## Delineating Neighborhoods using Location Choices

Rolando Campusano

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Delineating Neighborhoods using Location Choices

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• Neighborhoods have become an important focus of economic policy and research (e.g. mobility - competition - gentrification - sprawl - segregation - agglomeration)

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- Neighborhoods have become an important focus of economic policy and research (e.g. mobility competition gentrification sprawl segregation agglomeration)
- Conceptually, a neighborhood is a geographically localized community where members engage in face-to-face social interactions
- However, neighborhoods have been typically defined using 'official' boundaries that do not necessarily represent the level at which those interactions occur
  - Census blocks (or tracts)
  - Postal (ZIP) codes
  - School/political districts
- Which means that there might be miss-alignment and/or overlapping between 'official' and 'economic' boundaries

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#### Motivation

- These miss-alignment and/or overlapping between 'official' and 'economic' boundaries may lead to a variety of biases
  - Measurement error
  - Modifiable areal unit problem (Briant et al., 2010)
  - Spatial correlation across neighborhoods (Lind and Ramondo, 2018)
- Do not have clear solutions without imposing more structure and assumptions (Gibbons et al., 2015; Lind and Ramondo, 2018)
- This paper provides an alternative solution
  - use historical geocoded location choices of agents to
  - identify neighborhoods as a collection of *similar-neighboring-choices*
  - provide a machine-learning algorithm to obtain their boundaries

- Data is composed by agents location choices at very-fine geographies that can (ideally) be allocated to an arbitrarily defined grid using geocodes
- Each grid is associated with a series of choices that can be summarized in a *propensity score* as a function of agents and grid characteristics
- Boundaries are delineated using a bottom-up machine learning agglomerative algorithm with *adjacency constraints* in the spirit of Ward (1963) and Rozenfeld et al. (2011)
- Neighborhoods are composed by cells with very similar propensity score (like Rosenbaum and Rubin (1984)'s propensity score strata )

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- Using economic decisions to delineate neighborhoods = 'economic' neighborhoods
- Adjacency constraints => compact and statistically distinct neighborhoods but not necessarily statistically different from neighborhoods in other parts of town
- Computing economic neighborhoods helps address the main issues with current definitions
  - decreases the relevance of the modifiable area unit problem by identifying the spatial choice set based in economic decisions (Briant et al., 2010).
  - Iess granularity and more symmetric interactions by agglomerating cells with very similar propensities (Topa and Zenou, 2015; Dingel and Tintelnot, 2020).
  - 3 zero spatial correlation between neighborhoods and their immediate neighbors by creating neighborhoods that are distinct from their immediate neighbor (Gibbons et al., 2015; Lind and Ramondo, 2018)

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- This algorithm can be applied to identify neighborhoods in any application that involves an underlying location choice
- The main requirement of this algorithm is a dataset with geocoded location choices
- Fortunately, the availability of these datasets has been increasing over time
- Two example applications are analyzed for the city of Toronto
  - Industrial neighborhoods using a points of interest dataset
  - Residential neighborhoods using a dataset of real-estate transactions

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#### Simulation exercises show that

- meaningful neighborhoods need highly skewed distributions of economic activity
- neighborhoods can be too big (very large threshold) or too small (very small threshold)
- however, under highly skewed distributions the algorithm delivers more stable sizes
- visual inspection is crucial to asses the quality of the neighborhoods

## This paper: Preview of Results

#### Simulation exercises show that

- meaningful neighborhoods need highly skewed distributions of economic activity
- neighborhoods can be too big (very large threshold) or too small (very small threshold)
- however, under highly skewed distributions the algorithm delivers more stable sizes
- visual inspection is crucial to asses the quality of the neighborhoods

• Applying the method to two datasets for the GTA shows that industrial and housing neighborhoods

- do not look like postal codes, specially industrial neighborhoods
- are larger (even with small thresholds) and mostly located around big streets
- are different in shape and characteristics across industries and housing types
- compared to postal codes, they
  - have (way) less spatial correlation
  - follow a power law (Zipf's law)

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- The main idea is very similar in spirit to Rosenbaum and Rubin (1984)'s propensity score stratification
- Machine learning clustering methods provide a way to incorporate the spatial aspect
  - As they have the goal of grouping a collection of objects into subsets or "clusters"
  - Using some sort of definition of similarity (or dissimilarity) provided by the researcher
  - Similarity in attributes and similarity in location
- What algorithm?
  - k-means algorithms is fast and known but requires to know the number of clusters a-priori and does not produce compact clusters (Athey and Imbens, 2019)
  - hierarchical algorithms creates all 'possible' clusters and produces compact clusters but requires bilateral similarity matrices and a pre-defined threshold

