerts etc.) Or airlines, hospitals, schools Food is prepared off site then delivered. (can be made on site if kitchen available)

Accountability -hold responsibility. Refund if unsuccessful Peace of Mind - clients can focus on event, not the catering. Experts - Know the trends. Have trusted suppliers e.g. butcher. One invoice - client only has one total invoice to pay. Connections - recruit the right people from existing pool/network. E.g. skilled chefs, silver service waiters, wedding cake designers Legislative Compliance - work within Food Safety laws/HACCP rules.



Cost – cost for food, preparation, transport & service. Stranger Danger - strangers will be at venue Lack of Variety - depending on type of catering Plated dinners - more limited - guests must choose between 2 or 3 options in advance. Buffet - increase variety, but more difficult to plan quantities /know which foods guests will prefer

A rating between one and three Michelin stars could be awarded based on the following:

- quality of ingredients used
- cooking and presentation techniques
- taste of the dishes
- standard of the cuisine
- value for money.



https://guide.michelin.com/us/en/california/to-the-starsand-beyond



FOOD HYGIENE RATING

Food Hygiene are the conditions and measures necessary to ensure the safety of food from production to consumption. Food can become contaminated at any point during slaughtering or harvesting, processing, storage, distribution, transportation and preparation. Lack of adequate food hygiene can lead to foodborne diseases and death of the consumer. This is NOT a measure of service but still an important factor that customers will consider before staying at or eating in an establishment.



Hospitality business support local business, both for the local economy and the environment.. Local sourcing can include local and seasonal ingredients and toiletries for guest rooms and flowers for reception areas.



Build up relationship Repeat business Know what to expect Create jobs Support local economy Repeat business Less food miles

QEMS

Hospitality and catering: Unit 1.1.1- The hospitality industry– Services provided and client groups.



# **2** Types of Service Provided

You should be able to identify the range of services offered by the hospitality industry. **REMEMBER**, hospitality is not just about hotels and restaurants. There are many other services an establishment can provide other than bedrooms and meals.

## Other services a hotel may offer include:

Meals - breakfast, lunch, dinner, snacks Specialist menus for weddings or special occasions Meeting rooms for business people to hold corporate events Leisure facilities such as pools, spas, beauty treatments, play areas, gyms, tennis/football courts Childcare facilities such as kids clubs, crèche/nanny services Entertainment especially in hotel resorts for tourists Laundry service often used by business quests for suits Room Service meals/beverages brought to the room cooked to order, tea and coffee in the room





- Corporate a large company or group
- Networking to meet and share ideas with people

Event Management - organising of large events such as festivals, conferences, ceremonies, weddings, formal parties, concerts, or conventions.

Advertising - to promote or make people aware

# **2** Client Groups







## Business

Business quests/clients/ customers will use the hospitality industry for a number of reasons: Meetings some companies will hire corporate rooms in hotels or book restaurants to hold important meetings away from the office.

promote the company. Charity Events to raise awareness/money. Impress Clients the business might 'wine and dine' potential clients to get their business. Networking these are events

where similar business meet up to share ideas or meet new staff.

Staff Training some businesses may send staff on courses that are far away that can last a few hours to a few days. The staff would need accommodation and

meals provided if so.

Staff Parties at times such as Christmas or to celebrate a new achievement.

- Awards Ceremonies some
- companies award their staff and
- host a night with food, drinks
- and dancing to celebrate. Some
- examples are Saks
- (hairdressers) and EDF (energy company).

## Private

Private functions need to meet the needs of an individual, the most common private event is a wedding:

Event Management the hotel or establishment will meet with the clients to discuss their needs. The clients will agree with the services offered and agree on the 'quote' (sum of money to be paid to hold the event). The establishment is then responsible for organising numerous parts of the event, including

 Room Décor •Menu Seating Plans Table Plan Table Décor •Room Set Up, e.g. dance floor, table positioning, aisle

# Other services the

establishment might offer are: •Wedding Organiser for the day (Master of Ceremonies) •Complimentary Champagne •Accommodation for the bride and groom before and after the wedding Transportation •Wedding Cake

•Wedding Stationery

Leisure

Some quests may only visit an establishment to use its facilities, these are often referred to as 'users'. Hotels that have leisure facilities such as a gym, pool, sauna, steam room and spa may offer discounted memberships to local residents. This ensures the establishment is busy all year round and not just when hotel quests are booked in, which means more money going into the business.



