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My ref:

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3 May 1990

Dear Donnie

CONTRIBUTIONS TO LOCAL SERVICES

We spoke about Michael Grylls article in yesterday's Daily Mail.

I told you we could not reproduce his figures but that our figures showed higher contributions by the rich as follows:

	Student	Gasman	Headmaster	Airline / Captain	Barrister
		£12,000	£20,000	£50,000	£100,000
Grylls	57.20	967	1,367	3,266	7,666
DOE*	72.60	980	1,529	4,486	9,977
	Ad Agency Chief			Company Director	
	£200,000			£300,000	
Grylls	15,666			20,672	
DOE*	20,959			31,941	

Our assumptions are that the individuals are single and claiming the full £30,000 mortgage interest relief; that the average community charge is £363; and that central grant support to local government is equivalent to 27.45% of income tax receipts.

I am copying this to John Gieve in the Chancellor's office.

Duly

PHILLIP WARD Private Secretary

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