Steps for Data Preprocessing and Data Cleaning

1. Understand the Data

- Inspect the Dataset: Examine the structure, size, and types of data in the dataset.
 - o Reference: Check the first few rows (head), column names, and basic statistics.
- **Define the Objective**: Understand how each feature relates to the target variable.

2. Handle Missing Data

- Identify Missing Values: Analyze missing values column-wise and row-wise.
 - Reference: Summarize missing data as percentages or counts.
- Handle Missing Data:
 - Remove rows/columns with excessive missing data.
 - Impute missing values using mean, median, or mode for numerical features or the most frequent category for categorical features.
 - o For time-series data, consider forward-fill or backward-fill techniques.

3. Remove Duplicates

- Identify Duplicates: Detect rows that are repeated in the dataset.
 - o Reference: Use unique identifiers or all columns for comparison.
- Remove Duplicates: Keep the first occurrence and remove additional duplicates.

4. Handle Outliers

- **Detect Outliers**: Identify anomalies in numerical features using statistical methods:
 - Reference: Use interquartile range (IQR) or standard deviation to flag outliers.
- Decide on Outlier Handling:
 - Remove: For extreme outliers that result from data entry errors.
 - Transform: Apply log or square-root transformations to reduce the effect of extreme values.
 - Cap: Limit outliers to a maximum or minimum threshold.

5. Fix Data Types

- Convert Data Types: Ensure features are in their correct formats:
 - Convert date strings to datetime objects.
 - o Convert numerical strings (e.g., "123.45") to float or integer.

o Reference: Use metadata or domain knowledge to verify formats.

6. Handle Inconsistent Data

- **Standardize Text Data**: Fix inconsistent spelling, capitalization, or abbreviations in categorical variables.
 - Example: Normalize "NYC," "New York City," and "new york city" into one category.
- Fix Formatting Issues:
 - Ensure consistent units for numerical features (e.g., meters vs. kilometers).

7. Encode Categorical Data

- Identify Categorical Features: List features containing textual or categorical values.
- Transform to Numeric: Use encoding methods based on data and model requirements:
 - One-hot encoding for nominal variables (unordered categories).
 - Ordinal encoding for ordered categories.

8. Standardize/Normalize Data

- **Standardization**: Scale numerical features to have a mean of 0 and a standard deviation of 1.
 - Reference: Use for algorithms sensitive to feature scales (e.g., SVM, logistic regression).
- **Normalization**: Scale numerical features to a range of 0 to 1.
 - Reference: Use for features with widely varying scales.

9. Feature Engineering

- Create New Features: Combine existing features to derive new ones.
 - Reference: Extract useful insights from date-time (e.g., day of week, month).
- **Transform Features**: Apply transformations (e.g., log, exponential) to reduce skewness in data.
- Remove Irrelevant Features: Drop features that do not contribute to the target variable.

10. Split the Data

• **Train-Test Split**: Partition the dataset into training and testing subsets.

- Reference: Typically 70% for training and 30% for testing, depending on the dataset size.
- Stratify Data: Maintain class distribution in classification tasks to avoid biased splits.

11. Check for Multicollinearity

- Correlation Analysis: Identify highly correlated features using correlation matrices.
 - Reference: Features with high correlation (e.g., >0.85) may cause multicollinearity.
- Feature Removal: Drop one of the correlated features to reduce redundancy.

12. Final Verification

- Validate Dataset: Ensure no missing values, duplicates, or inconsistencies remain.
- Visualize Cleaned Data: Use box plots, histograms, and scatter plots to confirm data quality.
- Document Cleaning Steps: Maintain a log of all changes made to the dataset for reproducibility.