

1. Difference between the pattern in time —
 the historical growth pattern of income-wealth
 (per person α i.e. tax payer)
 (wealth)
- and the cross-section pattern of income-wealth

To which of the two does my
 ratio of Pareto coefficients apply?

2. The ratio $\frac{\alpha}{\beta} = K$; since α is in turn $\frac{\rho}{w-d}$
 and since the rate of entry of
 new tax payers ρ is the same
 for all wealth tax
 also for the income earners (as
 in w for us they pay wealth tax!)

if we can assume a similar pattern for the
 determination of the Pareto coefficient of earned income !!
 then we shall have a ratio of $\frac{\text{income growth rate } \alpha}{\text{wealth growth rate } (w-d)} = K$

Income:

Why lower growth rate
 If unearned income grows at the
 same rate as wealth, and earned
 income grows less or is even constant per wealth tax payer
 then the income growth would be lower!