

Revolutionizing Retail: Design and Implementation of an AI-Powered Autonomous Checkout System

Manisha Meghani

UG Scholar

Dept. of Electronics and Telecommunication Engineering Shri Shankaracharya Institute of Professional Management and Technology
Raipur, India

manishameghani246@gmail.com

Hemlata Sinha *

Associate Professor

Dept. of Electronics and Telecommunication Engineering
Shri Shankaracharya Institute of Professional Management and Technology
Raipur, India

h.sinha@ssipmt.com

corresponding Author: Hemlata Sinha, Email Address:h.sinha@ssipmt.com

Abstract—The implementation of AI-Powered Autonomous Checkout System represents a significant advancement in retail technology, aimed at revolutionizing the traditional checkout experience. This paper delves into the design and operational intricacies of an innovative AI-Powered Autonomous Checkout System and the impact of such a system on both customers and retail shops. This technology uses Artificial Intelligence and Internet of Things components to recognize products accurately and automate billing, which speeds up the checkout process. This study provides a deeper knowledge of the system's operation through in-depth insights into the checkout interface, sensor integration, and system architecture. The study also addresses the possible advantages of the AI-Powered Autonomous Checkout System, such as increased productivity, precise item identification, and happier customers. This research lays the path for future developments in the field by concentrating on the design and operational aspects, which add to a thorough understanding of AI technology's implementation in retail environments.

Keywords—AI-Powered Autonomous Checkout System, retail technology, Artificial Intelligence, Internet of Things, customer experience, operational efficiency, retail automation, checkout interface, SSTs

I. INTRODUCTION

The retail landscape is changing significantly; the old idea of shopping is becoming a more technologically driven, experience affair[1]. Traditional checkout processes in retail stores have long grappled with inefficiencies, notably characterized by the frustration of long queues and customer dissatisfaction[2]. Retailers are facing more challenges in designing checkout systems that improve customers' overall shopping experiences while simultaneously streamlining the checkout process[3]. In order to maintain profitability in the current competitive landscape, merchants must additionally invest in innovation and new technologies to ensure their long-term survival[4]. As a result, there is a growing emphasis on the implementation of innovative technologies and service delivery methods in the retail sector. This trend is

driven by the widespread adoption of self-service technologies, which enable customers to access services independently, without the need for direct interaction with employees[5].

In this paper, an AI-Powered Autonomous Checkout System is proposed as a visionary solution, seeking not only to expedite the checkout process but also to enhance overall transaction efficiency in the retail environment. The AI-Powered Autonomous Checkout System operates through a sophisticated blend of machine learning and IoT components. Its primary goal is to make the checkout process in retail stores seamless and efficient by recognizing products and automating billing.

II. RELATED WORK

A. Evolution of Self-Checkout Systems

In the contemporary retail landscape, customer experience is paramount. Self-checkout systems have emerged as a significant contributor to enhanced satisfaction[6]. This positive sentiment is rooted in the system's ability to streamline transactions, reduce waiting times, and empower customers with a greater sense of control[7]. The convenience and efficiency offered by self-checkout contribute to a positive emotional response. The self-service nature aligns with the modern consumer's desire for autonomy and speed. Additionally, self-checkout systems accommodate varying customer preferences, such as language customization options, reinforcing their role in providing a personalized and satisfactory shopping experience. Previous studies have demonstrated a significant adoption rate of self-service checkout technologies (SSTs). According to research conducted by Duarte, Silva, Linardi, and Novais, a majority of participants, 79.3%, reported having utilized SSTs, indicating widespread engagement with this technology. Additionally, a noteworthy 76.4% expressed loyalty to SSTs, challenging conventional expectations and suggesting a positive user experience[7].

B. Customer Retention and Market Dynamics

The strategic importance of self-checkout systems in retaining customers is evident. According to a 2022 Statista survey, over half of US and UK convenience shop and pharmacy owners fear that if their establishments don't have scan-and-pay alternatives, customers would go to their competitors. In an era where consumers prioritize convenience and seamless transactions, the absence of self-checkout options may lead to a loss of customers to competitors embracing this technology [8].

C. Expansion Among Retailers

The adoption of self-checkout systems by major retailers such as Walmart, Target, IKEA, Home Depot, Costco, and Kroger demonstrate the adaptability and efficiency of this technology. These prominent figures in the industry function as case studies for the effective integration and deployment of self-checkout systems, establishing standards for the larger retail industry and promoting further acceptance. According to a report, the global market for self-checkout systems was estimated to be worth USD 3,865.8 million in 2022 and is projected to increase at a compound annual growth rate (CAGR) of 13.4% from 2023 to 2030[9]. Retailers are using a range of self-service technologies (SSTs) at a faster pace in an effort to save costs, boost value, and enhance customer experience [10].

