

Parameter	Description	Par. Value	Target Moment	Target Value	Model Value
α	c utility weight	0.3789	Mean hours worked	33.5	33.48
μ_γ	Labor prod. mean	2.1405	Mean wage, $j = 25$	2.1991	2.1989
σ_γ	Labor prod. SD	0.3288	SD wage, $j = 25$	0.2984	0.2991
w_1	Linear wage coeff.	0.0229	Wage growth	29.21%	29.17%
w_2	Quad. wage coeff.	-0.0005	Wage decay	27.41%	27.39%
w_H	Health wage coeff.	0.0586	Healthy wage premium	5.15%	5.06%
ε_{gg}	π^{GG} adjust.	0.0375	Mean share bad MH	0.39	0.39
ε_{bb}	π^{BB} adjust.	-0.0176	Autocorr MH Lag=1	0.51	0.51