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- Hierarchical algorithms are bottom-up (Rozenfeld et al., 2011; de Bellefon et al., 2019; Arribas-Bel et al., 2019)
- But it requires a similarity matrix to compute all possible clusters => unfeasible as is
- Two important modifications makes it suitable for this setting:
  - adjacency constraints and the use of sparse similarity matrices reduce computational burden (assumption on network structure)
  - use propensity score as a clustering feature (assumption of statistical sufficiency)
- Caveat: we need to define a threshold (and in our case also an specification for the propensity score)

For a given  $\mathcal{P} = \{\mathsf{P}_t^u\}_{u=1}^{\mathbf{B}}$  set of all block-level probabilities to be clustered.

(a) Initialize with set of neighborhoods to be  $\{N_1, ..., N_B\}$  where  $N_u = \{P_t^u\}$  for all u = 1, ..., B

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- (a) Initialize with set of neighborhoods to be  $\{N_1, ..., N_B\}$  where  $N_u = \{P_t^u\}$  for all u = 1, ..., B
- ② Compute the dissimilarity between all pairs, that is, compute  $\delta(N_u, N_v)$  for all  $u < v \in \{adjacent_u\}$

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- (a) Initialize with set of neighborhoods to be  $\{N_1, ..., N_B\}$  where  $N_u = \{P_t^u\}$  for all u = 1, ..., B
- <sup>(2)</sup> Compute the dissimilarity between all pairs, that is, compute  $\delta(N_u, N_v)$  for all  $u < v \in \{adjacent_u\}$
- 3 While there is more than one neighborhoods in the original set:
  - Image a pair which have minimal dissimilarity

$$\delta(N_{u'}, N_{v'}) = \min_{u' < v'} \delta(N_u, N_v)$$

set  $N_{u'} = N_{u'} \cup N_{v'}$  and remove  $N_{v'}$  from the set of neighborhoods

<sup>(2)</sup> Compute dissimilarity between  $N_{u'}$  and the remaining neighborhoods in original set

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- <sup>(2)</sup> Compute dissimilarity between  $N_{u'}$  and the remaining neighborhoods in original set
- The final set of neighborhoods  $\{N\}$  is defined as the subset of  $\mathcal{P}$  in which the variance is minimized given that the dissimilarity between **all** neighborhoods is below a given threshold  $\overline{\delta}$ .

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## Methodology - Illustration

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- · Besides geo-coded data of location choices, the algorithm requires two inputs from the researcher
  - it requires an specification for the propensity score that leads to cell specific probabilities
  - it requires a predetermined threshold  $\overline{\delta}$
- Now, even though this algorithm is feasible, it is still computationally intensive specially in very local contexts
- This means that even though cross-validation of the threshold is possible, it is also very limited
- I simulate two cities, each with a different distribution of economic activity, to study how the algorithm behaves under different thresholds

## Simulations - Two Cities

• 100,000 agents location choices under two different distribution of economic activity

- a poisson random point process
- 2 a poisson cluster point process with points clustered around 50 sub centers
- points are then aggregated at the grid cell level Kernel Density



Figure: Two Cities Simulated Data

Delineating Neighborhoods using Location Choices

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## Simulations - Two Cities Neighborhoods

#### And run the algorithm for a given threshold obtaining this



Figure: Two Cities Neighborhoods

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## Simulations - Results for Random City



### Simulations - Results for Cluster City



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## Simulations - Threshold

• A threshold too small produces too many neighborhoods => no between variance

• A threshold too large produces too few neighborhoods => no within variance

• Skewed distributions are less sensitive to this



Figure: Variance Decomposition Between/Within Neighborhoods

Distribution of Bilateral Distances

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Delineating Neighborhoods using Location Choices

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- In order to obtain meaningful and stable neighborhoods we need an uneven distribution of location choices
- This will not only make the algorithm obtain clearer differences between neighborhoods
- But it will also make the algorithm less sensitive to the definition of the threshold and hence producing neighborhoods that are more stable across thresholds

