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## **Project Proposal**

**On**

# **Employee Payroll Management System**

**Session: 2025-2026**

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# **1.Title of the Project**

Employee Payroll Management System
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## **2. Introduction**

The Employee Payroll Management System is an automated software solution designed to handle payroll calculations for employees in an organization. The system aims to reduce human errors and improve the accuracy and efficiency of payroll processing. The system automates the process of calculating salaries, deductions, bonuses, taxes, and generating payslips. It is integrated with an SQL database for storing employee and payroll data, with Java providing the logic for data processing and interaction with the database.

This system will also help HR departments by providing useful features such as attendance tracking, tax management, and payroll reports, ensuring compliance with the latest tax laws and company policies.

## **3. Objective**

The main objectives of the Employee Payroll Management System are:

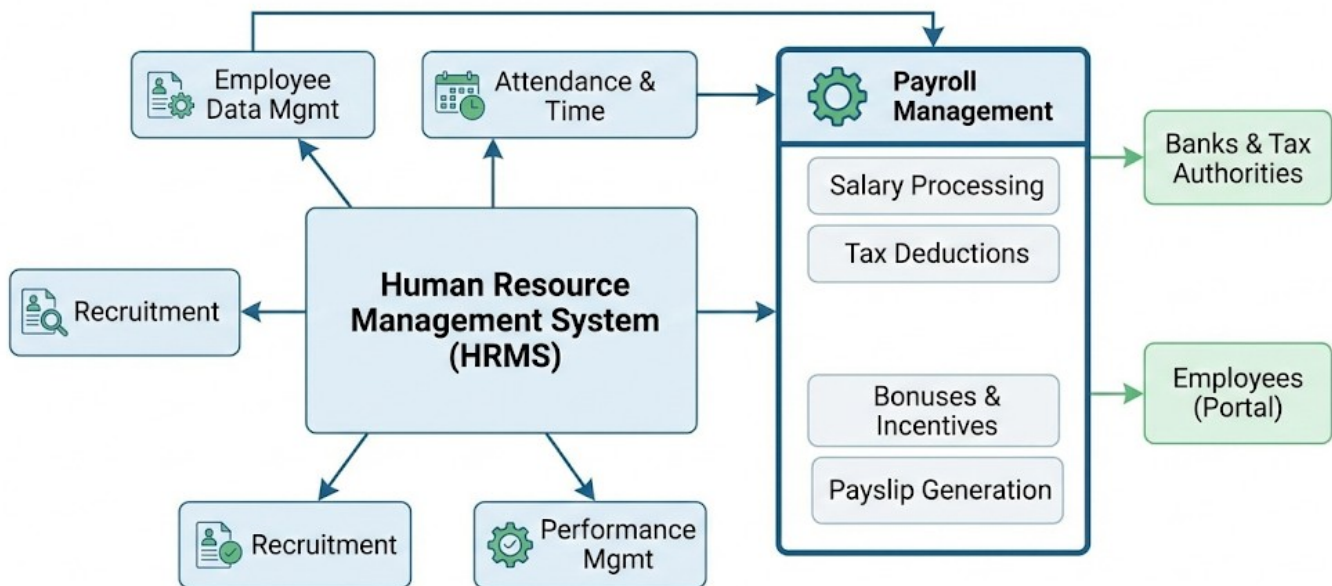
1. To automate payroll calculations including salary, overtime, bonuses, and tax deductions.
2. To manage and store employee details such as personal information, job roles, and salary structure.
3. To generate payslips and detailed reports for employees and management.
4. To track employee attendance and calculate impact on payroll based on working hours.
5. To ensure data security and compliance with local tax regulations.

6. To provide user-friendly features for HR personnel to easily manage payroll tasks.

## **4. Project Category**

This project falls under the Human Resource Management Systems (HRMS) category, specifically focusing on Payroll Management

### **HRMS with Focus on Payroll Management**



## **5. Analysis**

## PAYROLL SYSTEM MODULES ANALYSIS DIAGRAM



### Modules and Description

#### 1. Employee Management Module :

Description : Manages the employee records such as personal details (name, job title, contact info), department, salary structure, and attendance.

Key Features : Add/Edit/Delete employee records, View employee details.

#### 2. Attendance Management Module :

Description : Keeps track of employee attendance, including absences, overtime, and work hours.

