

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.

FY2023 EXPENDITURE ESTIMATES

Expenditure Estimates by Object Class

Code	Object Class	Actual FY2021	Estimated FY2022	Revised FY2022	Estimated FY2023	Change Over FY2022
	TOTAL EXPENDITURE	\$15,293,671,226	\$16,361,536,700	\$17,020,536,700	\$17,976,573,800	\$956,037,100 5.6%
	Main Estimates					
	OPERATING EXPENDITURE	\$14,737,418,355	\$15,760,791,700	\$16,411,791,700	\$17,105,263,800	\$693,472,100 4.2%
	<i>RUNNING COSTS</i>	<i>\$14,728,058,251</i>	<i>\$15,751,091,700</i>	<i>\$16,402,091,700</i>	<i>\$17,096,063,800</i>	<i>\$693,972,100</i> <i>4.2%</i>
	Expenditure on Manpower	\$18,075,608	\$17,592,400	\$17,592,400	\$17,792,400	\$200,000 1.1%
1200	Political Appointments	1,753,857	2,249,400	2,259,400	2,459,400	200,000 8.9
1500	Permanent Staff	16,280,397	15,343,000	15,333,000	15,333,000	0 0.0
1600	Temporary, Daily-Rated & Other Staff	41,354	0	0	0	0 n.a.
	Other Operating Expenditure	\$14,709,982,644	\$15,733,499,300	\$16,384,499,300	\$17,078,271,400	\$693,772,100 4.2%
2100	Consumption of Products & Services	22,082,565	18,686,500	31,686,500	31,534,500	-152,000 -0.5

Code	Object Class	Actual FY2021	Estimated FY2022	Revised FY2022	Estimated FY2023	Change Over FY2022	
2300	Manpower Development	93,533	167,000	152,000	166,000	14,000	9.2
2400	International & Public Relations, Public Communications	20,243,468	20,000	20,000	20,000	0	0.0
2800	Miscellaneous	0	2,000,000	2,000,000	2,000,000	0	0.0
2900	Military Expenditure	14,667,563,077	15,712,625,800	16,350,640,800	17,044,550,900	693,910,100	4.2
	<i>TRANSFERS</i>	<i>\$9,360,103</i>	<i>\$9,700,000</i>	<i>\$9,700,000</i>	<i>\$9,200,000</i>	<i>-\$500,000</i>	<i>-5.2%</i>
3600	Transfers to Institutions & Organisations	9,360,103	9,700,000	9,700,000	9,200,000	-500,000	-5.2
	OTHER CONSOLIDATED FUND OUTLAYS	\$3,329,369	\$14,937,200	\$15,937,200	\$22,827,900	\$6,890,700	43.2%
4600	Loans and Advances (Disbursement)	3,329,369	14,937,200	15,937,200	22,827,900	6,890,700	43.2
	Development Estimates						
	DEVELOPMENT EXPENDITURE	\$556,252,871	\$600,745,000	\$608,745,000	\$871,310,000	\$262,565,000	43.1%
5100	Government Development	556,252,871	600,745,000	608,745,000	871,310,000	262,565,000	43.1
	OTHER DEVELOPMENT FUND OUTLAYS	\$338,213,971	\$490,000,000	\$490,000,000	\$580,000,000	\$90,000,000	18.4%
5500	Land-Related Expenditure	338,213,971	490,000,000	490,000,000	580,000,000	90,000,000	18.4

Establishment List

Category/Personnel	Actual FY2021	Estimated FY2022	Revised FY2022	Estimated FY2023
POLITICAL APPOINTMENTS	3	3	3	3
Minister	1	1	1	1
Senior Minister of State	2	2	2	2
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	15	15	15	15
Management Executive Scheme (2008)	185	185	185	185
Management Support Scheme (2008)	56	56	56	56
TOTAL	282	282	282	282

FY2022 BUDGET

The revised total expenditure of the Ministry of Defence (MINDEF) in FY2022 is projected to be \$17.02 billion, an increase of \$1.73 billion or 11.3% over the actual FY2021 expenditure of \$15.29 billion. The increase is due to the further resumption of activities and deferred projects due to COVID-19, coupled with heightened inflationary pressures on development projects, operations and training.

