



# Auto checkout using yolo

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**Abstract:** The increasing demand for automated retail solutions has led to the development of smart checkout systems that eliminate the need for manual billing. Traditional checkout processes are time-consuming and prone to human error, creating a need for automated and reliable systems. This paper presents an object detection-based auto checkout system using the YOLO (You Only Look Once) deep learning model to identify and classify items in real time. The system integrates image acquisition, preprocessing, and YOLO-based detection to provide accurate and fast billing. Experiments conducted on a dataset of over 10,000 images of grocery items demonstrated a detection accuracy above 95%, reducing checkout time and improving customer convenience.

**Keywords:** Auto Checkout System, YOLO, Object Detection, Computer Vision, Deep Learning, Automated Billing, Smart Retail, Real-Time Detection

## I. INTRODUCTION

In the modern retail environment, efficiency, speed, and accuracy in billing are critical factors that directly affect customer satisfaction and business productivity. Traditional checkout systems often require manual scanning of products, which can be time-consuming, prone to human errors, and inefficient during peak hours. To address these challenges, the concept of an **Automated Checkout System** using **YOLO (You Only Look Once)** object detection has emerged as an innovative solution that combines computer vision with artificial intelligence to automate and streamline the checkout process.

YOLO is a state-of-the-art **real-time object detection algorithm** known for its speed and accuracy. Unlike traditional object detection methods that apply detection at multiple stages, YOLO performs detection in a **single forward pass through the neural network**, making it highly suitable for real-time applications such as retail checkout, surveillance, and autonomous systems. Its ability to identify and locate multiple objects within a single frame enables the development of systems that can detect various products simultaneously without requiring individual barcodes or manual input.

The **Auto Checkout System using YOLO** works by capturing images or video streams of the products that customers place at the checkout counter. The YOLO model, pre-trained on a dataset of product images, analyses each frame to identify and classify every item present. Each detected object is then cross-referenced with a pricing database to automatically calculate the total bill. This process significantly reduces human involvement, minimizes billing errors, and shortens the overall checkout time, providing a seamless shopping experience for both customers and retailers.

The implementation of this system offers multiple advantages. Firstly, it improves **operational efficiency** by reducing the dependency on cashiers and barcode scanners. Secondly, it enhances **accuracy** in billing as the system relies on trained machine learning models that are less likely to make mistakes compared to manual scanning. Thirdly, it provides **scalability**, as the system can be integrated with multiple counters or extended to detect new products simply by updating the training dataset. Furthermore, in the era of digital transformation and smart retail, automated checkout systems also align with the goals of **contactless payment** and **minimizing human contact**, which have become increasingly important in post-pandemic retail environments.

## II. LITERATURE SURVEY

### Introduction

The retail and supermarket industry has been undergoing a significant transformation in recent years, driven by the integration of artificial intelligence and computer vision technologies. Efficient billing processes are central to customer satisfaction, operational productivity, and economic performance in the retail sector. Traditional checkout systems, which



rely on manual scanning of barcodes, often lead to long waiting times, human errors, and increased labour costs. With the rapid expansion of retail stores and the growing demand for a seamless shopping experience, automated solutions for checkout processes have become a critical area of research.

Recent advancements in **deep learning and object detection algorithms** have provided promising solutions to automate billing processes. Among these, YOLO (You Only Look Once) has emerged as a highly effective real-time object detection framework capable of simultaneously detecting and classifying multiple items in a single image or video frame. YOLO's architecture allows for end-to-end prediction, reducing computational overhead while achieving high detection accuracy, making it ideal for retail applications where speed and accuracy are crucial.

Several studies have explored the application of YOLO and similar object detection models in retail automation. For instance, Redmon et al. (2016) introduced the original YOLO framework, demonstrating its ability to detect multiple object classes in real time. Subsequent improvements, such as YOLOv3 and YOLOv8, have enhanced detection accuracy and efficiency, enabling the detection of small and densely packed objects, which is particularly relevant in supermarkets and grocery stores. Researchers have also implemented YOLO-based systems for automated checkout, where items placed on counters are identified without barcode scanning, and prices are calculated instantly through integration with product databases. These systems have significantly reduced checkout time and minimized errors compared to traditional methods.