Key Features : Record daily attendance, overtime, and calculate hours worked.

#### 3. Payroll Calculation Module :

Description : Automates the calculation of employee salaries, including gross salary, deductions (tax, insurance), bonuses, and net salary.

Key Features : Calculate gross pay, deductions, tax calculations, generate payslips.

#### 4. Tax and Deductions Module :

Description : Calculates tax deductions and other statutory deductions based on the employee's salary and applicable tax laws.

Key Features : Deduct taxes, insurance premiums, retirement fund contributions.

## 5. Bonus Management Module :

Description : Manages employee bonuses, including performance bonuses and annual bonuses.

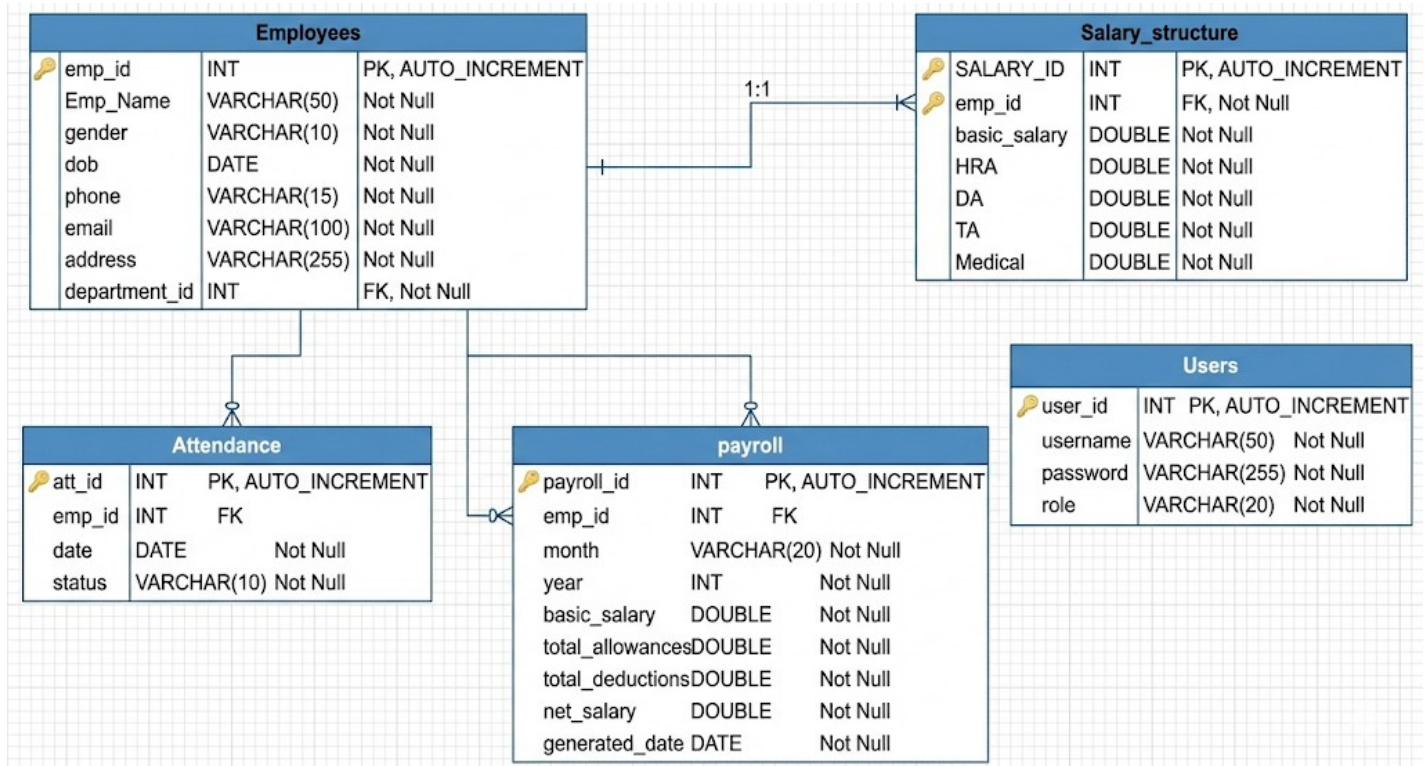
Key Features : Assign bonuses, calculate bonus payouts.

