

PROJECT WORK

SMART INVENTORY MANAGEMENT SYSTEM FOR SMALL WAREHOUSES

AIM:- The Smart Inventory Management System in a Cyber-Physical System (CPS) aims to revolutionize warehouse management by automating and optimizing inventory tracking and control. By integrating physical and computational components, the system enables real-time monitoring and control, allowing for swift responses to changing demands. Through advanced data analytics and machine learning, the system improves efficiency, accuracy, and decision-making, ultimately enhancing overall supply chain management. This harmonization of physical and digital elements creates a more agile, responsive, and intelligent inventory management system, capable of streamlining operations and driving business success.

PROBLEM STATEMENT: - "Inefficient and inaccurate inventory management in warehouses leads to stockouts, overstocking, and wasted resources, resulting in decreased productivity, increased costs, and reduced customer satisfaction. Current systems lack real-time visibility, automation, and data-driven insights, making it challenging to respond quickly to changing demands, manage complex supply chains, and optimize inventory levels. A Smart Inventory Management System in a Cyber-Physical System is needed to integrate physical and computational components, enable real-time monitoring and control, and leverage data analytics and machine learning to optimize inventory management and improve overall supply chain performance."



PROJECT DESIGN SPECIFICATION:-

System Requirements:

- 1. Real-time inventory tracking and monitoring
- 2. Automated inventory reporting and alerts
- 3. Data analytics and machine learning for demand forecasting and optimization
- 4. Integration with existing warehouse management systems (WMS) and enterprise resource planning (ERP) systems
- 5. Scalability and flexibility to accommodate changing inventory levels and product lines
- 6. User-friendly interface for warehouse staff and management
- 7. Cybersecurity measures to protect sensitive data and prevent unauthorized access

Hardware Components:

- 1. RFID tags or sensors for inventory tracking
- 2. IoT devices for real-time monitoring and data collection
- 3. Gateways for data transmission and communication
- 4. Servers for data storage and processing

Software Components:

- 1. Inventory management software with real-time tracking and reporting capabilities
- 2. Data analytics and machine learning algorithms for demand forecasting and optimization



- 3. Integration APIs for connecting with existing WMS and ERP systems
- 4. User interface software for warehouse staff and management

System Architecture:

- 1. Distributed architecture with IoT devices and gateways at the edge
- 2. Centralized data storage and processing in the cloud or on-premise servers
- 3. Real-time data transmission and communication between components

Performance Metrics:

- 1. Inventory accuracy and tracking efficiency
- 2. Response time for inventory queries and reports
- 3. Forecasting accuracy and optimization effectiveness
- 4. System uptime and reliability
- 5. User adoption and satisfaction rates.

Security Requirements:

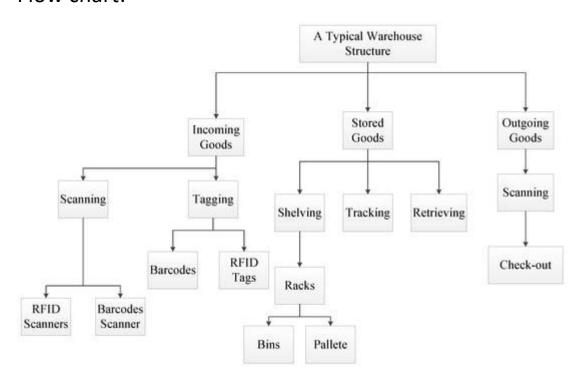
- 1. Authentication and authorization for user access
- 2. Data encryption for secure transmission and storage
- 3. Regular security audits and vulnerability assessments
- 4. Compliance with industry-specific regulations (e.g. GDPR, HIPAA)

Data Management:

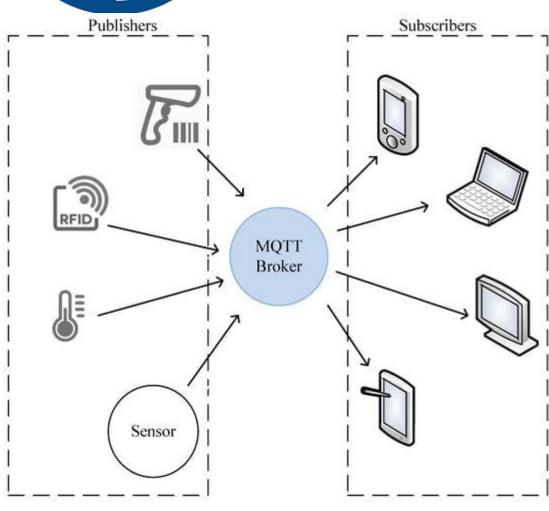


- 1. Data warehousing for historical inventory data
- 2. Data analytics for trend analysis and forecasting
- 3. Data visualization for intuitive reporting and insights
- 4. Data backup and disaster recovery procedures

