Two-Sided Matching Model

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1 MCMC chains for employers' preference β

The graphs below show the MCMC samples for employers' preference for (years of) education. We see that jobs that belong to the Professional, Managerial, or Sales / Clerical / Services categories, have a positive preference for education, especially Professional and Managerial.

In contrast, jobs that belong to the Manufacturing Blue Collar and Other Blue Collar categories have a negative preference for education.

The size of the estimates are similar to earlier findings by Logan (1996), especially in terms of the relative difference between employers. For example, like we see here, Logan (1996) finds that Professional employers prize education the most, followed by Managerial, Sales / Services, and finally Blue Collar.

Our estimate size is slightly smaller, likely because we put a prior on parameters being 0. (Admittedly it's a diffuse N(0, 100) prior.)

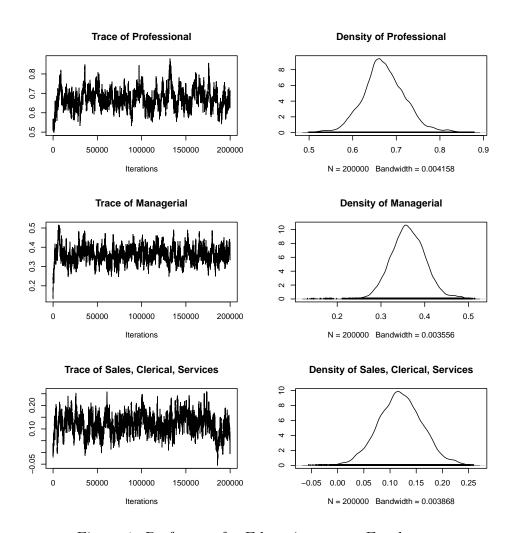


Figure 1: Preference for Education across Employers

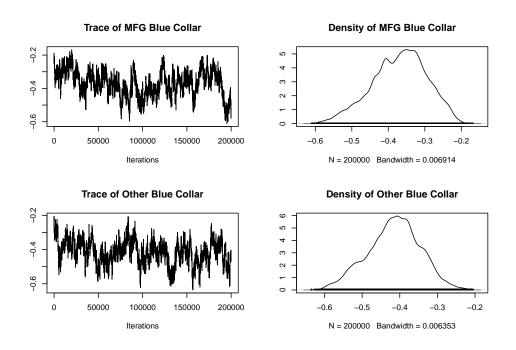


Figure 2: Preference for Education across Employers

References

Logan, J. A. (1996). Opportunity and Choice in Socially Structured Labor Markets. *American Journal of Sociology* 102(1), 114.