## 6. Reporting Module :

Description : Generates various reports such as payslips, tax deduction reports, payroll summaries.

Key Features : Generate payslips, tax reports, and management payroll reports.

# Database Design



The database will consist of the following tables:

### 1. Employees Table

Field Name	Data Type	Properties
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Emp_id	INT AUTO_INCREMENT	Primary Key
Emp_Name	VARCHAR(50)	Not Null
Gender	VARCHAR(10)	Not Null
DOB	DATE	Not Null
Phone	VARCHAR(15)	Not Null
Email	VARCHAR(100)	Not Null
Address	VARCHAR(255)	Not Null
Department_id	INT	Not Null , Foreign Key

## **2. Departments Table**

FIELD NAME	DATA TYPE	PROPERTIES
DEPARTMENT_ID	INT AUTO_INCREMENT	Primary Key
DEPARTMENT_NAME	VARCHAR(50)	Not Null

## **3.Salary\_structure Table**

### **Basic salary + allowances**

FIELD NAME	DATA TYPE	PROPERTIES
SALARY_ID	INT AUTO_INCREMENT	Primary Key
Emp_id (FK)	INT	Not Null
Basic_salary	DOUBLE	Not Null
HRA	DOUBLE	Not Null
DA	DOUBLE	Not Null
TA	DOUBLE	Not Null

Medical	DOUBLE	Not Null
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#### **4. Attendance Table**

**Attendance record (for salary calculation)**

FIELD NAME	DATA TYPE	PROPERTIES
Attendance_id (PK)	INT AUTO_INCREMENT	Primary Key
Emp_id (FK)	INT	Foreign Key
Date	DATE	Not Null
status	VARCHAR(10)	Not Null

#### **5. payroll Table**

**Salary generation details**

FIELD NAME	DATA TYPE	PROPERTIES
payroll_id (PK)	INT AUTO_INCREMENT	Primary Key
emp_id (FK)	INT	Foreign Key
month	VARCHAR(20)	Not Null
year	INT	Not Null
basic_salary	DOUBLE	Not Null
total_allowances	DOUBLE	Not Null
total_deductions	DOUBLE	Not Null
net_salary	DOUBLE	Not Null
generated_date	DATE	Not Null

#### **6. Uers Table (Login purpose)**

**Admin login / HR login**

FIELD NAME	DATA TYPE	PROPERTIES
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user_id (PK)	INT AUTO_INCREMENT	Primary key
username	VARCHAR(50)	Not Null
password	VARCHAR(255)	Not Null
role	VARCHAR(20)	Not Null

