

# Smart POS System for Efficient Sales and Inventory Management in Small Businesses

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*Abstract- Point-of-sale (POS) systems play a vital role in managing daily retail operations such as billing, payment processing, and inventory tracking. However, many traditional POS systems are limited to fixed locations, lack real-time data synchronization, and provide minimal flexibility for businesses to operate efficiently across multiple devices. These limitations particularly affect small and medium-sized enterprises, where efficiency and adaptability are critical. This project presents a Smart POS solution designed to enhance retail operations through automation and seamless system integration. The system is built using mobile technology, cloud-based infrastructure, and a centralized database, enabling users to access and manage operations from multiple devices. It ensures real-time synchronization of billing, inventory updates, and sales records, reducing delays and improving coordination among staff. Additionally, the system incorporates role-based access control to ensure secure usage by different types of users such as cashiers and administrators. By streamlining transaction handling and maintaining consistent data across the platform, the proposed solution improves operational reliability and simplifies retail management processes.*

**Keywords:** Smart Point of Sale System, Retail Process Automation, Real-Time Data Analytics, Inventory Control, Sales Tracking, Cloud-Based Systems, Data-Driven Business Decisions.

## I. INTRODUCTION

Retail businesses depend on seamless transactions, solid stock management, and dependable record-keeping to thrive. At the heart of this lies the point-of-sale (POS) system, which handles billing and sales—but too many older versions lock users in place, missing the agility needed for fast-paced settings or quick access to live data.

Small and medium enterprises often struggle with clunky manual logs, sloppy inventory checks, and scant analytics, leading to mistakes, slowdowns, and lost productivity. As mobile and cloud tools explode

in popularity, retailers crave POS upgrades that automate routines, allow remote use, and deliver on-the-spot insights—think QR-driven digital menus that ditch paper entirely and sharpen customer engagement.

Here, we outline a Smart POS build tailored to supercharge retail automation and real-time smarts. Drawing on mobile-first design and a unified database, it tackles billing, stock oversight, and sales flows with ease, while weaving in analytics to drive sharper decisions and stronger results.

## II. LITERATURE REVIEW:

Kim and Lim (2011)

Kim and Lim (2011) created a POS setup based on a remote client-server model, specifically for small outfits facing steep costs and upkeep hassles from old-school local servers.

Their simulations pitted remote databases—paired with local caching—against purely on-site options, showing clear gains in speed and savings. Overall, this method stands out as a smart, budget-friendly fix for modest retail operations.

Geraldine B. Mangmang (2018)

Mangmang (2018) upgraded POS systems with smart alerts for late payments and low stock warnings, building it out in Microsoft Visual Studio paired with SQL Server. She tested it against ISO/IEC 25010 benchmarks.

Findings highlighted sharper oversight of inventory and credit flows, boosting day-to-day efficiency. In short, these notification tweaks prove a game-changer for tracking payments and managing stock in retail setups.

Joko Santosa and Adhitomo Wirawan (2019)

Santosa and Wirawan (2019) rolled out a web-driven POS system fused with QR code tech to speed up transactions. They coded it in PHP, HTML, and MySQL on the XAMPP stack.

It handles key tasks like sales, stock control, and reports with ease. Outcomes pointed to smoother operations, better data management, and tighter security—proving QR-powered POS shines in retail settings.

Nilesh Waghmare and Sachin Chavan (2020)

Waghmare and Chavan (2020) explored POS systems in hotels and food services, zeroing in on handheld wireless gadgets. These tools streamline orders, billing, and kitchen handoffs.

They also handle payments, link up with accounting and stock systems, and spit out sales/performance reports. Bottom line: such setups lift service speed and guest satisfaction, though upfront costs remain a hurdle.

Patel Mark et al. (2025)

Patel Mark et al. (2025) dug into how cutting-edge POS systems shake up restaurant workflows. They spotlighted gains in speed, customer care, and profits via tools for handling orders, tracking stock, and crunching financials.

That said, hurdles like steep setup costs, staff training pains, and tech glitches persist. Still, the work makes clear these systems quicken service, tighten inventory grip, and boost diner happiness—while AI, cloud setups, and mobile tech pave the way ahead.

Bashini M and Akilan S S (2025)

Bashini and Akilan (2025) looked at how sharp inventory handling sharpens business performance. They zeroed in on goals like keeping stock just right, trimming expenses, and delighting customers.

The paper covers methods such as Just-in-Time (JIT), Economic Order Quantity (EOQ), and ABC analysis, plus cutting-edge tools like automation and live tracking. Key takeaway: nailing inventory control is a must for smooth operations and staying ahead of the pack.

Supattra Boonyong et al. (2025)

Boonyong et al. (2025) surveyed 400 food and beverage business owners on POS system uptake, uncovering strong buy-in fueled by clear perks and simple handling.

They also flagged how age, gender, and education levels shape usage habits. Takeaway: intuitive designs and obvious gains are key to winning over users.

