Civ.	No.	

IN THE COURT OF APPEAL, STATE OF CALIFORNIA FOURTH APPELLATE DISTRICT, DIVISION TWO

ANTELOPE VALLEY GROUND WATER AGREEMENT ASSOCIATION (AGWA); U.S. BORAX, INC.; BOLTHOUSE PROPERTIES, LLC; WM. BOLTHOUSE FARMS, INC.; CRYSTAL ORGANIC FARMS, A LIMITED LIABILITY COMPANY, GRIMMWAY ENTERPRISES, INC.; LAPIS LAND COMPANY, LLC.; A.V. UNIFIED MUTUAL GROUP; SHEEP CREEK WATER COMPANY; and SERVICE ROCK PRODUCTS CORPORATION,

Petitioners,

v.

SUPERIOR COURT OF THE STATE OF CALIFORNIA FOR THE COUNTY OF LOS ANGELES,

Respondent.

LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40, et al.

Real Parties In Interest

Appeal from the Judgment of the Superior Court
State of California, County of Los Angeles
The Honorable Jack Komar (Ret.)
Telephone No. (408) 882-2286
Los Angeles County Superior Court Case No. JCCP 4408

EXHIBITS IN SUPPORT OF PETITION FOR WRIT OF MANDATE AND REQUEST FOR TEMPORARY STAY OF PROCEEDINGS EXHIBITS 1-8 [VOLUME 1 OF 3]

BROWNSTEIN HYATT FARBER SCHRECK, LLP Michael T. Fife (State Bar No. 203025) Bradley J. Herrema (State Bar No. 228976) 2029 Century Park East, Suite 2100 Los Angeles, CA 90067 Tel. No.: (310) 500-4600/Fax No.: (310) 500-4602

Attorneys for Petitioner
ANTELOPE VALLEY GROUND WATER AGREEMENT ASSOCIATION
(PLEASE SEE NEXT PAGE FOR ADDITIONAL ATTORNEYS)

EDGAR B. WASHBURN (State Bar No. 34038) WILLIAM M. SLOAN (State Bar No. 203583) GEOFFREY R. PITTMAN (State Bar No. 253876) MORRISON & FOERSTER LLP 425 Market Street

San Francisco, California 94105-2482 Phone: (415) 268-7209 • Fax: (415) 276-7545

Attorneys for Petitioner, U.S. BORAX INC.

RICHARD G. ZIMMER (State Bar No. 107263)
T. MARK SMITH (State Bar No. 162370)
CLIFFORD & BROWN
1430 Truxtun Avenue, Suite 900
Bakersfield, California 93301-5230
Phone: 661-322-6023 • Fax: 661-322-3508

Attorneys for Petitioners, BOLTHOUSE PROPERTIES, LLC and WM. BOLTHOUSE FARMS, INC.

BOB H. JOYCE (State Bar No. 84607)
ANDREW SHEFFIELD (State Bar No. 220735)
KEVIN E. THELEN (State Bar No. 252665)
LAW OFFICES OF LEBEAU THELEN, LLP
5001 East Commercenter Drive, Suite 300
Post Office Box 12092
Bakersfield, California 93389-2092
Phone: 661-325-8962 • Fax: 661-325-1127

Attorneys for Petitioners, DIAMOND FARMING COMPANY, a
California corporation, CRYSTAL ORGANIC
FARMS, a limited liability company, GRIMMWAY
Enterprises, Inc., and LAPIS LAND COMPANY, LLC.

MICHAEL DUANE DAVIS (State Bar No. 93678)
MARLENE ALLEN-HAMMARLUND (State Bar No. 126418)
BEN A. EILENBERG (State Bar No. 261288)
GRESHAM SAVAGE NOLAN & TILDEN, A Professional Corporation
3750 University Avenue, Suite 250
Riverside, CA 9250 1-3335
Phone: 951-684-2171 • Fax: 951-684-2150

Attorneys for Petitioners, A.V. UNITED MUTUAL GROUP, SHEEP CREEK WATER COMPANY, and SERVICE ROCK PRODUCTS CORPORATION

