

Parameter	Restriction	Description	Value
Households			
γ_{EZ}		risk aversion	
ψ_{EZ}		Elasticity of intertemporal substitution	
θ_{EZ}		deviation with respect to the benchmark CRRA	
ν_{EZ}		labor supply	
β	$0 < \beta < 1$	discount factor	0.99
f		fraction of bankers in the household	
$(1 - f)$		fraction of workers	
θ	$0 < \theta < 1$	prob. bankes stay bankers in the next period	
$\frac{1}{1-\theta}$		average survival time	
Financial Intermediate			
λ		fraction of Banker's possible diverable assets	
τ		central bank efficiency cost per unit supplied	
$\delta, \delta(U)$		depreciation rate	0.025
ψ		fraction of assets the government is willing to fund	
Intermediate good firms			
α		Effective Capital share	0.33
U		Steady state capital utilization rate	1.0
$\delta(U)$		Steady state depreciation rate	
ζ		Elasticity of marginal depreciation with respect to utilization rate	7.2
Captial			
η_i		Inverse elasticity of net investment of the price of capital	1.728
Retail firms			
ϵ		Elasticity of substitution	4.167
γ		Probability of keeping prices fixed	0.779
γ_P		Measure of price indexation	0.241
Government			
κ_π		Inflation coefficient of the Taylor rule	1.5
κ_y		Output gap coefficient of the Taylor rule	0.5/4
ρ_i		Smoothing parameter of the Taylor rule	0.8
$\frac{G}{Y}$		Steady state proportion of government expenditures	0.200

Literature	γ_{EZ}	ψ_{EZ}
Caldara, Fernandez		
Rubio-Ramirez, Yao 2011	2, 5, 10, 40	0.5, 1.5
Sunbae An	10	1.25
Bansal, Yaron 2004	7.5, 10	0.5, 1.5
van Binsbergen, Fernandez-Villaverde		
Koijen, Rubio-Ramirez 2010	79.34	1.731