HEAD J

MINISTRY OF DEFENCE

OVERVIEW

Mission Statement

The mission of the 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.

FY2018 EXPENDITURE ESTIMATES

Expenditure Estimates by Object Class

Code	Object Class	Actual FY2016	Estimated FY2017	Revised FY2017	Estimated FY2018	Change Over FY2017	
	TOTAL EXPENDITURE	$13,824,135,103	$14,206,805,500	$14,206,805,500	$14,762,100,500	$555,295,000	3.9%
	Main Estimates						
	OPERATING EXPENDITURE	$13,281,237,001	$13,612,805,500	$13,612,805,500	$14,238,100,500	$625,295,000	4.6%
	RUNNING COSTS	*$13,273,236,405*	*$13,604,442,000*	*$13,605,057,200*	*$14,230,119,700*	*$625,062,500*	*4.6%*
	Expenditure on Manpower	$17,716,013	$17,983,500	$18,256,800	$17,963,800	-$293,000	-1.6%
1200	Political Appointments	1,952,877	2,250,700	2,096,700	1,982,800	-113,900	-5.4
1500	Permanent Staff	15,763,136	15,732,800	16,160,100	15,981,000	-179,100	-1.1

Code	Object Class	Actual FY2016	Estimated FY2017	Revised FY2017	Estimated FY2018	Change Over FY2017	
	Other Operating Expenditure	$13,255,520,393	$13,586,458,500	$13,586,800,400	$14,212,155,900	$625,355,500	4.6%
2100	Consumption of Products & Services	11,129,117	20,734,400	26,311,700	24,811,700	-1,500,000	-5.7
2300	Manpower Development	191,713	270,500	248,100	248,100	0	0.0
2400	International & Public Relations, Public Communications	36,528,330	19,386,500	19,386,500	19,386,500	0	0.0
2800	Miscellaneous	13,080	1,667,000	2,158,000	2,158,000	0	0.0
2900	Military Expenditure	13,207,658,152	13,544,400,100	13,538,696,100	14,165,551,600	626,855,500	4.6
	TRANSFERS	*$8,000,596*	*$8,363,500*	*$7,748,300*	*$7,980,800*	*$232,500*	*3.0%*
3600	Transfers to Institutions & Organisations	8,000,596	8,363,500	7,748,300	7,980,800	232,500	3.0
	Development Estimates						
	DEVELOPMENT EXPENDITURE	$542,898,102	$594,000,000	$594,000,000	$524,000,000	-$70,000,000	-11.8%
5100	Government Development	542,898,102	594,000,000	594,000,000	524,000,000	-70,000,000	-11.8
	OTHER DEVELOPMENT FUND OUTLAYS	$127,974,150	$245,000,000	$200,100,000	$237,000,000	$36,900,000	18.4%
5500	Land-Related Expenditure	127,974,150	245,000,000	200,100,000	237,000,000	36,900,000	18.4

Establishment List

Category/Personnel	Actual FY2016	Estimated FY2017	Revised FY2017	Estimated FY2018
POLITICAL APPOINTMENTS	3	3	3	3
Minister	2	2	2	2
Senior Minister of State	1	1	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	11
Management Executive Scheme (2008)	186	186	186	185
Management Support Scheme (2008)	60	60	60	60
TOTAL	282	282	282	282

FY2017 BUDGET

The total expenditure of the Ministry of Defence (MINDEF) in FY2017 is projected to be $14.21 billion, an increase of $382.67 million or 2.8% over the actual FY2016 expenditure of $13.82 billion.

Operating Expenditure

The revised operating expenditure of $13.61 billion is an increase of $331.57 million or 2.5% over the actual FY2016 operating expenditure of $13.28 billion. The increase is due to higher military expenditure.

Development Expenditure

The revised development expenditure is $594 million, an increase of $51.10 million or 9.4% over the actual FY2016 development expenditure of $542.90 million. The increase is mainly attributed to higher construction requirements arising from major development works.

Other Development Fund Outlays

Land-related Expenditure

A sum of $200.10 million is allocated for land-related expenditure to make land available for development needs.

FY2018 BUDGET

The total expenditure of MINDEF in FY2018 is projected to be $14.76 billion, an increase of $555.30 million or 3.9% from the revised FY2017 expenditure. Of this, $14.24 billion or 96.5% is for operating expenditure and the balance of $524 million or 3.5% is for development expenditure.

Operating Expenditure

The provision of $14.24 billion for FY2018 operating expenditure represents an increase of $625.30 million or 4.6% from the revised FY2017 operating expenditure.

A total sum of $14.17 billion or 99.5% of the FY2018 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 FY2017 expenditure, the projected Armed Forces expenditure for FY2018 shows an increase of $626.86 million.

Salaries of civilian personnel and operating costs of MINDEF HQ account for the remaining $72.55 million or 0.5% of operating expenditure.

Development Expenditure

The projected development expenditure for FY2018 is $524 million, a decrease of $70 million or 11.8% from the revised FY2017 development expenditure.

Other Development Fund Outlays

Land-related Expenditure

A sum of $237 million would be allocated for land-related expenditure to make land available for development needs.

Total Expenditure by Programme

Code	Programme	Running Costs	Transfers	Operating Expenditure	Development Expenditure	Total Expenditure
J-A	National Defence	14,230,119,700	7,980,800	14,238,100,500	524,000,000	14,762,100,500
	Total	$14,230,119,700	$7,980,800	$14,238,100,500	$524,000,000	$14,762,100,500

Development Expenditure by Project

Project Title	Total Project Cost	Actual Expenditure Up to end of FY2015	Actual FY2016	Estimated FY2017	Revised FY2017	Estimated FY2018
DEVELOPMENT EXPENDITURE	...	...	$542,898,102	$594,000,000	$594,000,000	$524,000,000
GOVERNMENT DEVELOPMENT	...	...	*542,898,102*	*594,000,000*	*594,000,000*	*524,000,000*
National Defence Programme						
Armed Forces	...	...	542,898,102	594,000,000	594,000,000	524,000,000

Other Development Fund Outlays

Project Title	Total Project Cost	Actual Expenditure Up to end of FY2015	Actual FY2016	Estimated FY2017	Revised FY2017	Estimated FY2018
OTHER DEVELOPMENT FUND OUTLAYS	...	...	$127,974,150	$245,000,000	$200,100,000	$237,000,000
LAND-RELATED EXPENDITURE	...	...	*127,974,150*	*245,000,000*	*200,100,000*	*237,000,000*
National Defence Programme						
Armed Forces	...	...	127,974,150	245,000,000	200,100,000	237,000,000