LIST OF EXHIBITS

Exhibit 1	Reporter's Transcript of Proceeding and Order Granting
	Petition for Coordination - June 17, 2005, Judicial Council
	Proceeding No. 4408, Superior Court of the State of
	California for the County of Orange, the Honorable David C.
	Velasquez presiding, filed June 17, 2005.
Exhibit 2	Respondent Court's Order After Hearing on Jurisdictional
	Boundaries, entered November 3, 2006.
Exhibit 3	Respondent Court's Revised Order After Hearing on
	Jurisdictional Boundaries, entered March 12, 2007, filed
	March 16, 2007.
Exhibit 4	Plaintiff Rebecca Willis' Response to Ex Parte Application
	For Order Continuing Trial Date and to AGWA's Request for
	Order Protecting Phase 2 Findings, filed October 1, 2008.
Exhibit 5	Respondent Court's Order After Phase Two Trial on
	Hydrologic Nature of Antelope Valley, entered November 6,
	2008, filed November 12, 2008.
Exhibit 6	Reporter's Transcript of Proceedings - April 24, 2009,
	Judicial Council Proceeding No. 4408, the Honorable Jack
	Komar presiding, filed April 24, 2009.

Exhibit 7	Federal Defendants' Reply to Landowner Defendants' Motion
	to Dismiss Public Water Suppliers' Cross-Complaint and
	Responses Thereto, filed June 18, 2009.
Exhibit 8	Los Angeles County Waterworks District No. 40, Palm Ranch
	Irrigation District, Littlerock Creek Irrigation District,
	Palmdale Water District, Quartz Hill Water District,
	Rosamond Community Services District, City of Palmdale,
	California Water Service Company, City of Lancaster's
	Notice of Motion and Motion to Transfer and to Consolidate
	for all Purposes; Memorandum of Points and Authorities;
	Declaration of Whitney G. McDonald, filed July 15, 2009.
	Attachment 1: Judicial Council Order Granting Petition for
	Coordination, June 17, 2005.
	Attachment 2: Judicial Council Amended Order Assigning
	Coordination Trial Judge, August 31, 2005.
	Attachment 3: Los Angeles County Waterworks District No.
	40, Palm Ranch Irrigation District, Littlerock Creek Irrigation
	District, Palmdale Water District, Quartz Hill Water District,
	Rosamond Community Services District, City of Palmdale,
	California Water Service Company, City of Lancaster's List
	of Operative Complaints.

Exhibit 9	Federal Defendants' Response to Motion to Transfer and
	Consolidate, filed August 3, 2009.
Exhibit 10	Reporter's Transcript of Proceedings - October 13, 2009,
	Judicial Council Proceeding No. 4408, the Honorable Jack
	Komar presiding, filed October 13, 2009.
Exhibit 11	U.S. Borax, Inc., Sheep Creek Water Company, Service Rock
	Products Corporation, Grimmway Enterprises, Inc., Diamond
	Farming Company, Crystal Organic Farms LLC, Bolthouse
	Properties, LLC, Lapis Land Company, LLC, A.V. United
	Mutual Group, Wm. Bolthouse Farms, Inc., Antelope Valley
	Ground Water Agreement Association's (Cross-Defendants)
	Peremptory Challenge to Assigned Judge (C.C.P. § 170.6),
	filed October 13, 2009.
Exhibit 12	Santa Clara County Superior Court Minute Order from
	October 13, 2009, filed October 13, 2009.
Exhibit 13	Santa Clara County Superior Court Minute Order from
	October 15, 2009, filed October 15, 2009.
Exhibit 14	Santa Clara County Superior Court Minute Order from
	October 16, 2009, filed October 16, 2009.

Exhibit 15	North Edwards Water District, Big Rock Mutual Water
	Company, Palm Ranch Irrigation District, Llano-Del Rio
	Water Company, Littlerock Creek Irrigation District,
	Palmdale Water District, Little Baldy Mutual Water
	Company, Llano Mutual Water Company, Desert Lakes
	Community Services District, City of Palmdale's Opposition
	to Peremptory Challenge to Assigned Judge (CCP § 170.6),
	filed October 19, 2009.
Exhibit 16	City of Los Angeles' Joinder in Opposition to Peremptory
	Challenge to Assigned Judge, filed October 19, 2009.
Exhibit 17	Phelan Piñon Hills Community Services District's Opposition
	to Peremptory Challenge (C.C.P. § 170.6), filed October 19,
	2009.
Exhibit 18	Federal Defendants' Response to Peremptory Challenge to
	Assigned Judge (CCP 170.6), filed October 19, 2009.
Exhibit 19	Los Angeles County Waterworks District No. 40 and
	Rosamond Community Services District's Joinder in
	Opposition to Peremptory Challenge to Assigned Judge, filed
	October 20, 2009.