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- Two applications using location choice data and then compare the results with postal codes
  - Firm Location Choices
  - Housing Transactions
- Choices are assigned to an hexagon grid cell with 75m side
- The algorithm is ran for 6 different thresholds defined as  $(0.01, 0.1, 0.5, 1, 2, 4) \times Std.Dev.$  of the propensity score
- All results showing today are with the threshold set at the smallest value that produces neighborhoods grouping at least 90% of the choices

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## Industrial Neighborhoods - Setup

• The propensity score captures the probability that a given firm chooses grid cell *i* based on its characteristics

$$\# Firms_{i} = \beta + \sum_{POI} \beta_{POI} POI_{i} + \sum_{POI} \beta_{MAPOI} MA_{POI}_{i} + \sum_{POI} \beta_{LAND} LAND_{i} + \sum_{LAND} \beta_{MALAND} MA_{LAND}_{i} + \beta_{UP} \# Up + \beta_{MAUP} MA_{\#} Up + \beta_{DOWN} \# Down + \beta_{MADown} MA_{\#} Down + \epsilon_{i}$$

- Dataset: DMTI Spatial Inc. CanMap POI dataset (at street address level)
  - Amenities (Hotels, Schools, Banks, Hospitals, Attractions, and Police/Fire Stations)
  - Land use data (Parks/Waterbodies, Commercial, Residential, Industrial)

POI are points of interest, LAND are land uses and MA(1KM) are measures within 1 km with distance exp decay (rho=1)

Regression Results Score and Raw Probability Distribution

## Industrial Neighborhoods - Visual Inspection

Industrial neighborhoods do not look like postal codesThey are larger and around main streets





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## Industrial Neighborhoods - Visual Inspection

Industrial neighborhoods do not look like postal codes

• They are larger and around main streets



Note: The graph shows the surroundings of the neighborhood with the highest average score without counting singletons



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Delineating Neighborhoods using Location Choices

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## Industrial Neighborhoods - Characteristics

#### • And there are some differences across industries

• And across the city Size Spatial Distribution

	Number of Firms	Firms in	Number of	Area	Length	Width	Length/Width
		Neighborhoods	Neighborhoods	(sq km)	(km)	(km)	
All Firms	125,435	91.03	13,947	0.713	0.838	0.431	1.764
				(20.945)	(2.411)	(1.003)	(0.891)
Manufacturing	17,661	80.95	5,869	1.847	1.208	0.603	1.915
				(49.891)	(4.106)	(1.819)	(0.975)
Wholesale and Retail Trade	44,846	77.94	10,316	0.867	0.852	0.459	1.674
				(20.681)	(2.771)	(1.143)	(2.093)
Professional Services	47,464	79.34	10,808	0.684	0.77	0.401	1.664
				(17.779)	(2.774)	(1.051)	(3.064)
Entertainment, Accommodation and Food	15,464	81.65	3,998	2.051	1.225	0.612	1.662
				(47.342)	(4.893)	(1.988)	(1.087)

Note: Results correspond to running the algorithm for each group of firms with a threshold set to one standard deviations in the propensity score. Firms in neighborhoods correspond to the percentage of firms that belong to neighborhoods that have at least two cells. Length (and width) correspond to the longest (and shortest) side of the minimum bounding rectangle that contains the neighborhood. Standard deviations are in parenthesis.

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• The propensity score captures the probability that a given firm chooses grid cell *i* based on its characteristics

$$\# Sales_{i} = \beta + \sum_{POI} \beta_{POI} POI_{i} + \sum_{POI} \beta_{MAPOI} MA_{POI_{i}} + \sum_{POI} \beta_{LAND} LAND_{i} + \sum_{LAND} \beta_{MALAND} MA_{LAND_{i}} + \beta_{rooms} AvgRooms + \beta_{allrooms} SumRooms + \beta_{lot} AvgLotSize + \beta_{stock} Stock + \epsilon_{i}$$

• Dataset (in addition to previous data)

- 2012 MLS Housing Transactions
- Stock of Housing Units Based on DMTI List of Addresses

Regression Results Score and Raw Probability Distribution

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## Housing Neighborhoods - Visual Inspection

Housing neighborhoods are smaller and look more similar to postal codes around big streets
and show less variance in the score than their industrial neighborhoods which is an indication that this method (or the score specification) might be not suitable for this type of data



Note: The graph shows the surroundings of the neighborhood with the highest average score without counting singletons

Delineating Neighborhoods using Location Choices

## Housing Neighborhoods - Visual Inspection

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and show less variance in the score that their industrial neighborhoods which is an indication that this method (or the score specification) might be not suitable for this type of data