# Families

Families may visit establishments for meals together or hire venues for special occasions such as birthdays. They may use the crèche facilities at leisure centres or visit certain pubs/restaurants just because they have a play area. Popular chain restaurants that often have children's menus and play areas are The Toby Carvery and Farmhouse Inns.

Advertising Events that



## Hospitality and catering: Unit 1.1.1- The hospitality industry- types of service



#### Types of service Gueridian: food is cooked or Silver Food is served by the staff using a spoon and fork. prepared for service from a trolley + It provides a more personal customer experience Table: Waiting staff take food orders & at the customers table (i.e. a serve customers who are seated at table. Service can be slow. Expensive, Costs high (more steak, flambéed dessert) Plated in kitchen. serving staff required) + Sometime dishes are + Good portion control. All plates are cooked/assembled in front of the consistent in the presentation. Provides Buffet: Food displayed in containers at an open counter customer. experience for special events. or serving station. Customers pick up a plate/bowl and Requires skilled service, is very Relies more on skilled kitchen staff than help themselves. (expensive foods sometimes served to specialist. Time consuming with serving staff. Time consuming for the the customer i.e. roast meat) high staff & menu costs. kitchen staff. + Customer controls portion sizes, casual, less staff, fast Hard to predict portions, Temperature control can Counter Service - Cafeteria Family increase risk of food poisoning, Less formal. Can be low All food displayed on a long counter, customers move Food is placed on the cost depending on type of food. along the counter with a tray and choose what they table and served in bowls want, then queue up to pay at the end (schools, cafes) or plates with forks or Fast food Foods/drinks displayed on a menu behind a + Food displayed, dining area clean, high turnover. spoons, then customers counter or on a screen/poster. Customers place their Low skill of serving staff. serve themselves, i.e. order & pay at a sales point. More than one till. Customer queue, food may run out, impulse buy Potato in one bowl, Take away - one till and member of staff Free flow – different counters i.e. cold sandwiches, hot vegetables in another. + Fast, hot, no waiting staff needed, no tables needed. section then pay at a central till + Customers portion food Good for people out and about/rushed/on breaks Multipoint - different counters i.e. cold sandwiches, themselves so no portion Expensive to set up, equipment, unhealthy, lack of hot section then pay at different counters i.e. pay for control or presentation on 'experience'. May need delivery staff cold sandwich at cold sandwich counter/till each plate for staff, Transport catering - Tray or trolley. Train - prepacked sociable method. Quick & Vending Provide hot & cold snacks and drinks food brought on a trolley . Plane - pre order food which easy. Someone needs to maintain and restock regularly is then stocked and heated for journey. Made in factory Hard to judge portion +no staff, cheaper, hygienic (packaged) + cater for everyone. Less waste sizes, waste. Required Run out, money lost in, high maintenance No seconds, limited choice larger tables

## Factors affecting type of service

Cost - Location and type of establishment - Number of customers to serve in a given time- The client - Availability & skills of serving staff Type of food/menu on offer - Time expected for the meal

Review looking at/examining the quality of something. Usually to make a decision about or change something

Rating - a classification/ranking of something based on a comparative assessment of the quality or standard.

Client – a person/business/organisation using hospitality and catering services

Accommodation - a room, group of rooms, or building in which someone may live or stay

Hospitality - the business of entertaining clients, conference delegates, or other official visitors.

Catering - provide people with food and drink at a social event or other gathering.

Commercial - making or intended to make a profit.

Non commercial - not intended to make a profit. i.e. a hospital.

Residential - providing accommodation in addition to other services

Contract caterer - a catering company that is hired by a business/organisation to provide catering services i.e. for an event

Supplier – a company, or organization that sells or supplies something such as goods or equipment to customers

Housekeeping - the work or activity of cleaning and preparing rooms for customers

Kitchen brigade - a system of staffing hierarchy found in restaurants and hotels, commonly referred to as "kitchen staff"

Service - efforts made to achieve pleasant customer experience for guests and exceed expectations through quality service

Key Terms









There are <u>two areas</u> in the hospitality industry, <u>front of house</u> and <u>back of house</u>. Front of house refers to any staff the customer may see, e.g. a <u>receptionist.</u> Back of house refers to staff the customer may not see, e.g. a <u>chef.</u>

# Front of House Staff



Head Receptionist Can also be called: Reception Supervisor, Administrative Supervisor, Office Manager, Member, Services

