

1. Keep in mind

- Understand the context of the data and its domain before applying anything.
- Avoid data leakage, for example scaling the data before splitting.
- Try to be as simple as possible.
- Visualize the data at stages of preprocessing to check for anomalies and trends.
- Understand the models you want to use.
 - Many models require different techniques, some a lot and some none.

2. Data Cleaning

- **Handle Missing Values:**
 - **Remove missing values:** Drop rows or columns with missing data if the percentage is small.
 - **Impute missing values:** Fill in missing values
 - Mean
 - Median
 - Mode
 - KNN or regression imputation.
- **Detect and Handle Outliers:**
 - **Z-score:** Identify outliers using statistical methods and either remove or cap them.
 - **Winsorizing:** Limit extreme values in the dataset to reduce the impact of outliers. Especially if extreme values make no sense (i.e. age = 200).
- **Correct Data Errors:**
 - Fix typos, inconsistent formatting, and incorrect entries.

3. Data Transformation

- **Normalization/Standardization:**
 - **Normalization:** Rescale data to a range, typically [0, 1].
 - **Standardization:** Same as normalization.
 - **Log or power transformations:** Useful for skewed data.
- **Encoding Categorical Variables:**
 - **One-hot encoding:** Binary columns for each category.
 - **Label encoding:** Numerical labels to categorical values.
 - **Target encoding:** Categorical features using the mean of the target variable.

- **Binning:**
 - Transform continuous data into discrete bins.
 - i.e. states to regions, prices to low, medium, high etc..

4. Feature Engineering

- **Feature Creation:**
 - Combine features into new ones. i.e. extract year from a date.
- **Feature Scaling:**
 - Scaling features helps reduce bias.
- **Polynomial Features:**
 - Higher-order terms for non-linear relationships.
- **Handling Text Data:**
 - Tokenization or stemming.

5. Dimensionality Reduction

- **Principal Component Analysis (PCA):**
 - Reduce the dimensionality of data while retaining the most important information.
- **Singular Value Decomposition (SVD):**
 - Especially for sparse data like text.
- **Feature Selection:**
 - Recursive feature elimination (RFE), Lasso, stepwise, PCA.
- **Variance Threshold:**
 - Remove features with low variance.

6. Handling Class Imbalance

- **Oversampling:**
 - **Random Oversampling:** Duplicate examples from the minority class.
 - **SMOTE (Synthetic Minority Over-sampling Technique):** Synthetic samples based on existing data.
- **Undersampling:**
 - **Random Undersampling:** Remove examples from the majority class to balance the dataset.

- **Tomek Links/ENN (Edited Nearest Neighbors):** Good undersampling techniques.
- **Adjust Class Weights:**
 - Penalize misclassification of the minority class more heavily.

7. Dealing with Multicollinearity

- **Correlation Matrix:**
 - Calculate the correlation between features and remove highly correlated features (typically above 0.9).
- **Variance Inflation Factor (VIF):**
 - Identify features that are highly collinear and remove them to avoid issues in regression models.

8. Data Splitting

- **Train-Test Split:**
 - Split the data into training and testing sets (usually 80/20 or 70/30).
- **Stratified Sampling:**
 - When splitting data, use stratified sampling to maintain the same proportion of each class in both the training and testing sets.

9. Imbalance within features

- **Transform Skewed Data:**
 - Use log, square root, or box-cox transformation.