

HEAD J

MINISTRY OF DEFENCE

OVERVIEW

Mission Statement

The Mission of MINDEF and the Singapore Armed Forces (SAF) is to enhance Singapore's peace and security through deterrence and diplomacy, and should these fail, to secure a swift and decisive victory over the aggressor.

To achieve this mission, MINDEF will strengthen the military, manpower and technological edge of the SAF, whilst fostering close relations with friendly countries in the region and beyond through greater dialogue, confidence building, and co-operation.

Desired Outcomes

- A safe and secure environment where Singapore's territorial integrity and sovereignty are protected and preserved
- Safe and secure access to Singapore's air and sea lines of communications
- A strong network of defence ties in the region and beyond
- Committed National Servicemen who are dedicated to Total Defence
- An operationally ready and well-equipped SAF that can deal with a broad range of threats to Singapore's security
- A highly skilled, professional and technologically advanced SAF

FY2008 EXPENDITURE ESTIMATES

Expenditure Estimates by Object Class

Code	Object Class	Actual FY2006	Estimated FY2007	Revised FY2007	Estimated FY2008	Change over FY2007	
	TOTAL EXPENDITURE	\$9,628,336,195	\$10,578,179,040	\$10,078,179,000	\$10,803,000,000	\$724,821,000	7.2%
	Main Estimates						
	OPERATING EXPENDITURE	\$9,273,344,954	\$10,227,179,040	\$9,727,179,000	\$10,473,000,000	\$745,821,000	7.7%
	<i>RUNNING COSTS</i>	<i>\$9,266,397,354</i>	<i>\$10,220,083,440</i>	<i>\$9,720,058,000</i>	<i>\$10,465,879,000</i>	<i>\$745,821,000</i>	<i>7.7%</i>
1000	Expenditure on Manpower	\$18,079,446	\$19,178,500	\$17,438,500	\$17,438,600	\$100	0.0%
1200	Political Appointments	2,075,661	2,323,500	1,915,000	1,915,000	0	0.0
1500	Permanent Staff	16,003,785	16,536,300	15,492,500	15,492,600	100	0.0
1600	Temporary, Daily-Rated & Other Manpower	0	318,700	31,000	31,000	0	0.0

Expenditure Estimates by Object Class - continued

Code	Object Class	Actual FY2006	Estimated FY2007	Revised FY2007	Estimated FY2008	Change over FY2007	
2000	Other Operating Expenditure	\$9,248,317,908	\$10,200,904,940	\$9,702,619,500	\$10,448,440,400	\$745,820,900	7.7%
2100	Supplies & Services	14,632,800	14,692,630	17,331,900	17,331,900	0	0.0
2300	Manpower Development	340,092	547,980	442,600	442,600	0	0.0
2400	Public Relations & Exercises	6,995,782	10,775,120	15,482,800	15,482,800	0	0.0
2800	Financial Claims & Legal Expenses	144,344	1,488,370	1,457,000	1,457,000	0	0.0
2900	Military Expenditure	9,226,204,890	10,173,400,840	9,667,905,200	10,413,726,100	745,820,900	7.7
	<i>TRANSFERS</i>	<i>\$6,947,600</i>	<i>\$7,095,600</i>	<i>\$7,121,000</i>	<i>\$7,121,000</i>	<i>\$0</i>	<i>0.0%</i>
3600	Subventions	6,947,600	7,095,600	7,121,000	7,121,000	0	0.0
	Development Estimates						
	DEVELOPMENT EXPENDITURE	\$354,991,241	\$351,000,000	\$351,000,000	\$330,000,000	-\$21,000,000	-6.0%
5100	Direct Development	354,991,241	351,000,000	351,000,000	330,000,000	-21,000,000	-6.0

