Professor Eran Yashiv yashiv@post.tau.ac.il

March 2010

Search and Matching Bibliography

1 Surveys and Books

References

- [1] Mortensen, Dale T. and Christopher A. Pissarides, 1999a. "Job Reallocation, Employment Fluctuations, and Unemployment," Chapter 18 in John B. Taylor and Michael Woodford (eds.), **Handbook of Macroeconomics** Vol. 1B, 1171-1228, North-Holland, Amsterdam.
- [2] Mortensen, Dale T. and Christopher A. Pissarides, 1999b. "New Developments in Models of Search in the Labor Market," Chapter 39 in Orley Ashenfelter and David Card (eds.), **Handbook of Labor Economics** Vol. 3B, North-Holland, Amsterdam.
- [3] Pissarides, Christopher A., 2000. Equilibrium Unemployment Theory, second edition, MIT Press, Cambridge.
- [4] Rogerson, Richard, Robert Shimer and Randall Wright, 2005. "Search Theoretic Models of the Labor Market: A Survey," **Journal of Economic Literature** XLIII, 959-988.
- [5] Rogerson, Richard and Robert Shimer, 2010. "Search in Macroeconomic Models of the Labor Market," in Orley Ashenfelter and David Card (editors) Handbook of Labor Economics, volume 4, forthcoming.
- [6] Shimer, Robert, 2010. Labor Markets and Business Cycles. Princeton University Press, Princeton.
- [7] Yashiv, Eran, 2007. "Labor Search and Matching in Macroeconomics," **European Economic Review** 51, 8, 1859-1895.

2 The Seminal Papers

References

- [1] Diamond, Peter A., 1982a. "Aggregate Demand Management in Search Equilibrium," **Journal of Political Economy** 90(5), 881-94.
- [2] Diamond, Peter A., 1982b. "Wage Determination and Efficiency in Search Equilibrium," **Review of Economic Studies** 49(2), 217-27.
- [3] Mortensen, Dale T., 1970. "A Theory of Wage and Employment Dynamics," in E. S. Phelps et al., **The Microeconomic Foundations of Employment and Inflation Theory**, New York: Norton, 166-211.
- [4] Mortensen, Dale T., 1982a. "The Matching Process as a Non-Cooperative Bargaining Game," in J.J. McCall (ed.) **The Economics of Information and Uncertainty,** University of Chicago Press, New York.
- [5] Mortensen, Dale T., 1982b. "Property Rights and Efficiency in Mating, Racing and Related Games," American Economic Review 72, 968-79.
- [6] Mortensen, Dale T. and Christopher A. Pissarides, 1994. "Job Creation and Job Destruction in the Theory of Unemployment," Review of Economic Studies 61, 397-415.
- [7] Pissarides, Christopher A., 1979. "Job Matchings with State Employment Agencies and Random Search," **Economic Journal** 89, 818–833.
- [8] Pissarides, Christopher A., 1984. "Search Intensity, Job Advertising, and Efficiency," **Journal of Labor Economics** 2(1), 128-43.
- [9] Pissarides, Christopher A., 1985. "Short-Run Equilibrium Dynamics of Unemployment, Vacancies and Real Wages," American Economic Review 75, 676-90.

3 Reading By Topic

3.1 Introduction

- Rogerson, Shimer, and Wright (2005)
- Rogerson and Shimer (2010)
- Yashiv (2007)

3.2 Data Facts

- Davis, Steven J. and Haltiwanger, John C., 1999. "Gross Job Flows." In Orley Ashenfelter and David Card (eds.), **Handbook of Labor Economics**, Volume 3, pp. 2711-2805. Amsterdam: Elsevier Science.
- Davis, Steven J., R. Jason Faberman and John C. Haltiwanger, 2006. "The Flow Approach to Labor Markets: New Data Sources and Micro-Macro Links," **The Journal of Economic Perspectives** 20, 3,3-26.
- Elsby, Michael, Ryan Michaels, and Gary Solon, 2009, "The Ins and Outs of Unemployment," **American Journal of Economics: Macroeconomics**, 1,1, 84-110.
- Shimer, Robert, 2007. "Reassessing the Ins and Outs of Unemployment." available at http://robert.shimer.googlepages.com/workingpapers.
- Yashiv, Eran, 2007. "U.S. Labor Market Dynamics Revisited," Scandinavian Journal of Economics 109, 4, 779-806.