Manager, Front Desk Manager, Reception Manager. Salary: £20-24k per year

## Front Office Manager

Can also be called: Front of House Manager, Front Desk Manager, Director of Front Office, Hotel Manager, Bed and Breakfast Innkeeper. Salary: £22-28k per year

## Front of House Manager

Can also be called: Front Office Manager, Front Desk Manager, Director of Front Office, Hotel Manager, Bed and Breakfast Innkeeper, Customer Services Manager, Front of House Supervisor. Salary: £26-33k per year

## General Manager

Can also be called: Operations Manager, Director of Operations, Area Manager, Store Manager, Chief Operating Officer (COO), Chief Operations Officer, Resort Director, Unit Manager, Restaurant Manager, Attractions Manager. Salary: £21-55k per year

## Housekeeping Supervisor Can also be called: Housekeeping

Deputy, Facilities Duty Manager, Housekeeping Supervisor, Housekeeping Deputy manager. Salary: £13-17k per year

## Cleaner

Can also be called: Caretaker, Janitor. Salary: £11-14k per year

## Head Waiter

Can also be called: Chef De Rang, Restaurant Supervisor, Maitre d'Hotel, Assistant Restaurant Manager. Salary: £14-25k per year

Can also be called: Business Owner, Operator, Proprietor, Patron, Landlord. Salary: £30-200k per year

# Porter

Can also be called: Concierge, Bellman, Bell Captain, Bellhop, Bellperson, Bell Staff, Bellman Driver, Bellstaff, Valet, Doorman. Salary: £11-15k per year

## Receptionist

Can also be called: Receptionist, Administrative, Assistant, Secretary, Community Liaison, Member Service Representative, Office Assistant, File Clerk, Front Desk Receptionist, Greeter. Salary: £12-18k per year



Restaurant Manager Can also be called: Food Service Supervisor, Food Service Director, Food Service Manager, Supervisor of Food and Nutrition Services, Cafeteria Manager, Fast Food Manager, General Manager, Assistant Restaurant Manager, Assistant Unit Manager, Assistant Manager, Catering Manager, Catering Supervisor, Front of House Manager, Pub and Restaurant Manager. Salary: £16-30k per year Room Attendant Can also be called: Housekeeper, Environmental Services Worker, Housekeeping Laundry Worker, Environmental Services Aide, Housekeeping Aide, Cottage Attendant, Room Cleaner. Salary: £11+k per year Waiter Can also be called: Table Server. Table tender, Food Service Assistant, Floor Tender, Waitress. Salary: £12-16k per year Ran Person Can also be called: Bar Tender, Bar Keeper, Bar Server, Drinks Server, Bar Maid, Bar Man, Bar Back. Salary:

£11-20k per year



## Bar Manager

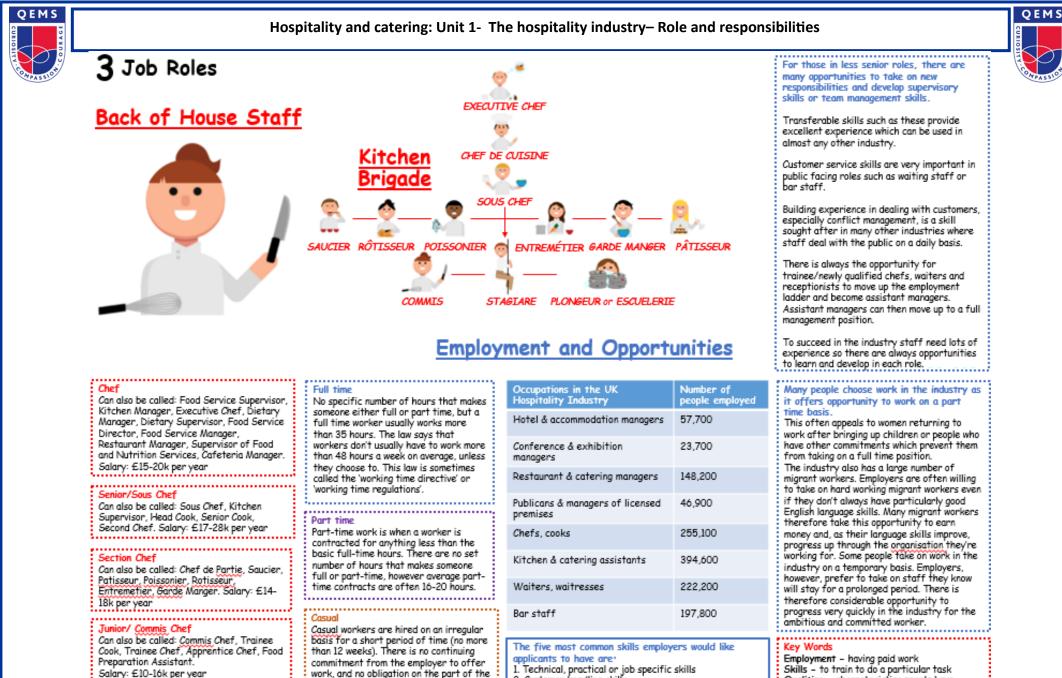
Can also be called: Bar Supervisor, Bar Duty Manager, Beverage Manager, Trainee Assistant Manager, Team Leader, Pub Manager, Pub Landlord. Salary: £20-35k per year