Flow chart:-













Components and working:-

- 1. RFID Tags: Attached to inventory items, these tags store unique identification information.
- 2. RFID Readers: Installed throughout the warehouse, these readers detect and read RFID tags.
- 3. IoT Devices: Sensors and gateways that transmit data to the server.
- 4. Server: Processes and stores data from IoT devices.
- 5. Database: Stores inventory information, tracking history, and analytics.
- 6. Warehouse Management System (WMS): Software that manages inventory, orders, and shipments.
- 7. Enterprise Resource Planning (ERP) System: Software that integrates WMS with business operations.
- 8. Barcode Scanners: Used for manual inventory tracking and verification.
- 9. Mobile Devices: Used for remote monitoring and management.

Working:

- 1. RFID tags are attached to inventory items.
- 2. RFID readers detect and read tags, transmitting data to IoT devices.
- 3. IoT devices transmit data to the server.
- 4. Server processes data, updates database, and triggers alerts.
- 5. WMS and ERP systems integrate data for inventory management and business operations.
- 6. Barcode scanners verify inventory information.
- 7. Mobile devices access data for remote monitoring.



Functions:

- 1. Inventory Tracking: Real-time tracking of inventory levels and locations.
- 2. Automated Reporting: Automated generation of inventory reports.
- 3. Alerts and Notifications: Alerts for low stock, expired items, or discrepancies.
- 4. Demand Forecasting: Predictive analytics for inventory replenishment.
- 5. Inventory Optimization: Optimization of inventory levels and storage.
- 6. Supply Chain Visibility: Real-time visibility into inventory movement.
- 7. Remote Monitoring: Remote access to inventory information.

This integrated system enables efficient inventory management, reduces errors, and improves supply chain operations

ASSEMBLING HARDWARE COMPONENTS AND CODING:-

Hardware Assembly:

- 1. Install RFID readers and antennas in the warehouse.
- 2. Connect RFID readers to IoT devices (e.g., gateways, routers).
- 3. Install sensors (e.g., temperature, humidity) and connect to IoT devices.
- 4. Set up servers and data storage devices.
- 5. Connect barcode scanners and mobile devices to the system.
- 6. Ensure power supply and backup systems are in place.



Software and Coding:

- 1. Choose a programming language (e.g., Python, Java, C++).
- 2. Develop a database schema for inventory management.
- 3. Write code for:
 - RFID tag reading and data transmission.
 - IoT device data processing and transmission.
 - Server-side data processing and analytics.
 - WMS and ERP system integration.
 - Mobile app development for remote monitoring.
- 4. Implement algorithms for:
 - Inventory tracking and reporting.
 - Demand forecasting and optimization.
 - Alerts and notifications.
- 5. Integrate with existing WMS and ERP systems.
- 6. Test and debug the system.

Example Code Snippets:

import RPi.GPIO as GPIO

from mfrc522 import SimpleMFRC522

import paho.mqtt.client as mqtt

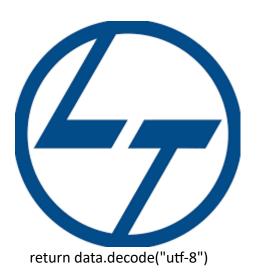
import sqlite3

from flask import Flask, request



```
import pyusb
# RFID Reader
reader = SimpleMFRC522()
# IoT Device (MQTT)
client = mqtt.Client()
client.connect("(link unavailable)", 1883)
client.loop_start()
# Database (SQLite)
conn = sqlite3.connect("inventory.db")
cursor = conn.cursor()
# Server (Flask)
app = Flask(__name___)
# Barcode Scanner
scanner = pyusb.core.find(idVendor=0x1234, idProduct=0x5678)
# Function to read RFID tag
def read_rfid_tag():
  try:
    id, text = reader.read()
```





Main loop

while True:

Read RFID tag

id, text = read_rfid_tag()

print(f"RFID Tag: {id}, {text}")

Publish data to MQTT topic

publish_data("inventory/rfid", f"{id},{text}")

Read barcode data

barcode_data = read_barcode_data()

print(f"Barcode Data: {barcode_data}")

Handle HTTP requests

app.run(debug=True)