Neighborhoods by Type of Housing

Note: The graph shows the surroundings of the neighborhood with highest average score without counting singletons

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Delineating Neighborhoods using Location Choices

## Housing Neighborhoods - Characteristics

#### Figure: Housing Transaction Neighborhoods

	Number of	Transactions in	Number of	Area	Length	Width	Length/Width
1.11.00	Inalisactions	Neighborhoods	Neighborhoods				
All Transactions	68,184	57.11	9,233	0.436	0.493	0.265	1.573
				(14.384)	(1.994)	(0.891)	(1.222)
House Transactions	48,510	72.69	9,052	0.46	0.49	0.267	1.572
				(15.072)	(2.034)	(0.891)	(0.973)
Condo Transactions	19,674	69.22	9,536	0.745	0.858	0.394	2.019
				(17.698)	(2.525)	(1.105)	(1.91)

Note: Results correspond to running the algorithm for each type of transaction with a threshold set to one standard deviations in the propensity score. Transactions in neighborhoods correspond to the percentage of transactions that belong to neighborhoods that have at least two cells. Length (and width) correspond to the longest (and shortest) side of the minimum bounding rectangle that contains the neighborhood. Standard deviations are in parenthesis.

Size Spatial Distribution

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- The miss-alignment between 'official' and 'economic' boundaries may lead to a variety of biases
  - Measurement error
  - Spatial correlation across neighborhoods (Lind and Ramondo, 2018)
  - Modifiable areal unit problem (Briant et al., 2010)
- Here we analyze the last two by looking at
  - Global Moran's I measure of spatial correlation
  - The relationship between the rank of a neighborhood in a given characteristic and the characteristic (Zipf's law)

## Neighborhoods vs Postal Codes - Spatial Correlation (Moran's I)

Industrial Neighborhoods						
	Average Propensity Score		Number	of Firms		
	Neighborhoods	Postal Codes	Neighborhoods	Postal Codes		
All Firms	-0.022	0.731	0.002	0.273		
	(0.001)	(0.001)	(0.064)	(0.001)		
Manufacturing	0.495	0.862	0.000	0.208		
	(0.001)	(0.001)	(0.357)	(0.001)		
Wholesale and Retail Trade	0.365	0.615	0.040	0.25		
	(0.001)	(0.001)	(0.001)	(0.001)		
Professional Services	0.268	0.655	-0.005	0.335		
	(0.001)	(0.001)	(0.001)	(0.001)		
Entertainment, Accommodation and Food	0.461	0.817	-0.03	0.469		
	(0.001)	(0.001)	(0.001)	(0.001)		

Housing Neighborhoods						
	Average Propensity Score		Number of Transactions			
	Neighborhoods	Postal Codes	Neighborhoods	Postal Codes		
All Transactions	0.033	0.571	-0.252	0.46		
	(0.001)	(0.001)	(0.001)	(0.000)		
House Transactions	0.015	0.453	-0.622	0.352		
	(0.004)	(0.001)	(0.001)	(0.000)		
Condo Transactions	0.231	0.766	0.204	0.473		
	(0.001)	(0.001)	(0.001)	(0.000)		

Note: Results correspond to running the algorithm for each group of transactions with a threshold set to one standard deviations in the propensity score. The reported values correspond to the Moran's 1 statistic after performing an spatial union of all the cells that belong to the neighborhood and defining weights based on immediate contiguity. Peaked op-value is reported in parenthesis.

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#### Delineating Neighborhoods using Location Choices

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## Neighborhoods vs Postal Codes - Zipf's Law

Industrial Neighborhoods					
	Average Propensity Score		Number	of Firms	
	Neighborhoods	Postal Codes	Neighborhoods	Postal Codes	
All Firms	-0.722	0.14	-0.407	0.271	
	(0.001)	(0.002)	(0.007)	(0.164)	
Manufacturing	-0.861	0.152	-0.516	0.034	
	(0.004)	(0.003)	(0.015)	(0.062)	
Wholesale and Retail Trade	-0.762	0.156	-0.391	0.084	
	(0.002)	(0.002)	(0.01)	(0.067)	
Professional Services	-0.803	0.165	-0.533	0.07	
	(0.001)	(0.002)	(0.009)	(0.061)	
Entertainment, Accommodation and Food	-0.811	0.198	-0.426	0.03	
	(0.005)	(0.003)	(0.017)	(0.066)	

