OCR System Architecture for Automated Invoice Processing

EURON

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One common and impactful use case for OCR is **automated invoice processing**, where invoices from different vendors are scanned, digitized, and stored in a structured database for further analytics.

◆ Architecture Components and Flow

- 1. **Document Ingestion**
 - o Sources: PDFs, Scanned Images, Emails, Mobile App Uploads, FTP/S3 Buckets
 - o **Tools**: Apache NiFi / AWS Lambda / Azure Logic Apps
 - o **Preprocessing**: Image enhancement, noise reduction (OpenCV, PIL, Tesseract)
- 2. OCR Engine
 - Text Extraction: Google Tesseract / AWS Textract / Azure OCR / Google Vision API
 - Handwriting Recognition (if required): TensorFlow/Keras-based CNN-LSTM model
 - Table Detection & Structure Extraction: LayoutLM / Detectron2 for structured invoices
- 3. Post-OCR Processing & Validation
 - Regex-based or NLP-based Text Cleaning (Removing unwanted text, special characters)
 - Field Mapping & Entity Recognition: NER (Named Entity Recognition) using SpaCy/BERT
 - o Spell Check & Correction: SymSpell / BERT-based sequence correction
- 4. Database & Storage
 - o NoSQL Database (MongoDB/Elasticsearch) for fast search & indexing
 - SQL Database (PostgreSQL/MySQL) for structured storage
 - o Data Lake (AWS S3/Azure Blob Storage) for raw documents
- 5. Fraud Detection & Anomaly Detection
 - o Rule-Based and ML-Based (Random Forest/XGBoost)
 - Graph-Based Anomaly Detection (Neo4j for detecting duplicate/fraudulent invoices)
- 6. Integration with Downstream Systems
 - o ERP Systems (SAP, Oracle, QuickBooks, NetSuite, Salesforce, Zoho, etc.)
 - o BI Dashboards (Tableau/Power BI) for reporting
- 7. APIs & Microservices Layer
 - FastAPI / Flask / Django for exposing OCR services
 - o Kafka / RabbitMQ for event-driven processing
 - **o** Webhook Integration for real-time notifications