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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

FY2016 EXPENDITURE ESTIMATES

Expenditure Estimates by Object Class

Code	Object Class	Actual FY2014	Estimated FY2015	Revised FY2015	Estimated FY2016	Change over FY2015
	TOTAL EXPENDITURE	\$12,295,474,429	\$13,122,000,000	\$13,122,000,000	\$13,967,000,000	\$845,000,000 6.4%
	Main Estimates					
	OPERATING EXPENDITURE	\$11,866,863,113	\$12,691,000,000	\$12,691,000,000	\$13,296,000,000	\$605,000,000 4.8%
	<i>RUNNING COSTS</i>	<i>\$11,858,677,101</i>	<i>\$12,682,445,600</i>	<i>\$12,682,772,000</i>	<i>\$13,287,401,700</i>	<i>\$604,629,700 4.8%</i>
	Expenditure on Manpower	\$16,051,651	\$14,698,100	\$17,044,900	\$17,225,500	\$180,600 1.1%
1200	Political Appointments	1,227,065	1,150,100	1,754,700	2,028,100	273,400 15.6
1500	Permanent Staff	14,824,586	13,548,000	15,290,200	15,197,400	-92,800 -0.6

Code	Object Class	Actual FY2014	Estimated FY2015	Revised FY2015	Estimated FY2016	Change over FY2015	
	Other Operating Expenditure	\$11,842,625,449	\$12,667,747,500	\$12,665,727,100	\$13,270,176,200	\$604,449,100	4.8%
2100	Consumption of Products & Services	17,279,890	23,072,000	23,072,000	22,572,000	-500,000	-2.2
2300	Manpower Development	219,951	333,000	323,000	323,000	0	0.0
2400	International & Public Relations, Public Communications	17,875,932	41,382,000	41,382,000	39,416,500	-1,965,500	-4.7
2800	Miscellaneous	0	1,687,000	1,667,000	1,667,000	0	0.0
2900	Military Expenditure	11,807,249,676	12,601,273,500	12,599,283,100	13,206,197,700	606,914,600	4.8
	TRANSFERS	\$8,186,012	\$8,554,400	\$8,228,000	\$8,598,300	\$370,300	4.5%
3600	Transfers to Institutions & Organisations	8,186,012	8,554,400	8,228,000	8,598,300	370,300	4.5
	Development Estimates						
	DEVELOPMENT EXPENDITURE	\$428,611,317	\$431,000,000	\$431,000,000	\$671,000,000	\$240,000,000	55.7%
5100	Government Development	428,611,317	431,000,000	431,000,000	671,000,000	240,000,000	55.7

Establishment List

Category/Personnel	Actual FY2014	Estimated FY2015	Revised FY2015	Estimated FY2016
POLITICAL APPOINTMENTS	3	3	3	3
Minister	2	2	1	1
Senior Minister of State	0	0	2	2
Minister of State	1	1	0	0
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	282	282	282	282

FY2015 BUDGET

The total expenditure of the Ministry of Defence (MINDEF) in FY2015 is projected to be \$13.12 billion, an increase of \$826.53 million or 6.7% over the actual FY2014 expenditure of \$12.30 billion.

Operating Expenditure

The revised operating expenditure of \$12.69 billion is an increase of \$824.14 million or 6.9% over the actual FY2014 operating expenditure of \$11.87 billion. This increase is due to higher military expenditure.

Development Expenditure

The revised development expenditure is \$431 million, an increase of \$2.39 million or 0.6% over the actual FY2014 development expenditure of \$428.61 million.

FY2016 BUDGET

The total expenditure of MINDEF in FY2016 is projected to be \$13.97 billion, an increase of \$845 million or 6.4% from the revised FY2015 expenditure. Of this, \$13.30 billion or 95.2% is for operating expenditure and the balance of \$671 million or 4.8% is for development expenditure.

Operating Expenditure

The provision of \$13.30 billion for operating expenditure represents an increase of \$605 million or 4.8% from the revised FY2015 operating expenditure.

A total sum of \$13.21 billion or 99.3% 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 allowances and salaries of full-time national servicemen, operationally ready national servicemen and regular servicemen. Compared with the revised FY2015 expenditure, the projected Armed Forces expenditure for FY2016 shows an increase of \$606.91 million.

Salaries of civilian personnel and operating costs of MINDEF HQ account for the remaining \$89.80 million or 0.7% of operating expenditure.

Development Expenditure

The projected development expenditure for FY2016 is \$671 million, an increase of \$240 million or 55.7% from the revised FY2015 development expenditure. This increase is mainly attributed to higher construction requirements arising from major development works.

Total Expenditure by Programme

Code	Programme	Running Costs	Transfers	Operating Expenditure	Development Expenditure	Total Expenditure
JA	National Defence	13,287,401,700	8,598,300	13,296,000,000	671,000,000	13,967,000,000
	Total	\$13,287,401,700	\$8,598,300	\$13,296,000,000	\$671,000,000	\$13,967,000,000

Development Expenditure by Project

Project Title	Total Project Cost	Actual Expenditure up to end of FY2013	Actual FY2014	Estimated FY2015	Revised FY2015	Estimated FY2016
DEVELOPMENT EXPENDITURE	...	...	\$428,611,317	\$431,000,000	\$431,000,000	\$671,000,000
<i>GOVERNMENT DEVELOPMENT</i>	...	...	<i>428,611,317</i>	<i>431,000,000</i>	<i>431,000,000</i>	<i>671,000,000</i>
National Defence Programme						
Armed Forces	...	...	428,611,317	431,000,000	431,000,000	671,000,000