## **ER Diagram**

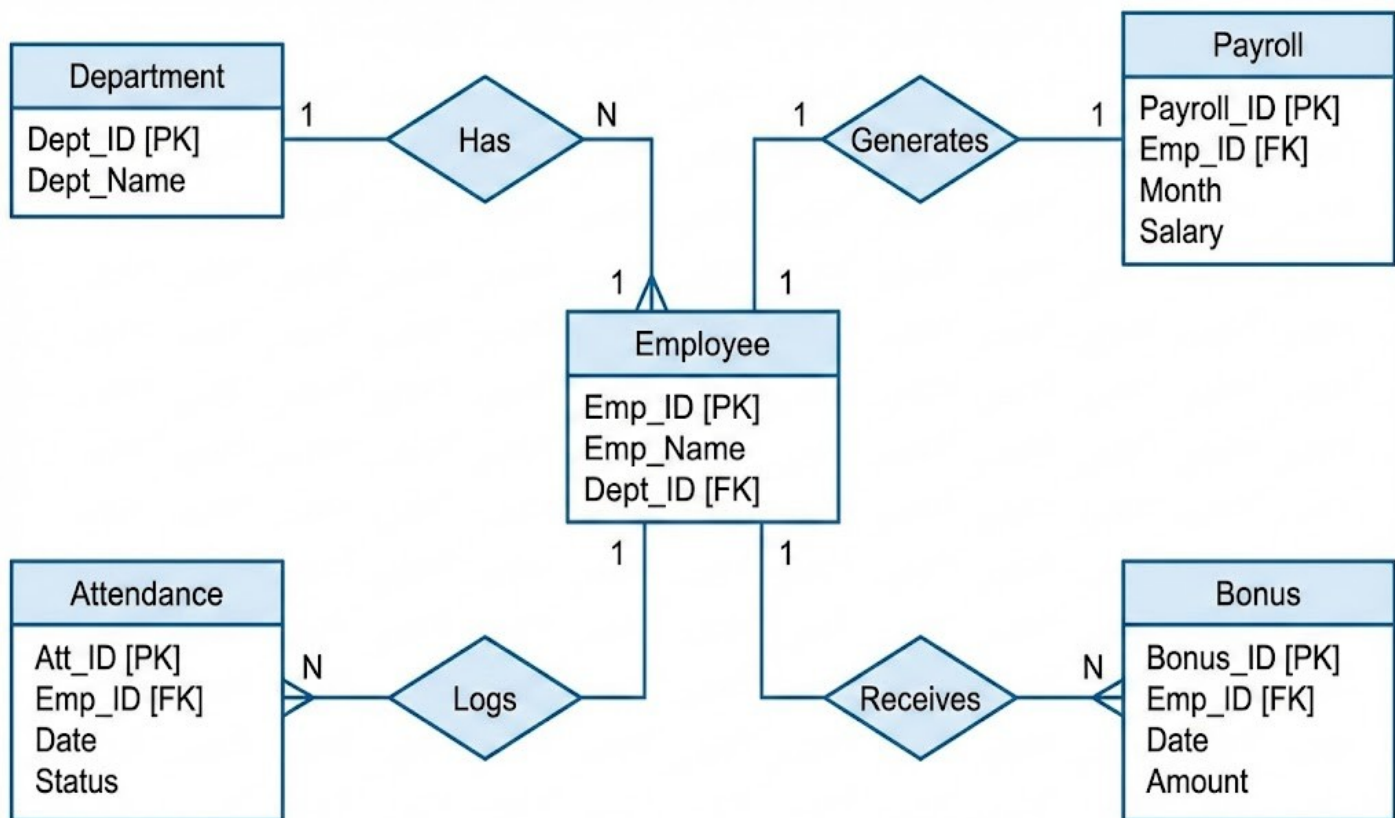
The Entity-Relationship Diagram (ERD) represents the relationships between the system's entities:

Employee table is connected to Payroll (one-to-one, since one payroll record is generated per employee per month).

Employee table is connected to Attendance (one-to-many, since an employee can have multiple attendance records).

Employee table is connected to Bonus (one-to-many, as an employee can receive multiple bonuses).

Department table is connected to Employee (one-to-many, multiple employees can belong to one department).