Exhibit 20	U.S. Borax, Inc., Sheep Creek Water Company, Service Rock
	Products Corporation, Grimmway Enterprises, Inc., Diamond
	Farming Company, Crystal Organic Farms LLC, Bolthouse
	Properties, LLC, Lapis Land Company, LLC, A.V. United
	Mutual Group, Wm. Bolthouse Farms, Inc., Antelope Valley
	Ground Water Agreement Association's (Cross-Defendants)
	Reply to Oppositions to Peremptory Challenge to Assigned
	Judge, filed October 22, 2009.
Exhibit 21	Santa Clara County Superior Court Minute Order from
	October 22, 2009, filed October 22, 2009.
Exhibit 22	Santa Clara County Superior Court Minute Order from
	October 23, 2009, filed October 23, 2009.
Exhibit 23	Santa Clara County Superior Court Minute Order from
	October 23, 2009 (2nd), filed October 23, 2009.
Exhibit 24	Reporter's Transcript of Proceedings - October 27, 2009,
	Judicial Council Proceeding No. 4408, the Honorable Jack
	Komar presiding, filed October 27, 2009.

Exhibit 25	Respondent Court's Order after Hearing re Re-Setting
	Hearing Dates for Motions to Approve Settlements and Other
	Motions; Case Management Conference being scheduled to
	February 5, 2010, entered October 28, 2009.
Exhibit 26	Order of the Court of Appeal – State of California Fourth
	District, Division Two, Antelope Valley Groundwater
	Agreement Association et al. v. Superior Court of Los
	Angeles County, E049581, filed November 19, 2009.
Exhibit 27	Respondent Court's Order Transferring and Consolidating
	Actions for All Purposes, filed February 19, 2010.
Exhibit 28	U.S. Borax, Inc., Sheep Creek Water Company, Service Rock
	Products Corporation, Grimmway Enterprises, Inc., Diamond
	Farming Company, Crystal Organic Farms LLC, Bolthouse
	Properties, LLC, Lapis Land Company, LLC, A.V. United
	Mutual Group, Wm. Bolthouse Farms, Inc., Antelope Valley
And the state of t	Ground Water Agreement Association's (Cross-Defendants)
	Peremptory Challenge to Assigned Judge (C.C.P. § 170.6),
	filed February 19, 2010.
Exhibit 29	Los Angeles County Superior Court Minute Order from
	February 19, 2010, filed February 19, 2010.
1	

Exhibit 30	Public Water Suppliers' Opposition to Code of Civil
	Procedure Section 170.6 Peremptory Challenge, filed
	February 26, 2010, and Joinders of City of Los Angeles,
	Phelan Piñon Hills Community Services District, and State of
	California.
Exhibit 31	Federal Defendants' Response to Peremptory Challenge to
	Assigned Judge (CCP § 170.6), filed February 26, 2010.
Exhibit 32	Minute Order from February 26, 2010 regarding late add-ons
	to Willis Class, filed February 26, 2010.
Exhibit 33	Cross-Defendants' Reply to Oppositions to Peremptory
	Challenge to Assigned Judge, filed March 4, 2010.
Exhibit 34	Reporter's Transcript of Proceedings – March 8, 2010,
	Judicial Council Proceeding No. 4408, the Honorable Jack
	Komar presiding.
Exhibit 35	Order Denying the Challenging Parties' Peremptory Challenge
	pursuant to CCP section 170.6, filed March 9, 2010.
Exhibit 36	Order and Notice to All Counsel Regarding Phase 3 Trial on
	Status of Aquifer and Issue of Overdraft, filed March 10,
	2010.

PROOF OF SERVICE BY PERSONAL DELIVERY

I am over the age of eighteen years and not a party to this action.

My business address is 21 East Carrillo Street, Santa Barbara, CA 93101.

On March 18, 2010, I caused to be served via attorney service, First Legal Support the:

EXHIBITS IN SUPPORT OF PETITION FOR WRIT OF MANDATE AND REQUEST FOR TEMPORARY STAY OF PROCEEDINGS

EXHIBITS 1-8 [VOLUME 1 OF 3]

by delivering copies thereof to:

The Hon. Jack Komar Santa Clara County Superior Court c/o Clerk, Rowena Walker 191 North First Street San Jose, CA 95113 The Hon. Jack Komar Los Angeles County Superior Court 111 North Hill Street Los Angeles, CA 90012

Further, I posted the document(s) to the website http://www.scefiling.org, a dedicated link to the Antelope Valley Groundwater Cases. This posting was reported as complete and without error.