D. Key Advantages Driving Adoption

1) *Enhanced Customer Experience:* Self-checkout systems significantly contribute to an improved overall customer experience by providing shoppers with greater control and flexibility. The self-service nature caters to diverse customer preferences, particularly those valuing speedy checkout and minimal human interaction. The average time for customers to check out using a self-checkout machine is just under 4 minutes, contributing to a seamless and efficient shopping [6].

2) *Increased Store Capacity:* One major benefit that self-checkout systems catch the attention of merchants looking to maximize physical space is their spatial efficiency. There can be more checkouts in a given location since traditional checkout registers take up more room than their self-checkout equivalents. Significant real estate cost reductions are possible for small stores, while major retail chains can maximize space use by strategically placing self-checkout systems.

3) *Enhanced Staff Productivity:* The research identifies heightened worker productivity as a crucial operational advantage. Retailers can minimize expenses related to extra cashier staffing during slow periods by optimizing staffing numbers with a single person overseeing numerous kiosks concurrently. Staff members may focus their energies on activities that improve the overall shopping experience when the business is run efficiently, which promotes a clean and friendly atmosphere [11].

4) *Shorter Lines and Faster Checkout:* Efficiency was shown to be the main motivator for customers to use self-checkout. Candidates view the self-machine as a means of expediting transactions, avoiding lengthy lines, and saving time[12]. Self-checkout counters provide a practical solution, offering a faster and more efficient alternative to traditional cashier-led transactions. Reducing wait times at checkout is directly correlated with improved customer satisfaction[11].

E. Evolution of Billing Machines

The evolution of billing machines has undergone significant transformations, from the rudimentary manual cash registers of the early 20th century to the sophisticated digital solutions of today. Beginning with manual cash registers, which introduced the concept of automating billing processes, the transition to electronic cash registers in the latter half of the century improved transaction accuracy. The advent of integrated POS systems in the late 20th and early 21st centuries revolutionized billing functions, incorporating features like inventory management and CRM. The digital revolution brought touchscreen interfaces

and cloud-based storage, while the rise of mobile POS solutions enabled transactions anywhere. Contactless payments and biometric authentication addressed consumer demands for convenience and security. Modern billing machines leverage data analytics for informed decision-making, and the future promises further innovation with AI, ML, and blockchain technology to enhance predictive analytics and transaction security.

The progression outlined in the literature, connected to the AI-Powered Autonomous Checkout System, resonates with the development trajectory of modern retail technology. From manual cash registers to sophisticated POS systems, the evolution of billing machines aligns with the advancements in retail technology. The AI-Powered Autonomous Checkout System, integrating machine learning and IoT components, represents a contemporary leap in the quest for streamlined, efficient checkout processes.

This comprehensive review sets the stage for the subsequent chapters, offering a foundation for understanding the development and implementation of the AI-Powered Autonomous Checkout System in the retail landscape.

III. METHODOLOGY

A. Hardware and Software Requirements

B. HARDWARE REQUIREMENTS

S. No.	Hardware Components	S. No.	Hardware Components
1.	Raspberry Pi 3B+	5.	White LED light strip
2.	Load Cell (0-5 kg)	6.	9V Battery and

			Connecting wires
3.	HX711 module	7.	Plywood (30 cm x 24 cm – 2 pcs and 34 cm x 30 cm – 2 pcs)
4.	5MP Raspberry Pi 3/4 Model B Camera Module Rev 1.3	8.	Acrylic sheet

TABLE I. SOFTWARE REQUIREMENTS

S. No.	Software
1.	Edge Impulse Studio for Machine Learning model development
2.	Raspberry Pi OS Legacy (64 bit) with desktop
3.	Microsoft Visual Studio Code for code development and management

C. Data Acquisition and Preparation

The data acquisition process remained consistent with the use of a Raspberry Pi 3B+. A diverse dataset was crucial for training the machine learning model, encompassing various angles and zoom levels of products found in shops. Existing datasets were uploaded, and each image was labeled with corresponding product names, such as Apple, Tomato, Parachute, etc. The dataset, comprising approximately 40 images per object, aimed to provide a robust foundation for training.