Operating Expenditure

The revised operating expenditure of \$16.41 billion is an increase of \$1.67 billion or 11.4% over the actual FY2021 operating expenditure of \$14.74 billion. The increase is due to higher military expenditure as more activities previously affected by COVID-19 are resumed or scaled up, coupled with heightened inflationary pressures.

Development Expenditure

The revised development expenditure is \$608.75 million, an increase of \$52.49 million or 9.4% over the actual FY2021 development expenditure of \$556.25 million. The increase is mainly attributed to higher construction requirements for development works, including projects previously affected by COVID-19, coupled with heightened inflationary pressures.

Other Consolidated Fund Outlays

Loans and Advances (Disbursement)

A sum of \$15.94 million is allocated for advance disbursements to meet operational requirements.

Other Development Fund Outlays

Land-related Expenditure

A sum of \$490.00 million is allocated for land-related expenditure to make land available for development needs.

FY2023 BUDGET

The total expenditure of MINDEF in FY2023 is projected to be \$17.98 billion, an increase of \$956.04 million or 5.6% over the revised FY2022 expenditure of \$17.02 billion. Of this, \$17.11 billion or 95.2% is for operating expenditure and the balance of \$871.31 million or 4.8% is for development expenditure.

Operating Expenditure

The provision of \$17.11 billion for FY2023 operating expenditure represents an increase of \$693.47 million or 4.2% from the revised FY2022 operating expenditure of \$16.41 billion.

A total sum of \$17.04 billion or 99.6% of the FY2023 operating expenditure goes towards the Armed Forces. This includes payments 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 FY2022 expenditure, the projected Armed Forces expenditure for FY2023 shows an increase of \$693.91 million.

Salaries of civilian personnel and operating costs of MINDEF HQ account for the remaining \$60.71 million or 0.4% of operating expenditure.

Development Expenditure

The projected development expenditure for FY2023 is \$871.31 million, an increase of \$262.57 million or 43.1% from the revised FY2022 development expenditure of \$608.75 million. The increase is mainly attributed to higher construction requirements for development works, including projects previously affected by COVID-19 and the commencement of the development of NS Square.

Other Consolidated Fund Outlays

Loans and Advances (Disbursement)

A sum of \$22.83 million is projected for advance disbursements to meet operational requirements.

Other Development Fund Outlays

Land-Related Expenditure

A sum of \$580.00 million, an increase of \$90.00 million or 18.4% from the revised FY2022 land-related expenditure of \$490.00 million, will be allocated for land-related expenditure to make land available for development needs. The increase is mainly due to higher infrastructure development requirements.

Total Expenditure by Programme

Code	Programme	Running Costs	Transfers	Operating Expenditure	Development Expenditure	Total Expenditure
J-A	National Defence	17,096,063,800	9,200,000	17,105,263,800	871,310,000	17,976,573,800
	Total	\$17,096,063,800	\$9,200,000	\$17,105,263,800	\$871,310,000	\$17,976,573,800

Development Expenditure by Project

Project Title	Total Project Cost	Actual Expenditure Up to end of FY2020	Actual FY2021	Estimated FY2022	Revised FY2022	Estimated FY2023
DEVELOPMENT EXPENDITURE	\$556,252,871	\$600,745,000	\$608,745,000	\$871,310,000
<i>GOVERNMENT DEVELOPMENT</i>	<i>556,252,871</i>	<i>600,745,000</i>	<i>608,745,000</i>	<i>871,310,000</i>
National Defence Programme						
Armed Forces	556,252,871	600,745,000	608,745,000	871,310,000

Other Development Fund Outlays

Project Title	Total Project Cost	Actual Expenditure Up to end of FY2020	Actual FY2021	Estimated FY2022	Revised FY2022	Estimated FY2023
OTHER DEVELOPMENT FUND OUTLAYS	\$338,213,971	\$490,000,000	\$490,000,000	\$580,000,000
<i>LAND-RELATED EXPENDITURE</i>	<i>338,213,971</i>	<i>490,000,000</i>	<i>490,000,000</i>	<i>580,000,000</i>
National Defence Programme						
Armed Forces	338,213,971	490,000,000	490,000,000	580,000,000