I declare under penalty of perjury under the laws of the State of California that the above is true and correct.

Executed on March 18, 2010, at Los Angeles, California.

Maria Klachko-Blair

Exhibit 1

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF ORANGE CIVIL COMPLEX CENTER



DEPARTMENT CX101

COORDINATION PROCEEDING SPECIAL TITLE (RULE 1550(B))

ANTELOPE VALLEY GROUNDWATER CASES

INCLUDED ACTIONS:

LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40 V. DIAMOND FARMING COMPANY, ET AL.,

LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40 V. DIAMOND FARMING COMPANY, ET AL.,

DIAMOND FARMING COMPANY, AND W.M. BOLTHOUSE FARMS, INC., V. CITY OF LANCASTER, ET AL.,

DEFENDANTS.

JUDICIAL COUNCIL PROCEEDING NO. 4408

) SUPERIOR COURT OF) CALIFORNIA, COUNTY OF) LOS ANGELES,) CASE NO. BC 325201

) SUPERIOR COURT OF) CALIFORNIA, COUNTY OF) KERN, CASE NO.) S-1500-CV-254348

SUPERIOR COURT OF
CALIFORNIA, COUNTY OF
RIVERSIDE,
CASE NO. RIC 344436
(C/W CASE NO. RIC)
344668 AND 353840)

HONORABLE DAVID C. VELASQUEZ, JUDGE PRESIDING

REPORTER'S TRANSCRIPT

JUNE 17, 2005

TERESA J. GROVE, CSR NO. 6166 OFFICIAL COURT REPORTER

(APPEARANCES OF COUNSEL ON THE EOLLOWING PAGE.)

APPEARANCES OF COUNSEL:

WATERWORKS DISTRICT NO. 40:

FOR LOS ANGELES COUNTY BEST, BEST & KRIEGER BY: JEFFREY V. DUNN

> OFFICE OF THE COUNTY COUNSEL COUNTY OF LOS ANGELES BY: FREDERICK W. PFAEFFLE

FOR ROSAMOND COMMUNITY SERVICES DISTRICT:

BEST, BEST & KRIEGER ERIC J. GARNER

FOR DIAMOND FARMING COMPANY:

LEBEAU, THELEN, LLP BY: BOB H. JOYCE

FOR W.M. BOLTHOUSE FARMS: CLIFFORD & BROWN

BY: RICHARD G. ZIMMER

FOR PALMDALE WATER FOR PALMDALE WATER
DISTRICT, QUARTZ HILL WATER DISTRICT:

LAGERLOF, SENECAL, BRADLEY, GOSNEY & KRUSE BY: THOMAS S. BUNN III

WATER COMPANY:

FOR ANTELOPE VALLEY CALIFORNIA WATER SERVICE COMPANY

BY: JOHN TOOTLE (VIA COURT CALL)

FOR CITY OF LOS ANGELES:

KRONICK, MOSKOVITZ, TIEDEMANN & GIRARD BY: JANET K. GOLDSMITH

LOS ANGELES DEPARTMENT OF WATER & POWER BY: JULIE A. CONBOY DEPUTY CITY ATTORNEY

FOR ANTELOPE VALLEY HATCH AND PARENT GOUNDWATER AGREEMENT BY: MICHAEL T. FIFE ASSOCIATION:

FOR LITTLEROCK GREEK IRRIGATION DISTRICT AND BY: STEVEN O'NEILL PALM RANCH IRRIGATION DISTRICT:

LEMIEUX & O'NEILL

FOR CITY OF LANCASTER:

STADLING, YOCCA, CARLSON & RAUTH

BY: DOUGLAS J. EVERTZ

FOR CITY OF PALMDALE:

RICHARDS, WATSON & GERSHON BY: JAMES L. MARKMAN

APPEARANCES OF COUNSEL: (CONTINUED)

FOR CITY OF LOS ANGELES, DEPARTMENT OF AIRPORTS:

IVERSON, YOAKUM, PAPIANO & HATCH

BY: JOHN A. SLEZAK (VIA COURT CALL)

FOR TEJON RANCH:

NOSSAMAN, GUTHNER, KNOX & ELLIOTT

BY: HENRY S. WEINSTOCK (VIA COURT CALL)

