



How the Minimum Wage Affects the Firms Behavior in terms of Selectivity and Job Specialization ?

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Using a matching model in which agents are horizontally differentiated and where the nature of jobs is endogenous, I study the minimum wage effects on selectivity and job specialization. I explain how firms choose the characteristics of their jobs according to the labour market state. In other words, this article aims at understanding the interactions between public policies and firms' technological choice. I show that an increase in minimum wage improves the labour productivity by making agents more selective and jobs more specialized.

Keywords: Productivity; Unemployment; Specialization; Selectivity and Public Policies.

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