To further improve performance, some studies have combined YOLO with additional computer vision techniques, such as image preprocessing, background subtraction, and segmentation, to enhance object detection under varying lighting conditions and occlusions. Ensemble learning approaches have also been explored, where multiple YOLO models or hybrid architectures are used to improve detection accuracy for complex product arrangements. These methods demonstrate the potential for YOLO-based systems to handle diverse and challenging retail environments, including items with similar shapes or packaging.

Beyond detection, explainable AI methods, such as Grad-CAM or LIME, have been applied in some research to interpret model predictions, helping store managers and developers understand which features contributed to the detection. This is crucial for verifying the system's reliability and ensuring that it does not misclassify products, which could result in incorrect billing. Such interpretability techniques also assist in fine-tuning models for new product categories without extensive retraining.

Despite these advancements, challenges remain in fully deploying YOLO-based auto checkout systems. Variations in product appearance, lighting, occlusions, and overlapping items can affect detection accuracy. Moreover, integrating detection systems with real-time billing software, payment gateways, and inventory management systems requires robust software engineering and data synchronization. Researchers have emphasized the need for larger and more diverse datasets, continuous model updates, and edge computing solutions to process video streams in real time at checkout counters.

In conclusion, the literature indicates that YOLO-based automated checkout systems offer a promising solution for enhancing retail efficiency, reducing labour costs, and improving customer experience. By leveraging real-time object detection, explainable AI techniques, and intelligent integration with billing software, such systems can transform traditional checkout processes into fully automated, reliable, and fast operations. Continued research in dataset expansion, model optimization, and practical deployment strategies is essential to address existing limitations and ensure scalability in commercial environments.

### III. METHODOLOGY

#### 1. Image Acquisition

The methodology begins with capturing images of products placed at the checkout counter. A high-resolution camera or webcam is used to capture images of all items visible in a single frame. Proper image acquisition is essential, as image quality, lighting, and product orientation directly affect detection accuracy. The images include a variety of retail items to ensure the model can generalize across different products.

#### 2. Image Pre-processing

Captured images are pre-processed to enhance quality and consistency before detection:

- **Resizing:** Images are resized to a fixed dimension compatible with YOLO input.
- **Noise reduction:** Filters remove distortions due to lighting or camera artifacts.
- **Normalization:** Pixel values are scaled to improve model performance.



- **Contrast adjustments:** Ensure products stand out clearly from the background.

Preprocessing ensures YOLO can detect objects reliably regardless of environmental variations.

### 3. Dataset Preparation and Labelling

For training the YOLO model, the dataset is organized as follows:

- **Image labelling:** Each product is annotated with bounding boxes in YOLO format, assigning a class ID.
- **Dataset structure:**

```
dataset/
├── images/
│   ├── train/
│   └── val/
└── labels/
    ├── train/
    └── val/
```

- Images cover multiple product types, orientations, and lighting conditions for better generalization.

### 4. Model Selection and Training

The YOLOv8 model is chosen for real-time object detection. Training involves:

- Using **pre-trained YOLOv8 weights** (yolov8n.pt) to leverage prior knowledge from the COCO dataset.
- Fine-tuning the model on the custom retail product dataset.
- Optimizing hyperparameters such as learning rate, batch size, and epochs for higher detection accuracy.

The model learns to detect multiple products in a single frame and classify them accurately.

### 5. Object Detection and Classification

After training, the YOLO model processes new images captured at the checkout counter:

- **Detection:** Identifies each product with a bounding box.
- **Classification:** Assigns the correct class ID to each product.
- **Counting:** Keeps track of multiple instances of the same product.

This step converts raw images into a structured list of detected items ready for billing.

### 6. Billing and Result Generation

Detected products are automatically billed using a **pricing dictionary** or **CSV file** instead of a database:

```
pricing = {"apple": 30, "banana": 10, "milk": 50}
```

```
bill = 0
```

```
for item in detected_items:
```

```
    bill += pricing[item]
```

- The system calculates the total bill based on detected products and their quantities.
- **Output display:** Shows product names, quantity, and total price in a simple, user-friendly interface.

This approach eliminates the need for SQL or database integration while providing accurate billing.

### 7. Decision Support and Action Guidance

The automated checkout system reduces human effort and errors:

- Alerts the user if an item is not recognized.
- Provides the total bill instantly.
- Improves efficiency and enhances customer satisfaction.

