

Parameters					
separation rate, H	σ^H	0.0245			
separation rate, L	σ^L	0.0562	capital intensity of skills	λ	0.3500
matching efficiency, H	ψ^H	0.7200	substitutability bw (N^H, K) and N^L	α	0.4000
matching efficiency, L	ψ^L	0.4550	capital-skill complementarity	γ	-0.4902
matching elasticity	ς	0.5000	capital adjustment costs	ω	4.0000
population weighth, H	φ^H	0.2100	depreciation rate	δ	0.0100
population weighth, L	φ^L	0.6900	discount factor	β	0.9900
population weighth, E	φ^E	0.1000	(inverse) intertemporal elasticity	η	2.0000
vacancy posting costs	κ	0.1300	labor supply elasticity parameter	ξ	4.0000
unemployment benefits, H	\varkappa^H	0.2875	elasticity of substitution bw goods	ϵ	6.0000
unemployment benefits, L	\varkappa^L	0.2875	nominal rigidities (Calvo)	χ	0.8000
TFP shock persistence	ρ_a	0.8500	st.st. output share of government	Γ	0.2000
fiscal shock persistence	ρ_g	0.7000	Taylor-coefficient on inflation	ζ^π	1.5000
monetary shock persistence	ρ_R	0.7000	Taylor-coefficient on output	ζ^y	0.0000
Parameters targeting st.st.			Targeted steady states		
utility weight of leisure, H	Φ^H	0.0516	participation rate, H	$partic^H$	0.6900
utility weight of leisure, L	Φ^L	0.2157	participation rate, L	$partic^L$	0.6600
bargaining power, H	ϑ^H	0.6955	unemployment rate, H	$unemp^H$	0.0280
bargaining power, L	ϑ^L	0.3740	unemployment rate, L	$unemp^L$	0.0780
production subsidy	τ	0.1667	real marginal costs	x	1.0000
skill intensity of production	ϕ	0.4273	wage premium	w^H/w^L	1.5306
Non targeted steady states					
market tightness, H	θ^H	1.3954	ratio of job finding rates	μ_t^H/μ_t^L	1.2803
market tightness, L	θ^L	2.1317			

Table 1: Parameters and selected steady state values. The 6 blue steady-state values are targeted by 6 red parameters.