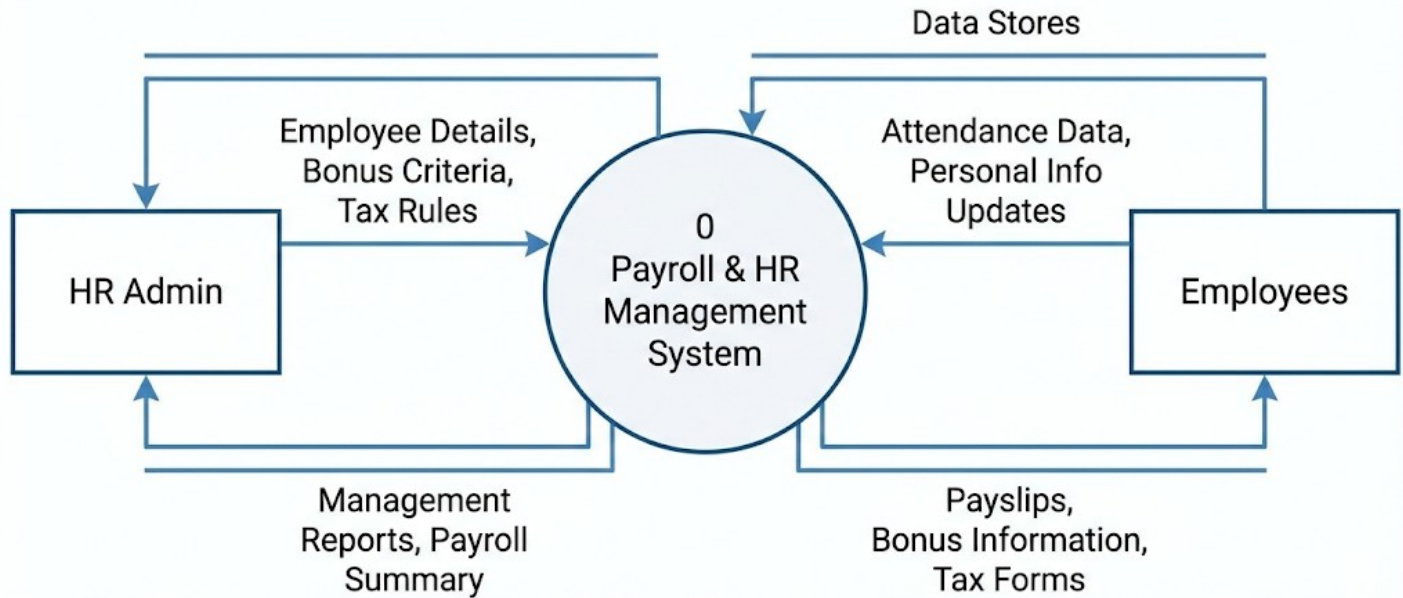


**ER- Diagram**

## **Data Flow Diagram (DFD)**

Level 0 DFD for the system will show the interaction between different modules:

## Level 0 DFD (Context Diagram): Payroll & HR Management System



Level 1 DFD for the system will show the interaction between different modules:

External Entities : HR Admin, Employees.

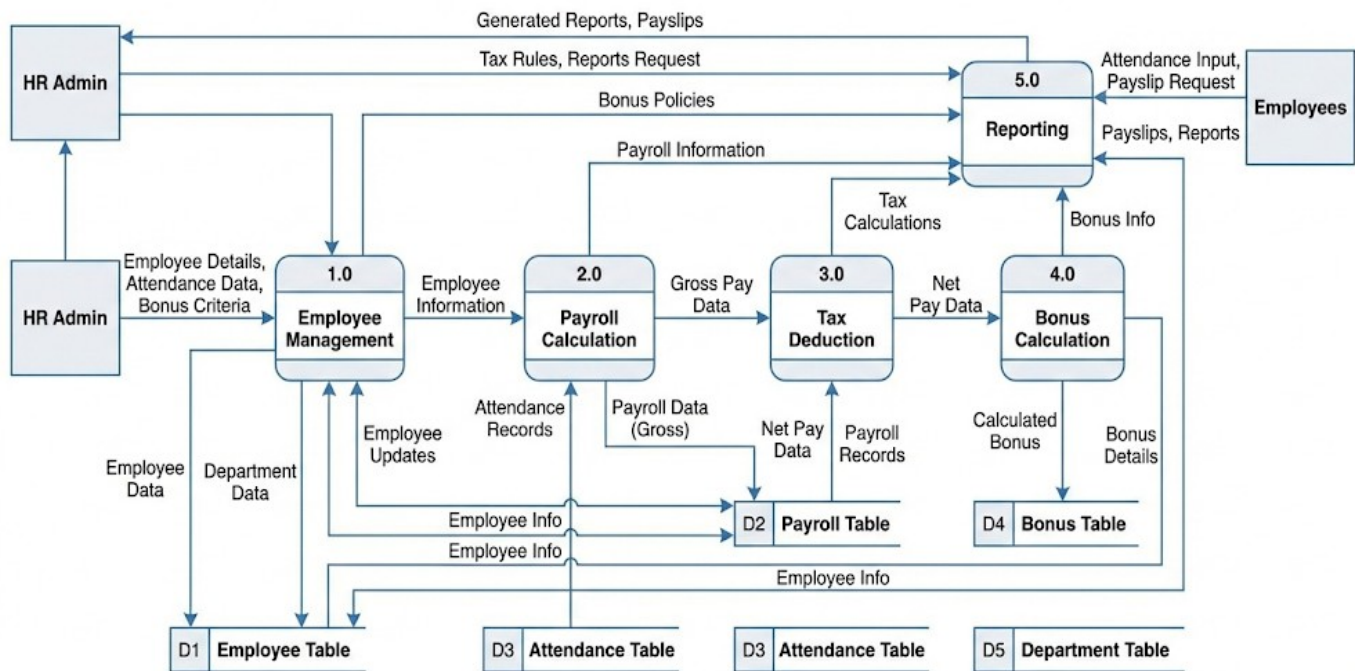
Processes :

Employee Management, Payroll Calculation, Tax Deduction, Bonus Calculation, Reporting.