## Conference & Banqueting Manager

Can also be called: Conference Services Manager, Catering Manager, Convention Services Manager (CSM), Conference Planner, Director of Conference Services, Conference Manager, Conference Planning Manager, Event Manager, Catering and Convention Services Coordinator, Catering and Convention Services Manager. Salary: £22-35k per year

## General Manager

Can also be called: Operations Manager, Director of Operations, Area Manager, Store Manager, Chief Operating Officer (COO), Chief Operations Officer, Resort Director, Unit Manager, Restaurant Manager, Attractions Manager. Salary: £21-55k per year



Customer handling skills

4. Oral communication skills

3. Team working skills

Problem solving skills

casual worker to do the work offered.

......

Qualities - characteristics people have

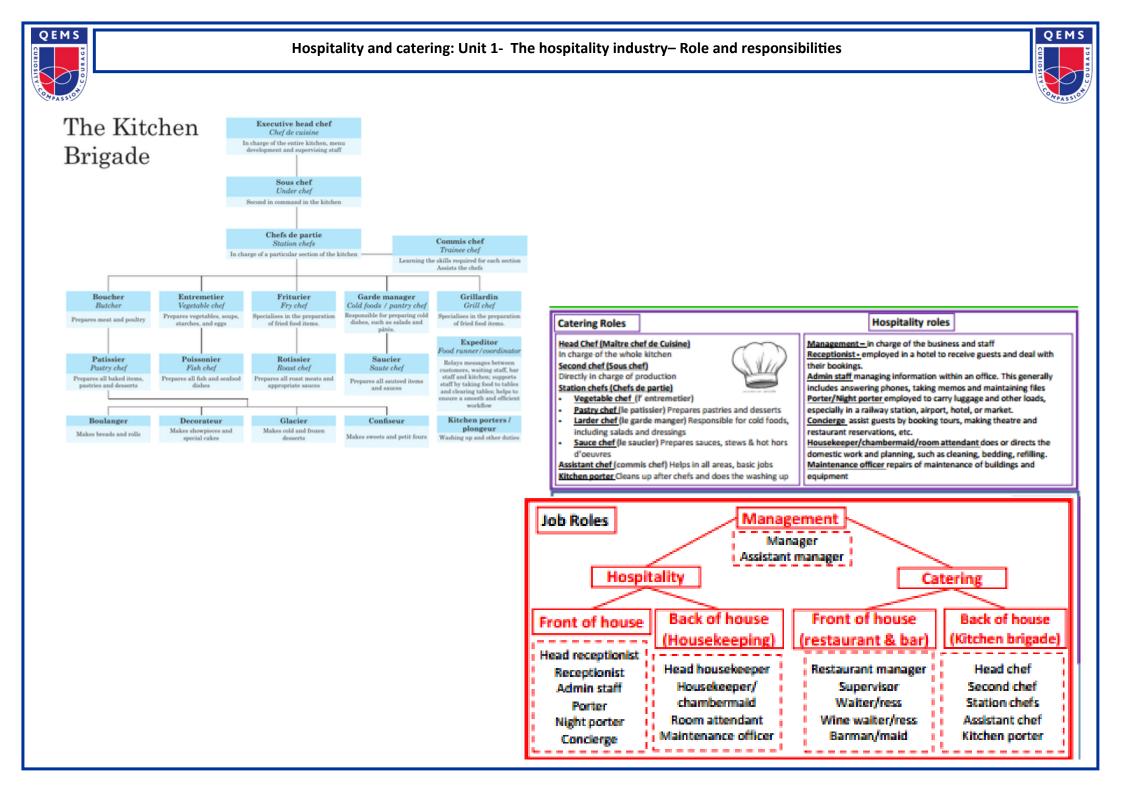
Salary - payment, wages, money for working

Contract - a written agreement (legal

document)

Salary: £10-16k per year

5.....