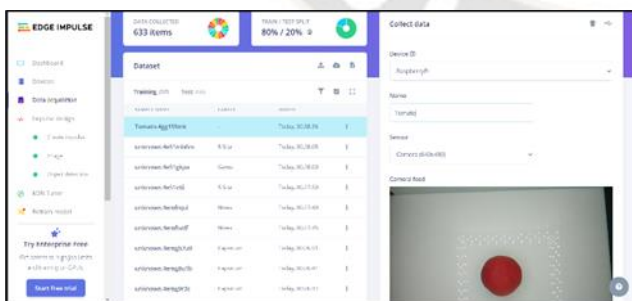


Fig. 1. Data acquisition using Edge Impulse

1) *Labeling Data*: The labelling process involved associating each image with the correct product label. The labeling queue displayed unlabeled data, and a combination of manual labeling and automated object tracking facilitated

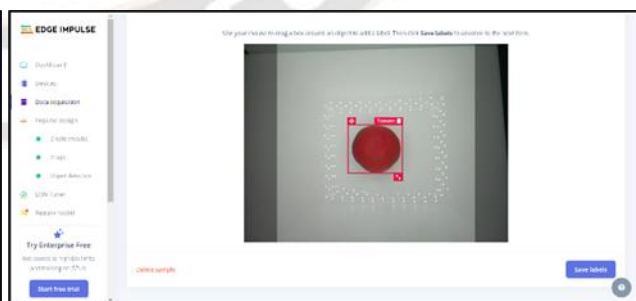


Fig. 2. Labeling data using Edge Impulse

efficiency. After completing the labeling process, the dataset was ready for subsequent stages.

2) *Designing the Impulse*: The design of the impulse on the Raspberry Pi 3B+ involved configuring image size,

selecting preprocessing blocks, and determining learning blocks. The 'Images' preprocessing block adjusted image size and converted data into a features array. For learning, a 'Transfer Learning' block was utilized, leveraging pre-trained models to enhance efficiency.

3) *Feature Generation and Visualization*: Feature generation included resizing data and applying the specified processing block. The 17 Feature Explorer provided a 3D

visualization of the dataset, aiding in understanding the relationships within the data.

4) *Model Testing and Validation*: The model underwent testing using a dedicated dataset to validate its real-world applicability and prevent overfitting. Classifying data and assessing precision were key steps in ensuring the model's effectiveness.

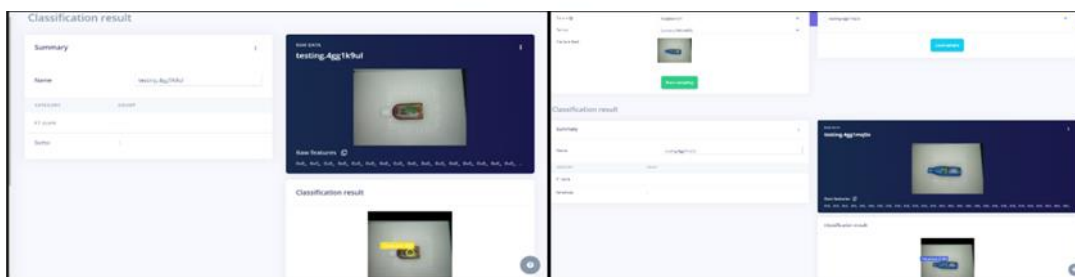


Fig. 3. Live classification of object 1

Fig. 4. Live classification of object 2

D. Deployment to Raspberry Pi 3B+

The model was deployed to the Raspberry Pi 3B+ following the necessary software setup, including Edge Impulse Linux and associated dependencies. The Raspberry Pi Camera Module was activated, and the trained model was downloaded for local deployment.

Hardware integration included the Raspberry Pi 3B+, camera module, load cell, HX711 breakout, and a white LED light strip. The calibration of the load cell ensured accurate weight measurements. Wiring and connections followed the schematic shown in Fig. 5.

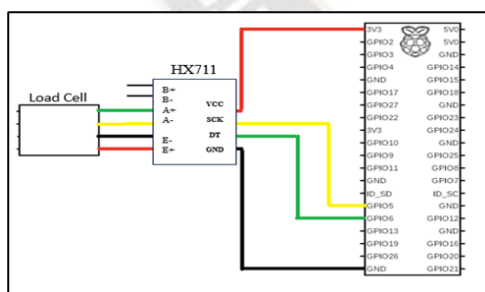


Fig. 5. Schematic diagram for connecting Load cell and HX711 module to Raspberry Pi

E. Cabinetry and Component Placement

The physical setup involved creating a cabinet from plywood, carefully measuring and placing components such as the load cell, camera module, and LED light strip. The Raspberry Pi 3B+ was securely housed with proper

ventilation, and necessary holes were made for component connections.

F. Calibration

Connecting the load cell and HX711 module to the Raspberry Pi according to the schematics, a calibration process is initiated using the Python code. This process determines the ratio specific to the load cell being used, which is then incorporated into the main code.