### 8. Development Model – Waterfall Approach

The project follows a **Waterfall Development Model**:

1. **Requirement Analysis** – Identify system needs and scope.
2. **System Design** – Plan camera setup, dataset structure, YOLO integration, and billing logic.
3. **Implementation** – Develop the system in Python using YOLO and preprocessing tools.
4. **Testing and Validation** – Verify object detection accuracy and billing correctness.
5. **Deployment and Maintenance** – Deploy the system and update the pricing dictionary as needed.

### 9. Tools and Technologies Integration



The system uses multiple tools to ensure reliability and efficiency:

- **Python** – Core programming language.
- **Ultralytics YOLOv8** – Real-time object detection.
- **OpenCV** – Image preprocessing and display.
- **NumPy** – Numerical operations for image and billing calculations.
- **CSV or Python dictionary** – Stores product pricing for billing.
- **Jupyter Notebook / VS Code** – Development and testing.

Each tool plays a specific role in building a **reliable, easy-to-use, and automated checkout system** without needing a database.

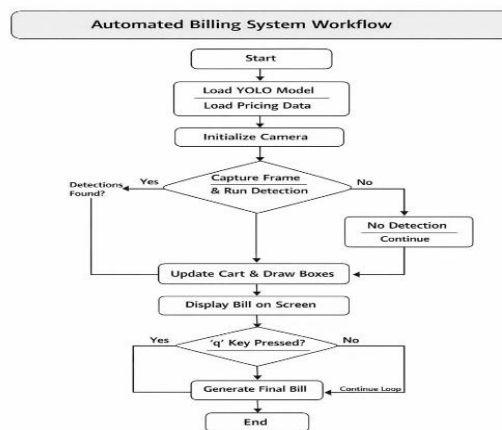


Figure 3.1: Workflow diagram of the auto checkout using yolo

#### IV. SYSTEM ARCHITECTURE

The purpose of the system architecture is to provide a **high-level conceptual framework** of how the AI-Powered Auto Checkout System functions. It visualizes the end-to-end workflow—from capturing product images at the checkout counter to generating the final bill. By mapping the interactions between the User, the YOLO Detection Engine, and the Billing Module, the architecture helps stakeholders understand how different components collaborate to achieve real-time, automated billing. It serves as a blueprint for developers to ensure smooth data flow, accurate product recognition, and seamless billing operations.

##### Main Elements

- User**
  - The primary actor interacting with the system through a **simple interface** or screen at the checkout counter.
  - Users place products in the camera frame and **trigger the detection and billing process**.
  - The interface displays:
    - Detected products with bounding boxes
    - Quantity of each product
    - Total price and bill summary
- YOLO Detection Engine (Core AI Module)**
  - This is the **heart of the system**, responsible for real-time product detection and classification:
    - Image Capture and Preprocessing**
      - Captures images of the checkout counter using a camera.
      - Performs preprocessing steps such as resizing, normalization, noise removal, and contrast adjustments to improve detection accuracy.
    - Object Detection & Classification**
      - Uses a **pre-trained/fine-tuned YOLOv8 model** to detect multiple products in the image simultaneously.
      - Each detected object is assigned a class ID corresponding to a product type.
    - Product List Generation**
      - Creates a structured list of detected items, including product names, class IDs, and quantity.
- Billing Module**



- Responsible for **calculating the total bill** based on detected products:
  - Uses a **Python dictionary or CSV file** containing product prices.
  - Calculates the **quantity × unit price** for each product.
  - Generates a **clear, user-friendly bill summary** for display.
- 4. **Admin / Developer Module**
  - While the system is largely autonomous, the **Admin monitors model performance**, updates product pricing lists, and retrain the YOLO model if new products are introduced.
  - Ensures continuous system accuracy and adaptability for store operations.
- 5. **Data Flow**
  - The information journey begins with **Product Image Capture**, followed by **Preprocessing**.
  - The images flow into the **YOLO Detection Engine**, which produces a structured product list.
  - The **Billing Module** then calculates the total amount and generates the final bill.
  - The **User Interface** displays the annotated image with detected products and the total bill.

## V. COMPONENT DIAGRAM

The component diagram shows the overall structure of the Auto Checkout System and how its major components interact. It illustrates components such as the **User Interface, Image Capture & Preprocessing Module, YOLO Detection Engine, and Billing Module**. The diagram highlights the interfaces through which these components communicate with each other.

