#### Introduction

The Salary Management System is a database project developed using PostgreSQL to efficiently manage employee salaries, bonuses, and deductions. This system provides a structured way to track financial transactions related to employee compensation.

## **Objectives**

The primary objectives of this project are:

- To maintain an organized structure for employee salary management.
- To provide an easy way to track employee base salaries, bonuses, and deductions.
- To automate salary calculations and generate net salary reports.

#### Database Schema

The system consists of the following relational tables:

# 1. Departments Table

- Stores department details.
- Attributes: dept\_id, dept\_name.

# 2. Employees Table

- Maintains employee information.
- Attributes: emp id, emp name, emp email, hire date, dept id.

#### 3. Salaries Table

- Records base salary information for employees.
- Attributes: salary id, emp id, base salary, pay date.

## 4. Bonuses Table

- Tracks bonuses awarded to employees.
- Attributes: bonus\_id, emp\_id, bonus\_amount, bonus\_date.

# 5. Deductions Table

- Captures deductions applied to employees' salaries.
- Attributes: deduction id, emp id, deduction amount, deduction date.

## Data Relationships

• Each employee belongs to a department.

- Each salary entry is linked to a specific employee.
- Bonuses and deductions are tied to employees to compute their net salary.

### Features and Benefits

- Automated salary computation for accurate net pay calculation.
- Secure data relationships with referential integrity.
- Ease of maintenance with structured schema design.
- Scalability to accommodate new employees and transactions.

### Conclusion

This Salary Management System ensures seamless payroll processing and financial tracking for employees. It showcases PostgreSQL capabilities in managing structured data with efficient querying, making it a valuable project for HR and finance departments.