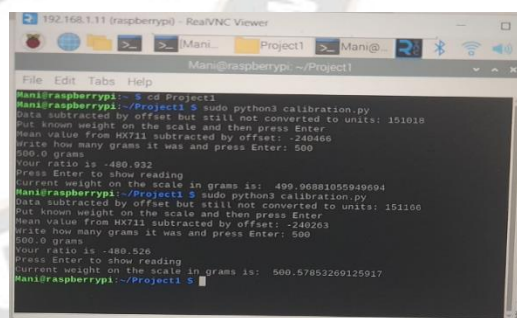


Fig. 6. Output of the program for calibrating load cell

G. Checkout Interface

The final system provided a seamless checkout interface with the camera capturing product images, the machine learning model recognizing them, and the load cell measuring the weight. The methodology aimed to create an efficient autonomous checkout system, combining machine learning with hardware components for a comprehensive solution.

The subsequent chapter will delve into the results evaluating the performance and implications of the AI-Powered Autonomous Checkout System, considering the changes in components.

IV. RESULTS

The machine learning model, trained with 1000 images using Edge Impulse, achieved a 92.98% accuracy rate in recognizing 25 different items. Simultaneously, the load cell, calibrated to measure up to 5 kg, exhibited a commendable 99% accuracy in weight measurements. These results underscore the effectiveness of the integrated system in both product recognition and weight monitoring.

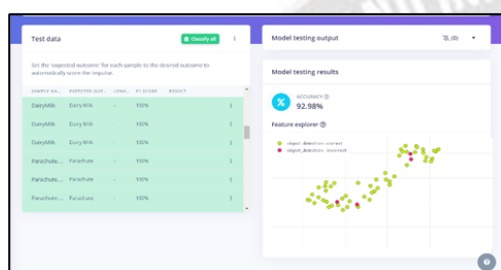


Fig. 7. Model Testing

The seamless integration of hardware components, including the Raspberry Pi 3B+, camera module, load cell, HX711 breakout, and white LED light strip, played a pivotal role in the success of the intelligent shopping system. The schematic for wiring and connections facilitated effective communication among components, forming a cohesive solution.

The system demonstrated scalability, successfully handling a diverse dataset and accurately detecting multiple products. The 80/20 split for training and testing ensured robust evaluation, contributing to the system's adaptability for deployment in larger retail environments.

The 92.98% accuracy in object detection indicates the model's proficiency in recognizing products, utilizing RGB values for precise identification. The use of Edge Impulse simplified the machine learning development process, making it accessible even for beginners. Successful collaboration among components ensures the cohesive operation of the entire system.

Future considerations include scaling the system for larger retail environments and enhancing the dataset for more diverse product recognition. Acknowledging limitations, such as sensitivity to lighting conditions, highlights areas for improvement. Ongoing efforts in refining the machine learning model and system components

are crucial for addressing these limitations and enhancing overall performance.

TABLE II. DATASET

S. No.	Label	No. of images	No. of images for training	No. of images for testing
1.	Apple	40	33	7
2.	Banana	40	33	7
3.	Dairy Milk	40	32	8
4.	Kitkat	40	34	6
5.	5 Star	40	33	7
6.	Dot & Key	40	31	9
7.	Lays	40	33	7
8.	Capsicum	40	33	7
9.	Eno	40	32	8
10.	Gems	40	31	9
11.	Parachute	40	29	11
12.	Tomato	40	33	7
13.	Dettol	40	31	9
14.	Fogg	40	33	7
15.	Lemon	40	32	8
16.	Monaco	40	32	8
17.	Nivea	40	32	8
18.	Pudin Hara	40	33	7
19.	Vaseline	40	32	8
20.	Volini	40	31	9
21.	Whitotone	40	31	9
22.	Biscafe	40	33	7
23.	Maggi	40	33	7
24.	Orange	40	30	10
25.	Little Hearts	40	33	7
	Total	1000	803	197

V. CONCLUSION

The development of the intelligent shopping system represents a significant stride towards revolutionizing the retail experience. By combining machine learning and IoT technologies, the system provides an innovative solution for automating the product recognition and checkout processes. The integration of a load cell for weight measurement adds a valuable dimension to the shopping experience. The successful implementation of the Edge Impulse platform on the Raspberry Pi 3B+ showcases the feasibility of deploying machine learning models on edge devices.

With rigorous testing involving a diverse dataset of 1000 images and a robust 80/20 training-testing split, the object

detection model has demonstrated a commendable accuracy of 92.98%. The load cell's capability to measure up to 5 kg ensures suitability for a wide range of products.

In conclusion, AI-Powered Autonomous Checkout System presents a promising solution for the retail industry, leveraging cutting-edge technologies for a more efficient and engaging shopping process.

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