

Contents

1	Introduction	3
2	The Spatial Econometrics of Regional Data	9
2.1	The spatial weight matrix and Moran's I test	9
2.2	Homoscedastic isotropic linear regression models	12
2.3	Heteroscedastic isotropic linear regression models	36
2.4	Non-linear isotropic models for binary response variables	39
2.5	Homoscedastic anisotropic linear models	48
3	The Spatial Econometrics of Individual Data	53
3.1	Spatial microeconometrics	53
3.2	Special features of spatial microeconometrics	57
3.3	Microdata quality issues	59
3.4	Spatial econometrics linear models for spatial microdata	61
3.5	Modelling the individual location of economic agents	70
4	The Spatial Econometrics of Interaction Data	85
4.1	The spatial interaction model	85
4.2	Spatial interaction and network dependence	86
4.3	Modelling flows in a spatial regression	88
4.4	Non-sample information and the zero flow problem	91
4.5	Future challenges of spatial interaction modelling	92

5	Conclusions	95
	Appendix	97
A	Some Theorems and Proofs	97
A.1	Measurement error in spatial lag models estimated on microdata in the presence of missing data	97
A.2	Measurement error in spatial lag models estimated on microdata in the presence of intentional locational error . .	100
	References	109

3	Introduction	1
9	The Spatial Econometrics of Regional Data	2
8	2.1 The spatial weight matrix and Moran's I test	8
12	2.2 Homoscedastic isotropic linear regression models	12
30	2.3 Heteroscedastic isotropic linear regression models	30
30	2.4 Non-linear isotropic models for binary response variables	30
48	2.5 Homoscedastic anisotropic linear models	48
53	3 The Spatial Econometrics of Individual Data	53
53	3.1 Spatial microeconometrics	53
57	3.2 Special features of spatial microeconometrics	57
58	3.3 Microdata quality issues	58
61	3.4 Spatial econometrics linear models for spatial microdata	61
70	3.5 Modelling the individual location of economic agents	70
85	4 The Spatial Econometrics of Interaction Data	85
85	4.1 The spatial interaction model	85
89	4.2 Spatial interaction and network dependence	89
88	4.3 Modelling flows in a spatial regression	88
91	4.4 Non-sample information and the zero flow problem	91
92	4.5 Future challenges of spatial interaction modeling	92