Housing Neighborhoods						
	Average Prop	ensity Score	Number of Firms			
	Neighborhoods	Postal Codes	Neighborhoods	Postal Codes		
All Transactions	-1.13	-0.38	-0.436	0.124		
	(0.002)	(0.002)	(0.01)	(0.003)		
House Transactions	-1.278	-0.373	-0.61	0.128		
	(0.004)	(0.002)	(0.012)	(0.003)		
Condos Transactions	-0.644	-0.319	-0.099	0.169		
	(0.009)	(0.004)	(0.021)	(0.006)		

Note: Results correspond to running the algorithm for each group of transactions with a threshold set to one standard deviations in the propensity score. The reported values correspond to the  $\beta$  coefficient that results from running the following regression  $\log(Rank(var)) = \alpha + \beta \log(var) + \epsilon$  where var is the average propensity score or the number of transactions at the neighborhood or postal code level and Rank(var) correspond to the rank of said variable across geographies. Standard errors are reported in parenthesis.

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#### Delineating Neighborhoods using Location Choices

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## Outline

1 Introduction

2 Methodology

3 Simulations

4 Applications



6 References

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- This paper provides an data-based solution for the miss-alignment between 'official' and 'economic' neighborhoods
- It shows that the 'economic' neighborhoods
  - do not look like postal codes and are different across types
  - show less spatial correlation and follow a power law which is not the case for 'official' neighborhoods (postal codes)
- Simulation exercises show that there are some distribution requirements in order to provide good and stable neighborhoods
  - this is corroborated by the differences between industrial and housing neighborhoods
- Visual inspection is crucial

# Thanks!

## Outline

1 Introduction

Methodology

3 Simulations

4 Applications

5 Conclusions



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# Appendix

## Methodology - Merging Criteria Go back

Let  $\mathcal{P} = \{\mathsf{P}_t^i\}_{i=1}^{\mathbf{B}}$  the set of all cell-level probabilities to be clustered The loss of information when grouping blocks into a neighborhoods  $N \subset \mathcal{P}$ 

$$I(N) = \sum_{\mathsf{P}_t^u} \| \mathsf{P}_t^u - \overline{\mathsf{P}}_N \|^2$$

where  $\overline{P}_N = n^{-1} \sum_{u=1}^n P_t^u$  is the *centre of gravity* of N and n is the number of blocks in the neighborhoods.

Starting from a partition  $\{N_1, ..., N_l\}$  of  $\mathcal{P}$ , the loss of information when merging two neighborhoods  $N_u$  and  $N_v$  is quantified by:

$$\delta(N_u, N_v) = I(N_u \cup N_v) - I(N_u) - I(N_v)$$

That, when minimized, it is equal to minimizing the variation of *within-cluster sum of squares* after merging two clusters (Ward, 1963)

#### Simulations: Two Cities - Kernel Density Goback



#### red lines are the standard deviations

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#### Simulations: Distribution of Bilateral Distances Go back

• At the starting point, the dissimilarity between neighborhoods is given by the euclidean distance between scores



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= 200

#### Firms: Propensity Score Regressions Go back

	All Firms	Manufacturing	Trade	Services	Ent/Food/Lodge
MA_1km_area_Parks	-0.26***	-0.25***	0.12***	0.07***	-0.20***
	(0.01)	(0.02)	(0.01)	(0.01)	(0.02)
MA_1km_area_Open	-0.23***	-0.28***	-0.19***	-0.13***	-0.34***
	(0.01)	(0.02)	(0.01)	(0.01)	(0.01)
MA_1km_area_Residential	0.38***	0.16***	0.15***	0.22***	-0.06***
	(0.01)	(0.02)	(0.01)	(0.01)	(0.02)
MA_1km_area_Industrial	0.23***	0.43***	-0.09***	-0.27***	-0.26***
	(0.00)	(0.01)	(0.01)	(0.01)	(0.01)
MA_1km_area_Commercial	-0.10***	-0.23***	-0.02***	0.11***	-0.01
	(0.00)	(0.01)	(0.00)	(0.00)	(0.00)
MA_1km_area_Government	-0.02***	0.16***	-0.08***	0.03***	0.12***
	(0.00)	(0.01)	(0.01)	(0.01)	(0.01)
MA_1km_poi_POST	0.10***	0.21***	0.02***	-0.01*	-0.04***
	(0.00)	(0.01)	(0.01)	(0.01)	(0.01)
MA_1km_poi_TOUR	0.09***	0.24***	0.14***	-0.11***	-0.17***
	(0.00)	(0.02)	(0.01)	(0.01)	(0.01)
MA_1km_poi_BANK	-0.12***	-0.11***	0.12***	0.08***	0.17***
	(0.00)	(0.02)	(0.01)	(0.01)	(0.01)
MA_1km_poi_RESTA	0.06***	-0.04***	-0.01***	0.09***	0.12***
	(0.00)	(0.01)	(0.00)	(0.00)	(0.00)
MA_1km_poi_HOTEL	-0.04***	0.06***	-0.24***	-0.08***	0.10***
	(0.00)	(0.01)	(0.01)	(0.01)	(0.00)
Stock_Houses_DMTI	-0.06***	0.01**	-0.09***	-0.00**	0.03***
	(0.00)	(0.00)	(0.01)	(0.00)	(0.00)
Downstream		0.06	0.06	0.25**	-0.03
		(0.12)	(0.09)	(0.11)	(0.07)
Upstream		-0.38***	-0.09	-0.12	-0.01
		(0.13)	(0.10)	(0.11)	(0.07)
const	-2.46***	-4.39***	-3.21***	-3.07***	-4.29***
	(0.00)	(0.01)	(0.01)	(0.01)	(0.01)
Observations	740286	740286	740286	740286	740286
Pseudo R-squared	0.33	0.29	0.28	0.30	0.27

