

APPENDIX III

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summarized in "R-116, Federal Poverty Program, Assessment and Recommendations," January 1966. This document shows that the average marginal rate is approximately 30 percent for the higher income levels, from which personal income-producing investments tend to originate.

⁴This is a rough composite marginal rate for corporate and personal taxpayers that provides approximately for the separate estimates shown in 1, 2, and 3 for Method I.