Establishment List

Category/Personnel	Actual FY2006	Estimated FY2007	Revised FY2007	Estimated FY2008
POLITICAL APPOINTMENTS	4	4	4	4
Minister	2	2	2	2
Minister of State	1	1	1	1
Parliamentary Secretary	1	1	1	1
PERMANENT STAFF	1,501	1,501	1,501	1,501
Accounting Profession (2008)	0	0	0	3
Administrative	12	12	12	12
Cleaner	5	5	5	5
Corporate Support	275	275	275	275
Driving	3	3	3	3
Education Service	9	9	9	9
Environmental Health	0	0	4	0
Estate Maintenance	4	4	4	4
Legal	9	9	9	9
Management Executive Scheme (2008)	0	0	0	904
Management Support Scheme (2008)	0	0	0	6
Meteorological Service (2002)	4	4	4	4
Operations Support	90	90	90	90
Photographic Services	2	2	2	2
Psychological Services	7	7	7	7
Security	4	4	4	4
Shorthand Writers	25	25	25	25
Technical Support Scheme (2008)	0	0	0	138
Translator (2003)	1	1	1	1
Accounting Profession	3	3	3	0
Environmental Health (Senior) (New)	4	4	0	0
Management Executive (Defence)	904	904	904	0
Management Support	2	2	2	0
Technical Support	138	138	138	0
TEMPORARY, DAILY-RATED AND OTHER MANPOWER	20	20	20	20
Artisan II	2	2	2	2
Artisan III	2	2	2	2
Semi-skilled II	8	8	8	8
Special Group A	3	3	3	3
Unskilled	5	5	5	5
TOTAL	1,525	1,525	1,525	1,525

FY2007 BUDGET

The total expenditure of the Ministry of Defence (MINDEF) in FY2007 is projected to be \$10.08 billion, an increase of \$449.84 million or 4.7% over the actual FY2006 expenditure of \$9.63 billion. The revised operating expenditure of \$9.73 billion is an increase of \$453.83 million or 4.9% over the actual FY2006 expenditure of \$9.27 billion. The increase is due to higher operating costs. The revised development expenditure is \$351 million. This is a decrease of \$4 million or 1.1% compared with the actual FY2006 expenditure of \$355 million. The decrease in the development expenditure is due mainly to the near completion of a number of major construction projects.

FY2008 BUDGET

The total expenditure of MINDEF in FY2008 is projected to be \$10.80 billion, an increase of \$724.82 million or 7.2% over the revised FY2007 expenditure. Of this, \$10.47 billion or 96.9% is for operating expenditure and the balance of \$330 million or 3.1% is for development expenditure.

Operating Expenditure

The provision of \$10.47 billion for operating expenditure represents an increase of \$745.82 million or 7.7% over the revised FY2007 expenditure.

A total sum of \$10.41 billion or 99.4% of the operating expenditure goes towards the Armed Forces. This includes payment for the purchase of military equipment, maintenance of equipment and camps, and the salaries and allowances of full-time national servicemen and operationally ready national servicemen. Compared with the revised FY2007 expenditure, the projected Armed Forces expenditure for FY2008 shows an increase of \$745.82 million or 7.7%.

Salaries of civilian personnel and operating costs of MINDEF HQ account for the remaining \$59.27 million or 0.6% of operating expenditure.

Development Expenditure

The projected development expenditure for FY2008 is \$330 million. The decrease in the development expenditure of \$21 million or 6.0% over the revised FY2007 expenditure is mainly attributed to lower requirements arising from the completion of some major construction projects.

Development Expenditure by Project

Project Title	Total Project Cost	Actual Expenditure up to end of FY2005	Actual FY2006	Estimated FY2007	Revised FY2007	Estimated FY2008
DEVELOPMENT EXPENDITURE	...	...	\$354,991,241	\$351,000,000	\$351,000,000	\$330,000,000
<i>DIRECT DEVELOPMENT</i>	...	...	<i>354,991,241</i>	<i>351,000,000</i>	<i>351,000,000</i>	<i>330,000,000</i>
National Defence Programme						
Armed Forces	...	...	354,991,241	351,000,000	351,000,000	330,000,000