3.3 The Partial Equilibrium Version of the Model

- Mortensen and Pissarides (1994)
- Mortensen and Pissarides (1999a,b)
- Pissarides (2000), chapters 1-3.
- Rogerson, Shimer, and Wright (2005)
- Yashiv (2007)

3.4 The General Equilibrium Version of the Model

- Andolfatto, David, 1996. "Business Cycles and Labor Market Search,"
 American Economic Review 86, 112-132.
- Den Haan, Wouter J., Garey Ramey, and Joel Watson, 2000. "Job Destruction and Propagation of Shocks," **American Economic Review** 90(3), 482-498.
- Merz, Monika, 1995. "Search in the Labor Market and the Real Business Cycle," **Journal of Monetary Economics** 36, 269-300.
- Yashiv (2007)

3.5 Empirical Findings and Debates

3.5.1 "1st Generation"

- Andolfatto, David, 1996. "Business Cycles and Labor Market Search,"
 American Economic Review 86, 112-132.
- Den Haan, Wouter J., Garey Ramey, and Joel Watson, 2000. "Job Destruction and Propagation of Shocks," **American Economic Review** 90(3), 482-498.
- Merz, Monika, 1995. "Search in the Labor Market and the Real Business Cycle," **Journal of Monetary Economics** 36, 269-300.
- Yashiv, Eran 2000. "The Determinants of Equilibrium Unemployment," **American Economic Review** 90 (5), 1297-1322.

3.5.2 "2nd Generation"

- Cole, Harald L. and Richard Rogerson, 1999. "Can the Mortensen-Pissarides Matching Model Match the Business Cycle Facts?" **International Economic Review**, 40(4), 933-960.
- Costain, James S. and Michael Reiter, 2008. "Business Cycles, Unemployment Insurance, and the Calibration of Matching Models," **Journal of Economic Dynamics and Control** 32, 1120–1155.
- Hall, Robert E., 2005a. "Employment Fluctuations with Equilibrium Wage Stickiness," **American Economic Review** 95 (1), 50–65.
- Hall, Robert E., 2005b. "Job Loss, Job Finding, and Unemployment in the U.S. Economy over the Past Fifty Years," **NBER Macroeconomics Annual**, 2005, 101-137, MIT Press, Cambridge.
- Shimer, Robert, 2005. The Cyclical Behavior of Equilibrium Unemployment and Vacancies: Evidence and Theory," **American Economic Review** 95, 1, 25-49.
- Veracierto, Marcelo, 2008. "On the Cyclical Behavior of Employment, Unemployment and Labor Force Participation," **Journal of Monetary Economics** 55, 6, 1143-1157.

3.5.3 Current

- Fujita, Shigeru and Garey Ramey, 2009. "The Cyclicality of Separation and Job Finding Rates," **International Economic Review** 50,2, 415-430.
- Hagedorn, Marcus and Iourii Manovksii, 2008. "The Cyclical Behavior of Equilibrium Unemployment and Vacancies Revisited," **American Economic Review** 98(4): 1692–1706.
- Mortensen, Dale T. and Eva Nagypal, 2007. "More on Unemployment and Vacancy Fluctuations," **Review of Economic Dynamics** 10, 327-347.
- Pissarides, Christopher A., 2009. "The Unemployment Volatility Puzzle: Is Wage Stickiness the Answer?" **Econometrica** 77, 5, 1339-1369.

3.6 Search and Matching in New Keynesian Models

- Blanchard, Olivier J. and Jordi Gali, 2010. "Labor Markets and Monetary Policy: A New-Keynesian Model with Unemployment," American Economic Journal: Macroeconomics, forthcoming..
- Gertler, Mark, Luca Sala, and Antonella Trigari, 2009. "Unemployment Fluctuations with Staggered Nash Wage Bargaining Bargaining," **Journal of Political Economy** 117,1,38-86.
- Journal of Monetary Economics, 2008. Special Issue vol 55, 865–887.
- Krause, Michael and Thomas Lubik, 2007. "The (Ir) relevance of Real Wage Rigidity in the New Keynesian Model with Search Frictions," **Journal of Monetary Economics** 54,706-727.
- Trigari, Antonella, 2004. "Equilibrium Unemployment, Job Flows and Inflation Dynamics," ECB Working Paper no. 304.
- Walsh, Carl, 2005. "Labor market search, Sticky Prices, and Interest Rate Rules," **Review of Economic Dynamics** 8, 829-849