Data Stores :

Employee Table, Payroll Table, Attendance Table, Bonus Table, Department Table.

## Level 1 DFD: HR Management System

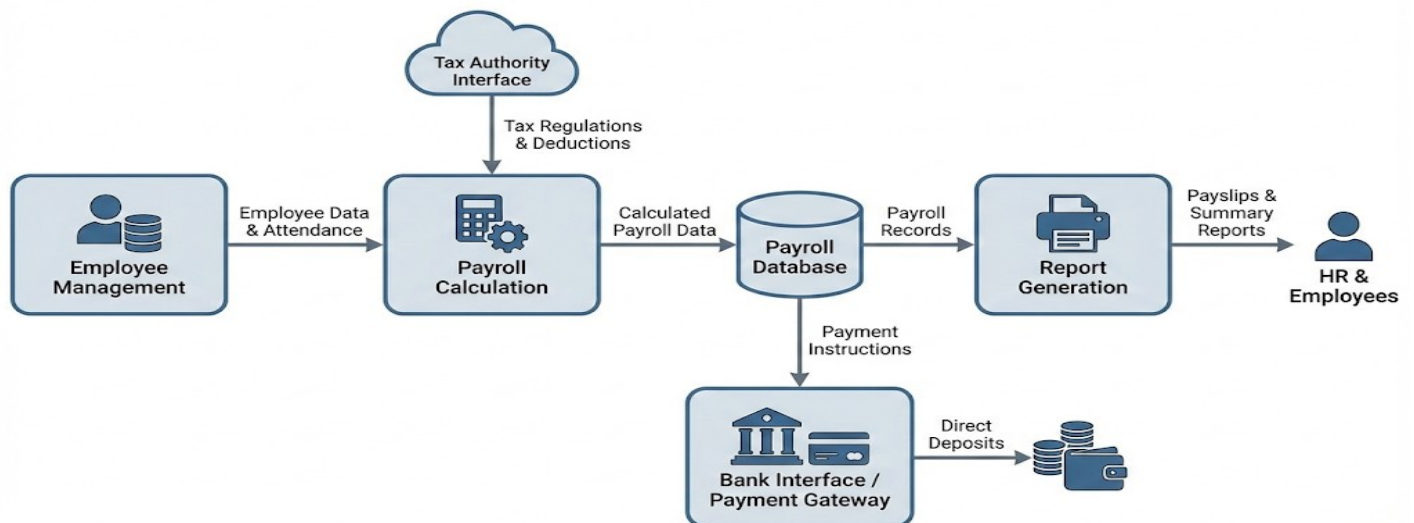


## 6. Complete Structure

### Process Logical Diagram

A Process Logical Diagram will visually represent the workflow of payroll processing in the system, detailing the interactions between modules like employee management, payroll calculation, and report generation.

### Payroll Processing System: Process Logical Diagram



## **7.Platform Used**

### **Hardware Requirements**

Processor : Intel Core i3 or higher  
RAM : 4GB or more  
Hard Drive : 500GB or more  
Monitor : Minimum 15-inch display  
Printer : For printing payslips and reports

### **Software Requirements**

Operating System : Windows 10/11 or Linux  
Java : JDK 8 or higher  
Database : MySQL  
IDE : Eclipse/IntelliJ IDEA  
JDBC Driver : MySQL JDBC Driver for database connectivity

## **8. Future Scope**

The future scope of the Employee Payroll Management System includes:

Integration with Accounting Systems : Automating the transfer of payroll data to accounting systems for financial reporting.

Web-based Interface : Moving the system to a web-based platform for easier access and management.

1. Employee Self-service Portal : Allowing employees to log in and view payslips, tax reports, and request leave online.
2. Advanced Reporting : Adding features like graphical payroll summaries, year-end tax summaries, and more.

## **9. Bibliography**

1. Go through GeeksforGeeks - [www.geeksforgeeks.org](http://www.geeksforgeeks.org) fro get some other information about JAVA and MYSQL
- 2.Go Through some other Software Tools for this MySQL Server & Workbench and Java SE Development Kit (JDK), Oracle Corporation.
- 3.[<https://www.oracle.com/java/>](<https://www.oracle.com/java/>)

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