Arie Handoko, TugaMauritsius (2026)

Handoko and Mauritsius (2026) applied the Technology Acceptance Model (TAM) and Theory of Planned Behavior (TPB) to unpack POS system uptake among small and medium enterprises, drawing from 390 survey responses. They pinpointed major drivers behind user buy-in.

Perceived usefulness and behavioral nudges stood out as top influencers, with ease-of-use playing a smaller role. Ultimately, the work underscores how user mindsets and outside pressures shape POS adoption.

### III. RESEARCH GAP:

A solid body of work confirms that POS systems deliver real gains in transaction processing, inventory tracking, and broader performance for small and medium-sized enterprises (SMEs). Researchers have pushed boundaries with innovations like cloud-hosted platforms, seamless digital payment gateways, and browser-based interfaces that promise greater reach and scalability.

That progress comes with catches, though. Many solutions still lean on expensive dedicated hardware, fiddly setup processes, or unwavering internet links—barriers that sideline resource-poor small businesses. Plus, the bulk of studies zero in on why people adopt these tools (think user behavior models and acceptance surveys) rather than rolling out dead-simple, practical builds that anyone can pick up and run with.

This leaves a clear opening: a low-cost POS system that empowers small business owners to juggle sales and stock without wrestling complex backends or

breaking the bank. Our approach fills that void head-on.

#### IV. METHODOLOGY:

##### 4.1 System Architecture

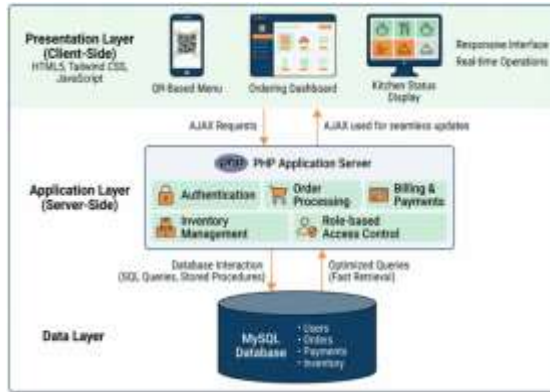


Fig. 1 System Architecture

The Restaurant POS system we've built follows a flexible three-tier web architecture, perfect for handling real-time demands in a busy restaurant setting.

##### Presentation Layer:

Here, we used HTML5 paired with Tailwind CSS to craft a sleek, responsive front end that works flawlessly on phones, tablets, or desktops. Key touches include QR code scanning for quick menu pulls and live dashboards tracking orders plus kitchen progress at a glance.

##### Application Layer:

PHP powers the middle tier, taking charge of essentials like logging users in securely, processing orders, generating bills, updating stock levels, and enforcing role-based permissions (say, waiter vs. manager). We wove in AJAX for those seamless updates—no clunky page refreshes needed.

##### Data Layer:

Everything ties into a single MySQL database holding user info, order histories, payment logs, and inventory snapshots. Smart query tweaks keep things zippy, even when the lunch rush hits and dozens pile in at once.

##### 4.2 Working of System

Our Restaurant POS system runs on a tight end-to-end process that keeps everything humming from the moment customers walk in until the daily reports close out. Real-time updates and role-specific permissions keep things accurate and efficient without anyone stepping on toes.



Fig. 2 Customer Activity

##### User Login and Role Assignment:

Team members punch in their login details and land straight on customized dashboards—waiters see tables, kitchen crew gets orders, managers pull reports. This setup locks down access tight, so everyone sticks to their lane securely.

##### Table Access via QR Code:

Waiters just see on web-app to pull up availability and the full digital menu—no fumbling with binders

or paper. It's fast, touch-free, and gets orders rolling in seconds.

#### Order Creation:

Picking items and quantities is a breeze; the system logs everything on the spot and pushes it along the line instantly for the next step.

#### Kitchen Processing:

Back in the kitchen, staff track a live feed of incoming orders, flipping statuses from "pending" to "preparing" to "ready." Waiters get pinged the moment plates are up, cutting wait times and mix-ups.

#### Billing and Payment:

When the meal wraps, bills pop out automatically, payments clear smoothly, and stock levels adjust right then—no manual tallies needed.

#### Inventory and Reporting:

Throughout, the system watches stock like a hawk, firing off low-inventory alerts and spitting out sharp reports on sales patterns or peak performers to guide smarter stocking and staffing calls.

In the end, this flow slashes busywork, syncs the whole team in real time, and ramps up restaurant productivity without breaking a sweat.

## V. TOOLS / TECHNOLOGY USED:

We put together the Restaurant POS system with an affordable, open-source tech stack that keeps things simple yet powerful for real-world use.

#### Frontend Technologies:

HTML5 lays out the core structure, while Tailwind CSS handles the styling to make everything look sharp and adapt seamlessly to phones, tablets, or full screens. JavaScript steps in with AJAX for those live updates—like order statuses flipping in real time—without forcing full page reloads those slow folks down.