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#### Firms: Propensity Score Distribution Goback



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#### Firms: Results for Industries Co-back



4 centroid: [-79.379,43.647] 35.52 % of firms in square clusters 77.94 % of firms in all clusters



(a) Manufacturing

(b) Wholesale and Retail Trade

Figure: Neighborhoods by Industry (I)

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#### Firms: Results by Industry Coback



(a) Professional Services



(b) Entertainment, Accommodation and Food

Figure: Neighborhoods by Industry (II)

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#### Firms: Spatial Size Distribution Go back





(a) Manufacturing

(b) Professional Services

Figure: Neighborhood Size Distribution

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#### Housing: Propensity Score Regressions Goback

	#Sales	#House Sales	#Condo Sales
MA_1km_area_Parks	0.78***	0.34***	1.32***
	(0.03)	(0.03)	(0.06)
MA 1km area Open	0.93***	0.31***	1.37***
	(0.04)	(0.04)	(0.09)
MA_1km_area_Residential	0.74***	0.43***	1.13***
	(0.02)	(0.02)	(0.05)
MA_1km_area_Industrial	0.29***	0.12***	0.53***
	(0.01)	(0.01)	(0.03)
MA_1km_area_Commercial	0.08***	0.03***	0.13***
	(0.00)	(0.01)	(0.01)
MA_1km_area_Government	0.17***	0.06***	0.29***
	(0.01)	(0.01)	(0.01)
MA_1km_poi_POST	-0.07***	0.02**	-0.05***
	(0.01)	(0.01)	(0.01)
MA_1km_poi_TOUR	-0.05***	0.00	-0.09***
	(0.01)	(0.01)	(0.01)
MA_1km_poi_BANK	0.10***	-0.08***	0.12***
	(0.01)	(0.01)	(0.01)
MA_1km_poi_RESTA	0.05***	0.02***	0.04***
	(0.00)	(0.01)	(0.00)
MA_1km_poi_HOTEL	0.02***	-0.01	0.05***
	(0.00)	(0.01)	(0.01)
mean_rooms_MLS	0.40***	0.41***	0.53***
	(0.00)	(0.00)	(0.00)
sum_rooms_MLS	0.07***	0.06***	0.11***
	(0.00)	(0.00)	(0.00)
avg_lotsize_MLS	-0.15***	0.00***	-98.25***
	(0.02)	(0.00)	(1.13)
stock_houses_DMTI	0.02***	-0.00	-0.00
	(0.00)	(0.00)	(0.00)
const	-2.92***	-3.17***	-5.23***
	(0.01)	(0.01)	(0.02)
Observations	740286	740286	740286
Pseudo R-squared	0.37	0.34	0.49

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### Housing: Propensity Score Distribution Goback



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## Housing: Results by Type Goback



houses centroid: [-79.392,43.758] 66.99 % of transactions in square clusters 92.84 % of transactions in all clusters



(b) Wholesale and Retail Trade

Figure: Neighborhoods by Type

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### Housing: Spatial Size Distribution Go back





(a) Condos

(b) Houses

Figure: Neighborhood Size Distribution

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