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MINISTRY OF DEFENCE

OVERVIEW

Mission Statement

The Mission of Ministry of Defence (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

FY2012 EXPENDITURE ESTIMATES

Expenditure Estimates by Object Class

Code	Object Class	Actual FY2010	Estimated FY2011	Revised FY2011	Estimated FY2012	Change over FY2011
	TOTAL EXPENDITURE	\$11,061,032,638	\$12,075,000,000	\$11,775,000,000	\$12,279,000,000	\$504,000,000 4.3%
	Main Estimates					
	OPERATING EXPENDITURE	\$10,623,351,168	\$11,595,000,000	\$11,295,000,000	\$11,789,000,000	\$494,000,000 4.4%
	<i>RUNNING COSTS</i>	<i>\$10,616,095,036</i>	<i>\$11,588,460,000</i>	<i>\$11,288,249,000</i>	<i>\$11,781,384,000</i>	<i>\$493,135,000 4.4%</i>
	Expenditure on Manpower	\$20,496,740	\$17,101,400	\$16,084,500	\$15,665,200	-\$419,300 -2.6%
1200	Political Appointments	3,195,067	2,552,700	2,063,500	1,644,200	-419,300 -20.3
1500	Permanent Staff	17,301,672	14,547,700	14,021,000	14,021,000	0 0.0
1600	Temporary, Daily-Rated & Other Staff	0	1,000	0	0	0 0.0

Code	Object Class	Actual FY2010	Estimated FY2011	Revised FY2011	Estimated FY2012	Change over FY2011	
	Other Operating Expenditure	\$10,595,598,297	\$11,571,358,600	\$11,272,164,500	\$11,765,718,800	\$493,554,300	4.4%
2100	Consumption of Products & Services	22,155,612	23,072,000	23,072,000	23,072,000	0	0.0
2300	Manpower Development	320,098	349,300	339,000	339,000	0	0.0
2400	International & Public Relations, Public Communications	20,461,660	18,179,000	18,649,000	18,649,000	0	0.0
2800	Miscellaneous	0	1,550,000	1,570,000	1,570,000	0	0.0
2900	Military Expenditure	10,552,660,928	11,528,208,300	11,228,534,500	11,722,088,800	493,554,300	4.4
	<i>TRANSFERS</i>	<i>\$7,256,131</i>	<i>\$6,540,000</i>	<i>\$6,751,000</i>	<i>\$7,616,000</i>	<i>\$865,000</i>	<i>12.8%</i>
3600	Transfers to Institutions & Organisations	7,256,131	6,540,000	6,751,000	7,616,000	865,000	12.8
	Development Estimates						
	DEVELOPMENT EXPENDITURE	\$437,681,470	\$480,000,000	\$480,000,000	\$490,000,000	\$10,000,000	2.1%
5100	Government Development	437,681,470	480,000,000	480,000,000	490,000,000	10,000,000	2.1

Establishment List

Category/Personnel	Actual FY2010	Estimated FY2011	Revised FY2011	Estimated FY2012
POLITICAL APPOINTMENTS	4	4	3	3
Deputy Prime Minister	1	1	0	0
Minister	2	2	1	1
Minister of State	1	1	1	1
Senior Parliamentary Secretary	0	0	1	1
PERMANENT STAFF	279	279	279	279
Administrative	12	12	12	12
Education Service (2008)	10	10	10	10
Language Executive Scheme (2008)	1	1	1	1
Legal	10	10	10	10
Management Executive Scheme (2008)	186	186	186	186
Management Support Scheme (2008)	60	60	60	60
TOTAL	283	283	282	282

FY2011 BUDGET

The total expenditure of the Ministry of Defence (MINDEF) in FY2011 is projected to be \$11.78 billion, an increase of \$713.97 million or 6.5% over the actual FY2010 expenditure of \$11.06 billion.

Operating Expenditure

The revised operating expenditure of \$11.30 billion is an increase of \$671.65 million or 6.3% over the actual FY2010 operating expenditure of \$10.62 billion. The increase is due to higher operating costs.

Development Expenditure

The revised development expenditure is \$480 million, an increase of \$42.32 million or 9.7% over the actual FY2010 development expenditure of \$437.68 million.

FY2012 BUDGET

The total expenditure of MINDEF in FY2012 is projected to be \$12.28 billion, an increase of \$504 million or 4.3% from the revised FY2011 expenditure. Of this, \$11.79 billion or 96.0% is for operating expenditure and the balance of \$490 million or 4.0% is for development expenditure.

Operating Expenditure

The provision of \$11.79 billion for operating expenditure represents an increase of \$494 million or 4.4% from the revised FY2011 operating expenditure.

A total sum of \$11.72 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 FY2011 expenditure, the projected Armed Forces expenditure for FY2011 shows an increase of \$493.55 million.

Salaries of civilian personnel and operating costs of MINDEF HQ account for the remaining \$66.91 million or 0.6% of operating expenditure.

Development Expenditure

The projected development expenditure for FY2012 is \$490 million, an increase of \$10 million or 2.1% from the revised FY2011 development expenditure.

Total Expenditure by Programme

Code	Programme	Running Costs	Transfers	Operating Expenditure	Development Expenditure	Total Expenditure
JA	National Defence	11,781,384,000	7,616,000	11,789,000,000	490,000,000	12,279,000,000
	Total	\$11,781,384,000	\$7,616,000	\$11,789,000,000	\$490,000,000	\$12,279,000,000

Development Expenditure by Project

Project Title	Total Project Cost	Actual Expenditure up to end of FY2009	Actual FY2010	Estimated FY2011	Revised FY2011	Estimated FY2012
DEVELOPMENT EXPENDITURE	...	...	\$437,681,470	\$480,000,000	\$480,000,000	\$490,000,000
<i>GOVERNMENT DEVELOPMENT</i>	...	...	<i>437,681,470</i>	<i>480,000,000</i>	<i>480,000,000</i>	<i>490,000,000</i>
National Defence Programme						
Armed Forces	...	...	437,681,470	480,000,000	480,000,000	490,000,000