

	Total unemployment (1)	Long-term unemployment (2)	Short-term unemployment (3)
Total tax wedge (%)	0.027 (4.0)	0.023 (1.6)	0.028 (3.5)
Employment protection (1-20)		0.052 (1.4)	-0.061 (2.8)
Union density (%)	0.010 (2.3)	0.010 (1.0)	0.0031 (0.5)
Union coverage index (1-3)	0.38 (2.7)	0.83 (2.3)	0.45 (2.1)
Coordination (union + employer) (2-6)	-0.43 (6.1)	-0.54 (3.6)	-0.34 (3.8)
Replacement rate (%)	0.013 (3.4)	0.011 (1.3)	0.031 (2.6)
Benefit duration (years)	0.10 (2.2)	0.25 (2.7)	0.045 (0.8)
Active labor market policies ^b	-0.023 (3.3)	-0.039 (2.8)	-0.097 (1.2)
Owner occupation rate (%)	0.013 (2.6)	-0.0007 (0.1)	0.01 (2.7)
Change in inflation (% pts. p.a.)	-0.21 (2.2)	-0.30 (1.6)	-0.29 (2.7)
Dummy for 1990-1994	0.15 (1.5)	0.30 (1.8)	0.092 (1.0)
R^2	0.85	0.84	0.73
N (countries, time)	40 (20, 2)	38 (19, 2)	38 (19, 2)
Hausman test of the random effects of restriction X_{10}^2	6.35	4.52	6.86