OEMS

## Hospitality and catering: Unit 1- The hospitality industry- Communication

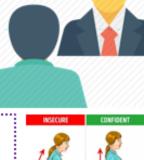


# Communication and Teamwork



Effective teamwork will lead to a much better event. When people work together jobs are generally completed quicker and more efficiently. Saving time can usually save money and effort which is always important in running a successful business. As the hospitality industry is made up of so many different sectors, there can be many different teams having to communicate to create a successful event. E.q. the wait staff team and the chef brigade, both have to communicate and work with each other to make sure the right dishes go to different tables and on time .





How are teams organized (created)?

- The team leader will: decide who works in the team
- Decide what the team has to do
- Take responsibility for the standard or work produced
- Make sure current legislation (the law) is followed

## Stage 1

A task is set, evervone in the team will discuss the task and make sure everyone understands, e.q. the team has been asked to plan a menu for a school prom.

# Stage 2

The team will discuss ideas, there may be some disagreement over the best option, e.g. the team may not be able to decide between a buffet or three course meal.

## Stage 4

The team works together well and are able to plan 🖌 for other problems, e.g. the team plan are able to plan a menu that will suit all dietary needs. Work is completed calmly and efficiently.

# Stage 3

The team comes to an agreed decision and start to work together as a unit, e.g. the team decide to accept the majority decision and everyone works together to plan the best menu.

## Communication

Communication can be verbal (spoken) and non verbal (written). Communication can also be through the use of body language, e.g. someone who smiles and has an upright, open posture will appear competent and friendly. People communicate without realising by their body language, this is important for customer facing staff such as receptionists and waiters. People who slouch may appear disinterested, unprofessional and not confident. Someone with good posture appears more confident, friendly and approachable. 

# Types of Communication with Customers Administrative procedures, e.g. filing and

processing enquiries Billing of customers - methods of payment Booking systems - software, online, websites Customer care - welcome, body language ICT - databases, word processing, emails Storage of data - Data Protection Act 1998









YOUR BODY



Good Teamwork

- Team members communicate with each other.
- Team members feel valued and can suggest ideas.
- Team members share responsibility.
- Tasks are carried out quickly.
- Tasks are carried out effectively.
- Team members are happy with their jobs.
- Team members have high self-esteem.





# Communication Tasks in the Hospitality Industry



## Administrative Procedures

- Reservations
- Cancellations, changes to bookings
- Enguiries
- Communication with other
- departments, e.g. housekeeping
- Security e.g. lost property, room
- kevs
- Check in/out
- Registration
- Gust Accounts
- Guest Services
- Admin filing, updating records
- Customer care
- Answering phones/emails





## Billing Customers

- Payment of the room
- Payment of services
- Food and beverages
- Mini bar usage
- Running a tab at the bar (when
- drinks/food are charged to the room,
- not paid for immediately)
- Usually recorded by a POS (point of
- sale) system, the total charges are given
- to the customer when they check out.
- Can also be recorded on paper or with
- till receipts in smaller hotels/quest houses who may not have this type of
- technology.



## Customer Care

- Staff appearance and the welcome quests receive is the first impression a customer has of an establishment.
- Good customer care is vital because:
- Guests feel welcome and cared for
- Guests leave good reviews
- More guests
- Guests come back (repeat custom)
- Staff will have higher self esteem ......

## ICT Skills

- ICT skills are becoming more and more important with the advancement of technology and social media. Lots of businesses go 'paperless' to benefit the environment, therefore more work is done online. Skills staff should have are:
- Good literacy skills (accurate spelling)
- Good communication skills for letter writing
- Good word-processing skills
- Accuracy when entering data on a database Good understanding of software packages

## Booking Systems

- Bookings can be taken by:
- Email Phone Online Booking Forms In Person Post
- This is the first point of contact with the customer so needs to function well.

- The details needed when booking are:
- Guest name and telephone number
- Date and time booking is needed
- Number of guests
- Special requests
- Dietary needs

Guests should be given a written confirmation of their booking, called a booking confirmation, to ensure the details are correct top prevent problems later.





## The Data Protection Act 1998 requires all organisations that hold data about individuals on computerised systems to register with the Data Protection Registrar. Examples in hospitality include guest reservation systems, guest registration forms, guest history files and mailing lists.

