Exhibit No.: Issue: Noranda Impact Witness: Terry Swinger Type of Exhibit: Direct Testimony Sponsoring Party: Noranda Case Number: EA-2005-0180 Date Testimony Prepared: Dec. 21, 2004

AmerenUE

Case No. EA-2005-0180

Prepared Direct Testimony of

Terry Swinger

On behalf of

Noranda Aluminum, Inc.

December 2004

BEFORE THE

PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

Application of Union Electric Company) for a Certificate of Public Convenience and) Necessity authorizing it to construct, install,) own, operate, control, manage and maintain) electric plant to provide electric) service in New Madrid, County, Missouri, as an) extension of its existing certificated area)

EA-2005-0180 Case No. 69-2005----

Affidavit of Terry Swinger

State of Missouri) County of <u>Permiscot</u>)

Terry Swinger, of lawful age, on his oath states: that he has reviewed the attached written testimony in question and answer form, all to be presented in the above case, that the interest in the attached written testimony were given by him; that he has knowledge of the matters set forth in such answers; that such matters are true to the best of his knowledge, information and belief.

Annall Terry Swinger

Subscribed and sworn before me this 17th day of December, 2004

Notary Public [SEAL] My Commission expires: 8-23-97

Before the

Missouri Public Service Commission

AmerenUE

Case No. EA-2005-0180

Prepared Direct Testimony of Terry Swinger

1 0 PLEASE STATE YOUR NAME AND YOUR POSITION. 2 Α My name is Terry Swinger and I am currently the State Representative for 3 District 162. My district address is P.O. Box 1137, Caruthersville, MO 63830. 4 Q REPRESENTATIVE SWINGER THANK YOU FOR TAKING THE TIME TO TALK 5 WITH US. PLEASE TELL US A LITTLE BIT ABOUT YOUR BACKGROUND, WHAT 6 YOU DO AND YOUR RESPONSIBILITIES AS A STATE REPRESENTATIVE. 7 А I have had the privilege of living in this area all my life. I left to go to college 8 and that is the only time I was ever away from here. My permanent residence 9 has always been in Southeast Missouri. I grew up in Stoddard County and I now 10 live in Pemiscot County. I have optometric practices in Pemiscot County, New 11 Madrid County where Noranda is actually located and also in Dunklin County.

Representative Terry Swinger Direct Testimony

1		But there are employees in all three of those counties. And ever since Noranda
2		has been there it has impacted my practice personally with the entire area. My
3		late wife ran for state representative, both in '86 and '88, unsuccessfully. I ran
4		in a special election a year ago and got elected to fill an unexpired term and
5		then I got re-elected this November to fill a full term.
6	Q	WHAT COMMENTS DO YOU HAVE REGARDING NORANDA'S ECONOMIC IMPACT
7	~	ON YOUR DISTRICT?
8	А	Noranda is probably the premier industry in my district and in Southeast
9	~	
9		Missouri, and specifically in extreme Southeast Missouri for the folks I
10		represent. For instance, Portageville is one of the towns where I practice,
11		which is located very close to Noranda, probably not more than ten miles, and
12		140 of the residents of Portageville work at Noranda. Also, I live in
13		Caruthersville, which is another 20 miles south of Portageville and we have 40
14		people from Noranda that live in Caruthersville.
15		Noranda has 1,100 employees and, of course, some of those employees
16		live as far north, I think, as Cape Girardeau, Missouri, and there are several
17		that live in Sikeston, Missouri. So the entire area is significantly impacted. My
18		understanding is that there is a \$57 million dollar payroll annually from
19		Noranda. There are a lot of things that are bought locally and it just has an
20		unbelievable economic impact on us. If Noranda did not exist, this entire area
21		would suffer an economic blow that I just do not know how we could recover
22		from.

Q	WELL, I UNDERSTAND. WE ARE TAKING THIS TESTIMONY TO SUBMIT TO THE
	PUBLIC SERVICE COMMISSION, SO THEY WILL HAVE INFORMATION TO
	EVALUATE THE PUBLIC INTEREST OF UNION ELECTRIC BEING PERMITTED TO
	PROVIDE SERVICE TO NORANDA, WHICH IS SOMETHING THAT NORANDA AND
	UNION ELECTRIC HAVE NEGOTIATED. I TAKE IT THAT YOU WOULD
	ENCOURAGE THE PUBLIC SERVICE COMMISSION TO APPROVE THAT
	APPLICATION?
А	Absolutely. I had the privilege of being at Noranda when the official ceremony
	took place announcing the agreement between Noranda and Union Electric.
	And in the legislature, as I told you, I was elected in a special election in
	November of '03 and then served in '04. But the legislative session that
	occurred between January and May of '03 is when legislation was passed that
	had the effect of allowing Noranda to seek and contract for their power on the
	open market. Now they have this agreement with Union Electric and it is
	specific where they can now project and plan for many years in advance. That
	is a good thing. However, if they did not have the agreement and instead had a
	fluctuating rate they could not make effective judgments of how to run their
	business. So it's extremely important that Noranda be able to finalize this
	contract with Union Electric.

1	Q	WHEN YOU SPEAK IN REGARD TO NORANDA, ARE YOU SPEAKING BOTH AS A
2		BUSINESSPERSON IN THAT AREA WHO WOULD BE IMPACTED BY THE
3		PRESENCE OR THE ABSENCE OF NORANDA, AND ALSO AS AN ELECTED
4		REPRESENTATIVE TO THE PEOPLE IN THAT AREA?
5	А	Absolutely! Both! And then, as I said, it impacts me specifically and the rest of
6		the business community in general all the way around here. And as an elected
7		official, if there is anything that I can do, and I know the other officials in this
8		area are in lock step on this too, we would certainly do it. Anything
9		legislatively that would help Noranda in any way.
	_	
10	Q	THANK YOU REPRESENTATIVE SWINGER. DOES THIS CONCLUDE YOUR
11		

- 11 TESTIMONY?
- 12 A Yes it does.