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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

FY2010 EXPENDITURE ESTIMATES

Expenditure Estimates by Object Class

Code	Object Class	Actual FY2008	Estimated FY2009	Revised FY2009	Estimated FY2010	Change over FY2009	
	TOTAL EXPENDITURE	\$10,725,854,246	\$11,447,000,000	\$11,447,000,000	\$11,455,000,000	\$8,000,000	0.1%
	Main Estimates						
	OPERATING EXPENDITURE	\$10,397,368,487	\$11,007,000,000	\$11,007,000,000	\$11,015,000,000	\$8,000,000	0.1%
	<i>RUNNING COSTS</i>	<i>\$10,389,706,820</i>	<i>\$11,000,110,300</i>	<i>\$11,000,064,000</i>	<i>\$11,008,157,000</i>	<i>\$8,093,000</i>	<i>0.1%</i>
	Expenditure on Manpower	\$16,031,642	\$18,546,800	\$15,611,900	\$15,630,400	\$18,500	0.1%
1200	Political Appointments	2,008,624	2,496,900	2,295,000	2,464,000	169,000	7.4

Expenditure Estimates by Object Class – continued

Code	Object Class	Actual FY2008	Estimated FY2009	Revised FY2009	Estimated FY2010	Change over FY2009	
1500	Permanent Staff	14,023,018	16,048,900	13,315,900	13,165,400	-150,500	-1.1
1600	Temporary, Daily-Rated & Other Manpower	0	1,000	1,000	1,000	0	0.0
Other Operating Expenditure		\$10,373,675,178	\$10,981,563,500	\$10,984,452,100	\$10,992,526,600	\$8,074,500	0.1%
2100	Supplies & Services	21,566,412	20,223,000	20,223,000	21,308,000	1,085,000	5.4
2300	Manpower Development	223,873	344,500	470,700	422,300	-48,400	-10.3
2400	Public Relations & Exercises	14,213,722	16,066,800	16,066,800	22,149,000	6,082,200	37.9
2800	Financial Claims & Legal Expenses	9,228	1,447,000	1,467,200	1,550,000	82,800	5.6
2900	Military Expenditure	10,337,661,943	10,943,482,200	10,946,224,400	10,947,097,300	872,900	0.0
<i>TRANSFERS</i>		<i>\$7,661,667</i>	<i>\$6,889,700</i>	<i>\$6,936,000</i>	<i>\$6,843,000</i>	<i>-\$93,000</i>	<i>-1.3%</i>
3600	Subventions	7,661,667	6,889,700	6,936,000	6,843,000	-93,000	-1.3
Development Estimates							
DEVELOPMENT EXPENDITURE		\$328,485,760	\$440,000,000	\$440,000,000	\$440,000,000	\$0	0.0%
5100	Direct Development	328,485,760	440,000,000	440,000,000	440,000,000	0	0.0

Establishment List

Category/Personnel	Actual FY2008	Estimated FY2009	Revised FY2009	Estimated FY2010
POLITICAL APPOINTMENTS	3	3	4	4
Deputy Prime Minister	0	0	1	1
Minister	2	2	2	2
Minister of State	1	1	1	1
PERMANENT STAFF	1,501	1,501	1,501	1,501
Accounting Profession (2008)	3	3	3	3
Administrative	12	12	12	12
Cleaner	5	5	5	5
Corporate Support	275	275	275	275
Driving	3	3	3	3
Education Service (2008)	9	9	9	9
Estate Maintenance	4	4	4	4
Legal	9	9	9	9
Management Executive Scheme (2008)	904	904	904	904
Management Support Scheme (2008)	6	6	6	6
Management Support Scheme (Language Officer)	1	1	1	1
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)	138	138	138	138
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	1,524	1,524	1,525	1,525

FY2009 BUDGET

The total expenditure of the Ministry of Defence (MINDEF) in FY2009 is projected to be \$11.45 billion, an increase of \$721.15 million or 6.7% over the actual FY2008 expenditure of \$10.73 billion.

Operating Expenditure

The revised operating expenditure of \$11.01 billion is an increase of \$609.63 million or 5.9% over the actual FY2008 operating expenditure of \$10.40 billion. The increase is due to higher operating costs.

Development Expenditure

The revised development expenditure is \$440 million. This increase of \$111.51 million or 33.9% compared with the actual development expenditure of \$328.49 million in FY2008, stemmed from two reasons: construction projects in FY2008 were selectively postponed as part of the government's measures to reduce demand that had resulted in the steep rise in construction costs; while construction projects were accelerated from FY2009 onwards as part of the government's measures to help the sector in response to the financial crisis.

FY2010 BUDGET

The total expenditure of MINDEF in FY2010 is projected to be \$11.46 billion, an increase of \$8 million or 0.1% from the revised FY2009 expenditure. Of this, \$11.02 billion or 96.2% is for operating expenditure and the balance of \$440 million or 3.8% is for development expenditure.

Operating Expenditure

The provision of \$11.02 billion for operating expenditure represents an increase of \$8 million or 0.1% from the revised FY2009 operating expenditure.

A total sum of \$10.95 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 FY2009 expenditure, the projected Armed Forces expenditure for FY2010 shows an increase of \$0.87 million.

Salaries of civilian personnel and operating costs of MINDEF HQ account for the remaining \$67.90 million or 0.6% of operating expenditure.

Development Expenditure

The projected development expenditure for FY2010 is \$440 million. This is unchanged from the revised FY2009 development expenditure.

Development Expenditure by Project

Project Title	Total Project Cost	Actual Expenditure up to end of FY2007	Actual FY2008	Estimated FY2009	Revised FY2009	Estimated FY2010
DEVELOPMENT EXPENDITURE	...	...	\$328,485,760	\$440,000,000	\$440,000,000	\$440,000,000
<i>DIRECT DEVELOPMENT</i>	...	...	<i>328,485,760</i>	<i>440,000,000</i>	<i>440,000,000</i>	<i>440,000,000</i>
National Defence Programme						
Armed Forces	...	...	328,485,760	440,000,000	440,000,000	440,000,000