Transformation #6: Centering







Centering: Intuition

- There are times when centering one or more variables around their means is useful.
- For example, maybe the **intercept is meaningless** because **x cannot be 0** (e.g., predicting cholesterol based on weight → nobody has 0 weight). Centering the variable shows the effect of x when x is at its mean value (not zero).
- Also, when computing **interaction** variables of **2 continuous** variables x_1 and x_2 , the resulting interaction term x_1*x_2 is **problematic** for a number of reasons:
 - Scale invariance changing the scale of x_1 or x_2 (e.g., from feet to meters) will change the main effect size
 - \triangleright The product of $x_1^*x_2$ may generate severe multicollinearity
- Centering x_1 , x_2 and y with respect to their means helps $\rightarrow x_1^* = x_1 \overline{x}_1$; $x_2^* = x_2 \overline{x}_2$
- This is equivalent to shifting the Y and X axes to the Y and X means









→ To center a specific numeric column in the data set





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