#### Backend Technologies:

PHP (version 8+) runs the show behind the scenes, managing logins, role restrictions (waiter vs. manager), order flows, and billing calculations. For safe database talks, we rely on PDO with prepared

statements to block SQL injection risks and keep data handling rock-solid.

#### Database and Development Tools:

MySQL (version 8+) stores it all in well-organized tables, complete with indexing for speed and triggers to auto-sync inventory changes. During builds and tests, XAMPP with its Apache server made local setup a breeze—no fancy servers needed upfront.

This mix delivers a lightweight, secure system that's easy to deploy and scale for small restaurants without burning through cash.

## VI. RESULT AND ANALYSIS:

### 6.1 Results:

We successfully deployed the Restaurant POS system across all major modules, including authentication, order management, kitchen display, billing, inventory tracking, reporting, and user administration.

Role-based access control kept everything secure—users only saw and handled what fit their roles. The end-to-end workflow flowed seamlessly from QR-based order placement through kitchen processing, billing, and payments, with zero interruptions.

Inventory synced in real time (even for cancellations), and reports delivered spot-on sales data plus performance metrics for daily, weekly, monthly, or yearly views.

This cut manual tasks dramatically while centralizing restaurant operations into one efficient hub.

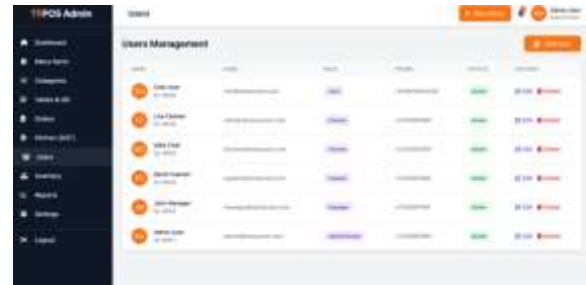


Fig. 3 User Management



Fig. 4 Inventory Management

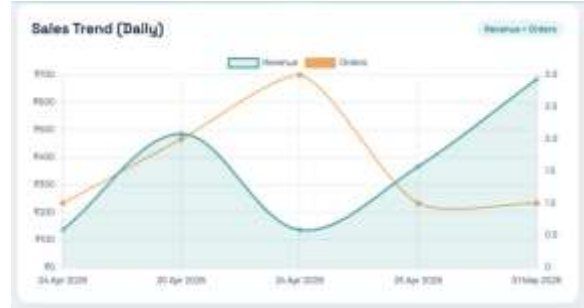


Fig. 7 Sales Trend

### 6.2 Analysis:

The system ties front-of-house, kitchen, and management teams together seamlessly, keeping restaurant operations running like clockwork.

1. Status tracking for orders boosts visibility and cuts down on miscommunications between staff.
2. Layered analytics deliver actionable insights to guide smarter sales and ops choices.
3. Role-based controls lock in security while holding users accountable.
4. Built-in inventory tools keep records consistent and waste to a minimum.

One drawback: it lacks long-term data tracking. Future enhancements could measure success through metrics like service speed, billing precision, and stock discrepancies.

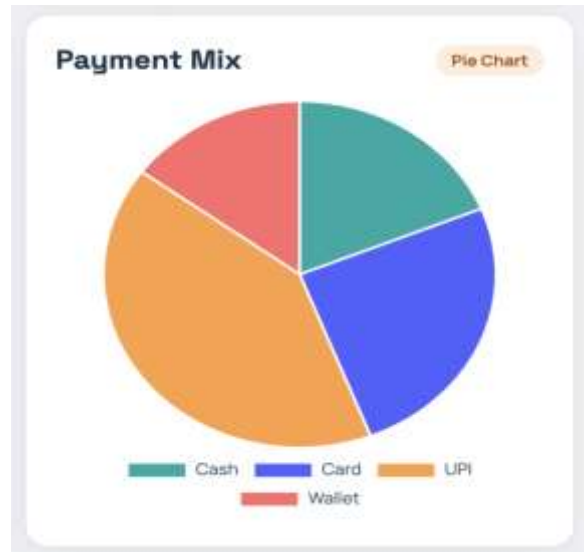


Fig. 8 Payment Mix



Fig. 5 Reports Dashboard



Fig. 9 Category Sales



Fig. 6 Hourly Demand



Fig. 10 Top Selling Items

VII. FUTURE SCOPE :

Looking ahead, the system holds plenty of room to grow with practical upgrades.

1. Hooking up digital payment gateways and third-party services would smooth out transactions and link everything more tightly.
2. Letting customers scan QR codes to order straight from their phones cuts wait times and lightens the load on waitstaff.
3. Building standalone mobile apps for the team would ramp up speed and make daily tasks even simpler on the go.

VIII. CONCLUSION :

This study delivers a smart POS system for restaurants, integrating orders, billing, inventory, and analytics into one efficient platform that boosts coordination and cuts waste.

Role-based access secures operations while keeping users accountable. Real-time tracking and insights drive better decisions on the spot.

It meets small to mid-sized restaurant needs well, with room for growth like multi-branch support. Overall, it's a practical, scalable upgrade for modern management.

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