## **Formulas**

$$b_1 = \frac{\sum (X_i - \overline{X})(Y_i - \overline{Y})}{\sum (X_i - \overline{X})^2}$$
$$b_0 = \overline{Y} - b_1 \overline{X}$$

| Inference on b <sub>1</sub>                 |  |
|---|--|
| Estimated standard error of b <sub>1</sub>  | $s\{b_1\} = \sqrt{\frac{MSE}{\sum (X_i - \overline{X})^2}}$  |
| Inference on b <sub>0</sub>                 |  |
| Estimated standard error of b <sub>0</sub>  | $s\{b_0\} = \sqrt{MSE\left(\frac{1}{n} + \frac{\overline{X}^2}{\sum (X_i - \overline{X})^2}\right)}$                                       |
| Inference on $\widehat{Y}_h$                |  |
| Estimated standard error of $\widehat{Y}_h$ | $s\{\widehat{Y}_h\} = \sqrt{MSE\left(\frac{1}{n} + \frac{(X_h - \overline{X})^2}{\sum (X_i - \overline{X})^2}\right)}$                     |
| Inference on Y <sub>h(new)</sub>            |  |
| Estimated standard error of $Y_{h(new)}$    | s{pred}= $\sqrt{\text{MSE}\left(1+\frac{1}{n}+\frac{\left(X_{h}-\overline{X}\right)^{2}}{\sum\left(X_{i}-\overline{X}\right)^{2}}\right)}$ |