- The Act gives customers the right to:
- Be informed of <u>where</u> the data is being processed
- Have a description of all the details being held
- Know why the data is being used
- Know who has access to it

Front of house staff such as receptionists must be aware of their responsibilities under this Act as they are primarily responsible for guests' security and protection of their data, such as bank details. 

- - - .....
      - Data Protection Act 199







## Hospitality and catering: Unit 1- The hospitality industry



## LO1 Understand the environment in which the hospitality and catering providers operate

AC 1.3

working conditions across the hospitality and catering industry

Employers want to employ most

workers when they have busy times

## Busy times of year Christmas

Christmas
Tourist season
School holdgys
Mothers day
watentines
watentines
School holdgys
School holdgys
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#### Working hours

Hospitality and Catering jobs land to be long hours, early starts for breakfast in a hotel to late rights for dhinner in a restaurant. Staff will still get 2 days off a week but it will be quieter days instead of the weekend Shifts could be 6-3. 11-6. 3-11 or other hours.

Monthly salaried staff may not have set hours eg Head Chef who might work from early morning to late night every day

#### Contracts of employment

### ull-time staff = over 36hrs a week

Have permanent jobs and work all year. Contract explaining the terms of their employment. They may work set shifts or have shifts that change daily/weekly/ monthly. They will work as set amount of days over a 7 day.

week, including weekends. Entitled to sick pay and holiday pay Entitled to maternity pay

Contracts of employment

art- time staff = 4- 16hrs a week

Have permanent jobs and work all year. Contract explaining the terms of their employment They may work set shifts on thewe shifts that change daily/weekly monthly. They will work mostly at the builest times of the day/week including weekends. Entitled to sick pay and holiday pay (in proportion) Entitled to makenity pay

ALK ITAN

Contracts of employment <u>Temporary staff</u> • Employed for a specific length of time such as the

- summer tourist season or the month of December. Temporary staff have the same rights as
- remporary start have the same rights as permanent staff for the duration of their contract.
- Temporary staff employed for longer than 2 years become permanent by law

#### Casual staff / Agency staff work for specific functions and can be employed

through an agency. They do not have a contract or set hours of work. They are needed at busier times of the year e.g. At Christmas or for weddings, New years eve.





Full-time and part-time employees must have

- a written statement of employment or contract setting out their duties, rights and responsibilities
  the statutory minimum level of paid holiday 28 days.
- for full time workers 3. a pay slip showing all deductions, eg National
- insurance, tax . Earning above £155 a week 4. the statutory minimum length of rest breaks- one 20
- min break for 6 hrs worked 5. Statutory Sick Pay (SSP) £08.45 pw for 26 weeks
- (some may get full wages for a limited amount of time) 6. Maternity, paternity and adoption pay and leave-90%
- Materney, paterney and adoption pay and leave-50% of earnings for 6 weeks then £139.58 for next 33

Tips Pay Most establishments divide between the workers, don't count towards minimum and had wages but you should pay tax on them 120.182 Other remuneration 128.278 Moals Chi alka Acommodation 10.00 Uniform The staff 171.778 Bonuses

d de partie E20.08 mis chaf E46,0%

## Conditions for workers



Equal apportunities – recruit, promote, train Health and safety – a right and a responsibility Legislation that protects workers • Disabled Discrimination Act 1995 • Equal Pay Regulations 1970 • Health and Safety Al Work 1974 • National minimum wage • Working Times Regulations 1998 • Part-time workers Regulations 2000



The National Minimum Wage



Monthly salaried staff Work fixed hours or shifts eg; managers, receptionists, housekeepers Hourly paid staff

Hours of work vary day to day paid for the actual hours they work either at the end of a shift or weekly eg; weiters, kitchen assistants

> Paid Annual Leave Al workers are entitled to 28 days paid leave annually

 no legal right for employees to be given Bank and Public Holidays. Most hospitality staff would work these days

To calculate holiday entitlement, Multiply the full-time entitlement (28 days) by the number of days worked and divide by the number of days full-time staff work. Entitlement for 3 days a week: 28 x 3/5 = 16.8 days.



#### Compulsory Rest Breaks

 Adult workers are entitled to 24 hours off in each 7 day period and young workers (15-18) are entitled to 2 days in 7.
Adult workers are entitled to at least 20 minutes uninterrupted rest if their working day is longer than 6 hours.
Young workers are entitled to 30 minutes rest if their working day is over 4.5 hours.

rest if their working day long.