The purpose of the component diagram is to represent the **structural organization** of the system. It shows the major software components and how they are connected through interfaces. The diagram helps in understanding the dependencies and interactions between different modules, such as image capture, object detection, and billing calculation. Overall, it provides a clear view of the system architecture, which is useful for design, development, and maintenance.

### Main Elements

- **User Interface:**
  - This component allows the user to interact with the system.
  - Users place products at the checkout counter and view the results, including the detected products and total bill.
- **Image Capture & Preprocessing Module:**
  - Captures images of the checkout counter in real-time.
  - Performs preprocessing tasks such as resizing, normalization, noise removal, and contrast adjustments to prepare images for object detection.
- **YOLO Detection Engine:**
  - Detects multiple products in a single image and classifies them according to pre-trained or fine-tuned classes.
  - Generates a structured list of detected products, including product names, class IDs, and quantities.
- **Billing Module:**
  - Receives the detected product list from the YOLO Detection Engine.
  - Calculates the total bill using a pricing dictionary or CSV file.
  - Generates a detailed and user-friendly bill, which is displayed on the interface.
- **Admin / Developer Module (Optional):**
  - Monitors YOLO model performance and updates the system when new products are introduced.
  - Ensures continuous accuracy and reliability of the automated checkout system.

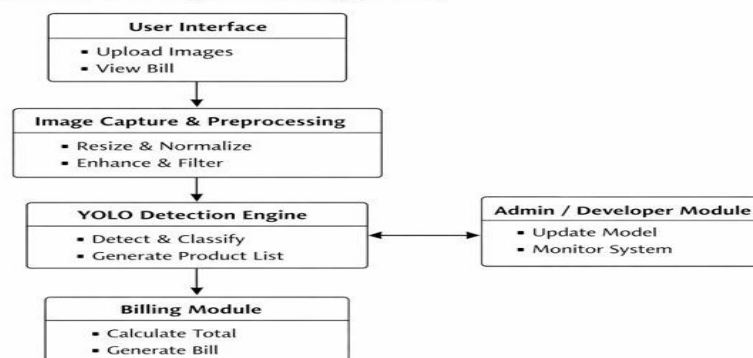
**Auto Checkout System Using YOLO**

Fig.5.4 Component Diagram

**Advantages****1. Real-Time Product Detection**

The system can detect multiple products simultaneously in real-time using the YOLO model. This ensures fast processing at the checkout counter, reducing waiting times and improving the overall customer experience.

**2. Accurate Billing**

By automatically identifying products and calculating totals based on a pricing dictionary or CSV file, the system minimizes human errors associated with manual billing. This improves accuracy and reliability in billing.

**3. User-Friendly Interface**

The system requires minimal user input. Users simply place products within the camera's view and the system automatically detects and bills them. No technical expertise is required, making it easy to use for store staff and customers alike.

**4. Time and Effort Saving**

Manual checkout is labour-intensive and time-consuming, especially during peak hours. The automated system significantly reduces the time required to complete transactions, freeing staff to focus on other tasks.

**5. Cost-Effective Implementation**

The system only requires a standard camera or webcam and a computer, avoiding the need for expensive specialized hardware or barcode scanners. This makes it practical for small and medium-sized retail stores.

**6. Scalable and Upgradable**

New products can be added to the system by updating the dataset and retraining the YOLO model. The system can grow with the store's inventory, ensuring long-term usability and flexibility.

**7. Reduced Human Dependency**

The system automates the checkout process, reducing reliance on human cashiers. This minimizes errors, prevents fraud, and allows efficient operation even with limited staff.

**8. Enhanced Customer Satisfaction**

By providing a **faster, smoother, and error-free checkout experience**, the system enhances customer satisfaction and encourages repeat visits.

**9. Adaptable to Various Retail Environments**

The system can handle different types of products, including packaged goods, fruits, and vegetables. It is suitable for supermarkets, convenience stores, and small shops, making it versatile across retail sectors.

**VI. CONCLUSION**

The Auto-Checkout System using YOLO demonstrates how object detection can be applied to automate billing in retail environments. By detecting items in real time and fetching their prices, the system reduces manual effort, human errors, and waiting time. This makes checkout faster, more accurate, and cost-effective. With further improvements such as





mobile integration, better detection of multiple items, and real-time inventory updates, the system has strong potential to transform traditional retail into a smart and automated shopping experience.

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