### Benefits of portion control

Keepe the food costs down Keepe Instan, in food annuardian, and service in a minimum

 Offer a consistent portion to customers
Minimise waste eg leftovers
To make a profit which is constant Factors that affect the success of Hospitality and catering providers

## Reasons for failure

AC 1.4

- A saturated market there is a fine line between competition & too many for the number of customers.
- General business incompetence 46% of business fail due to lack of business knowledge
- Lack of capital not enough money to get through the first few months
- Location either not enough people walk past (foot-fall) live & work nearby
- Quality of life most restaurateurs work 60 hours a week - not the glamorous life they thought
  Lack of industry experience - most successful
- restaurateurs tend to have previous industry experience

### Factors affecting success

Trends healthy food options, pop-up bars, cafes and restaurants, cronut, clean eating, low carb, good fats,

Political factors - Increasing regulations - from government due to health issues, Brexit, use of migrant labour, migrants - ethnic foods

Media - Strong global brand, Good community reputation – children's charities / Ronald McDonald House, celebrity chefs, celebrity endorsements, Masterchef.

## Reasons for failure

#### 7. Failure to create a good enough brand -

They did not incorporate the 12 Ps of restaurant branding (Place, Product, Price, People, Promotion, Promise, Principles, Prop., Production, Performance, Positioning and Press) 8. Name of the restaurant is too long. A restaurant with a name that is brief, descriptive and

attractive is more likely to succeed. 9. Lack of differentiation -

- the brand is not different enough
- 10. Poor financial controls -
- Main costs labour and food exceeded 60% of sales

### Factors affecting success

Costs - need to make a profit. Consider cost of everything you buy and selling price. Material - Anything involved in making product Labour - Costs of staff Overheads - Anything not connected with making products

Economy - when the economy slows down, business have lower sales as consumers eat out less because they have less disposable income Environment – 3 R's, packaging, food waste, global warming, carbon footprint, clean eating

### Factors affecting success

Technology - Using technology to improve service, delivery and stock control – touch screen customer ordering, EPOS systems, stock management, apps for delivery services Emerging and innovative cooking techniques – sous vide, clean eating, steaming, new restaurants,

Customer demographics and lifestyle

delivery services Facebook Twitter
Customer service-customer satisfaction – free WiFi.

order online

Competition - Low cost food (£1 menu, coffee McDs espresso v Starbucks )

### What is portion control?

- · Portion control is the amount of each menu
- It depends on the type of customer, the type of food served.
- some foods are served in very small portions due to the high cost of the item eg caviar is served by the teaspoon



In order to calculate selling price and profit for dishes you need to calculate the recipe cost ingredient cost = Pack cost Pack weight X weight used

Divide by the number of portions made for the portion

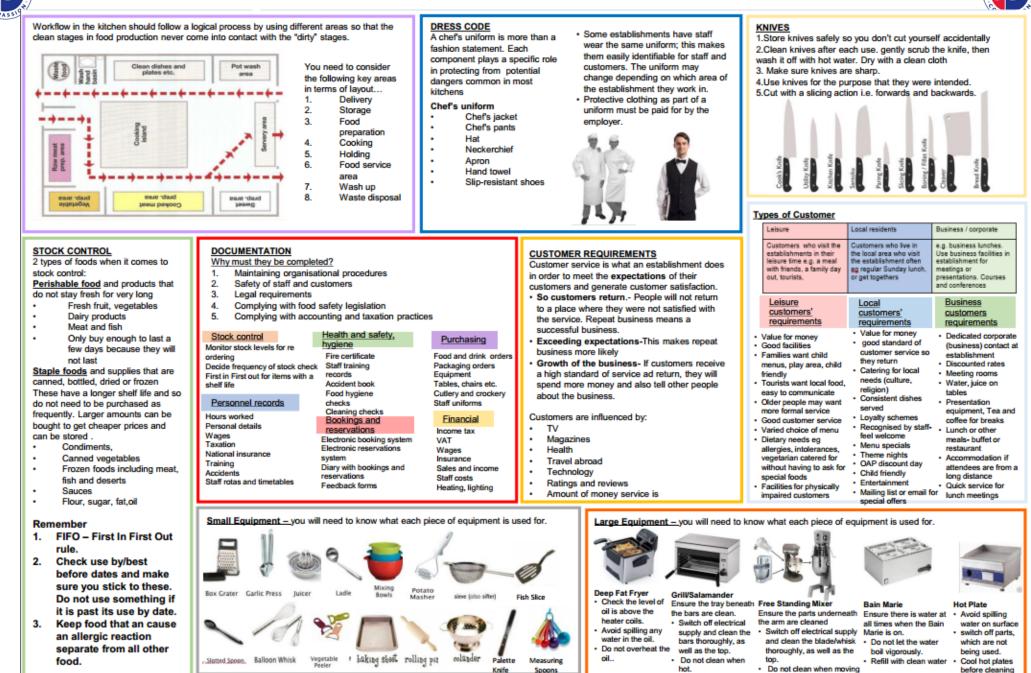


Materials.coxis Soap, los roll, Menus Order pads Chaning materials flowers			Food costs Ingredients Pre-made foods Bar food and drink for staff Food and drink for staff		
		Costs establi:	1901 9011		
	Overthead costs Heading, lighting Furniture Maintenance of equipment Curtains, carpets		Personnel Chefs Kitchen as Bar staff Waiting st Managers Created sta	al contraction of the second sec	

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## Hospitality and catering: Unit 1- The hospitality industry– How provisions operate







## Hospitality and catering: Unit 1- The hospitality industry- Profit and costs





To have a successful business, you need to make a <b>profit!</b> There are many different costs you need to consider to run a business. These different costs can be split into 3 categories: <b>Material Costs</b> , <b>Labour</b> <b>Costs and Overheads</b> .	<b>Fixed</b> costs are those that <b>stay the same</b> , e.g. rent, insurance, energy, rates
	<u>Variable</u> costs are those that <u>can change</u> , e.g. wages, food costs, drink, tax.
	Fixed Expenses Insurance, Taxes, Rent/Rates Staff wages (also called <u>labour</u> costs) Advertising

## Material Costs

Food, drinks, recipe ingredients, printer paper, from decorations e.g. balloons and table covers, party poppers, napkins.









## Labour Costs

Staff salaries (wages) - staff who are regular workers at an establishment or on a permanent or fixed term contract will have a set wage they are paid each month. Examples of this type of staff are: chefs, waiters, managers, receptionists, chamber maids, cleaners, janitors, porters, concierge, sales staff, event planners/managers.



## Labour Costs

Establishments may have to hire in staff for one off or specialist jobs such as: builders, plumbers, electricians, painters and decorators, contract caterers, pest control, line cleaners (for the bar).



Room Expenses Newspapers Guest stationary Tea/Coffee Toiletries Flowers Hangers Complimentary sweets Linen Expenses Towels Facecloths Dry cleaning Bed linen Food Expenses Ingredients Storage equipment Cooking equipment Crockery Cutlery Glasses 





# Key Words

**Capital** - wealth in the form of money or other assets owned by a person or business that can be used to buy things necessary for the business to run (be maintained) or grow.

V.A.T - or Value Add Tax, is a tax that is charged to all businesses.

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Profit - amount of money earned after costs have been deducted.

**Overheads** - a cost or an expense, e.g. electricity, gas, water, staff wages, food costs such as ingredients, phone/internet bills, drinks e.g. wine, beer, lager, spirits, tea and coffee.





Food costs are large percentage of costs for most hospitality businesses. When planning menus chefs must calculate how much dishes will cost per portion to be able to justify keeping it on the menu. Expensive dishes that are not ordered often may lead to wasted ingredients that are unused, which result in less profit. Chef's must design dishes that generate a profit to stay operational.



To work out the minimum cost per portion for the business to make a profit, businesses use the following formula. **Cost per portion x 100** 

# 40

The cost is sometimes rounded up or down so the number ends in a 5 or 0 making it easier to calculate a customer's bill and calculate change, e.g. £20.50 instead of £20.47

Example: A dish costs £17.56 to make, to calculate the cost per portion you would:

£17.56 x 100 = 1,756

1,756 / 40 = £43.90

The dish would be advertised on the menu for £43.90



VAT (or Value Add Tax) VAT is currently 20% To work out a price including the standard rate of VAT (20%), multiply the price excluding VAT by 1.2 e.g. £300 x 1.2 = £360.

Try the following calculations:

- 1. Add VAT to £50
- 2. Add VAT to £75
- 3. Add VAT to £6.40
- 4. If a dish costs £4 to make, how much does it need to be sold for to make profit?
- If a dish costs £12 to make, how much does it need to be sold for to make profit?
- If a dish costs £23 to make, how much does it need to be sold for to make profit?
- If a dish costs £20 on the menu, how much did it cost to make?
- If a dish costs £30 on the menu, how much did it cost to make?



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XXX Knowledge organiser