1	SANTA ANA, CALIFORNIA - FRIDAY, JUNE 17, 2005
2	MORNING SESSION
3	(THE FOLLOWING PROCEEDINGS WERE
4	HAD IN OPEN COURT:)
. 5	THE COURT: BACK ON THE RECORD. THE RECORD
6	SHOULD REFLECT WE ARE IN OPEN COURT. THIS IS THE
7	PETITION FOR COORDINATION IN THE ANTELOPE VALLEY
8	GROUNDWATER CASES.
9	MAY I GET COURT CALL APPEARANCES FIRST, AND
10	THEN HAVE COUNSEL WHO ARE IN COURT STEP FORWARD WHILE
111	THIS IS TAKING PLACE.
12	COURT CALLS, PLEASE. HOLD ON. WE GOT TO MAKE
13	SURE YOUR VOLUME IS UP.
14	THE BAILIFF: COUNSEL FOR CX101, JUDGE
15	VELASQUEZ'S TEN O'CLOCK CALENDAR, ARE YOU ON LINE?
16	UNIDENTIFIED VOICE: YES.
17	UNIDENTIFIED VOICE: YES.
18	THE BAILIFF: OKAY. HE'S TAKING APPEARANCES
19	NOW.
20	THE COURT: CAN I HAVE YOUR COURT CALL
21	APPEARANCES FOR THE COURT REPORTER THEN AT THIS TIME.
22	MR. TOOTLE: YES. JOHN TOOTLE FOR THE ANTELOPE
23	VALLEY WATER COMPANY.
24	THE COURT: THANK YOU. NEXT, PLEASE.
25	MR. WEINSTOCK: HENRY WEINSTOCK FOR TEJON RANCH
26	CORP.

1 THE COURT: THANK YOU. NEXT, PLEASE. 2 MR. SLEZAK: JOHN SLEZAK, CITY OF LOS ANGELES, 3 DEPARTMENT OF AIRPORTS. THE COURT: THANK YOU. NEXT, PLEASE. 4 ANY OTHER COURT CALL APPEARANCES ON THE WATER 5 6 DISTRICT CASES? THERE ARE MANY COUNSEL IN COURT FOR THE RECORD, 7 SO WE'LL GET YOUR APPEARANCE BY BUSINESS CARD, UNLESS YOU 8 ADDRESS THE RECORD, AND PLEASE STATE YOUR APPEARANCE AT 9 10 THAT TIME. FOR THE RECORD, THE COURT NOTES HISTORICALLY 11 THIS IS A CONTINUATION OR CONTINUANCE OF THE FIRST 12 HEARING FOR COORDINATION. THE COURT HAD READ, RECEIVED 13 AND CONSIDERED THE FIRST ROUND OF PAPERS AND THEN 14 RECEIVED ADDITIONAL PLEADINGS -- EXCUSE ME -- BRIEFING AT 15 16 ITS REQUEST. LET ME START BY SAYING WHAT I AM NOT GOING TO 17 BE ORDERING TODAY. THE ISSUE THAT WAS IN THE MIND OF 18 MANY OF THE PARTIES WAS WHETHER OR NOT THE CASE SHOULD 19 PROCEED ON AN INDIVIDUAL BASIS OR A BASIN-WIDE 20 ADJUDICATION. THAT WOULD NOT BE WHAT THE COURT IS GOING 21 22 TO BE ADDRESSING TODAY. WHETHER OR NOT THE MATTER SHOULD PROCEED AS 23 INDIVIDUAL QUIET TITLE ACTIONS OR BASIN WIDE WOULD BE UP 24 TO THE JUDGE WHO GETS THE CASE TO DECIDE, BUT I AM STILL 25

INCLINED TO ORDER COORDINATION TO HAVE ALL THOSE ISSUES

RESOLVED, EXCEPT WITH THE TINY CARVE OUT FOR DIAMOND

FARMING ON THE TRIAL THAT WAS ABORTED TO MAKE ITS MOTION

FOR FEES AND COSTS IN THE RIVERSIDE SUPERIOR COURT, SO

THAT TRIAL JUDGE HAS THE BEST HANDLE ON ADDRESSING THAT

ISSUE. BUT FOR ALL OTHER PURPOSES THE MATTERS WILL BE

COORDINATED.

THE COURT IS MINDFUL OF THE NEED AND THE REQUEST OF THE PARTIES FOR A NEUTRAL JUDGE, AND IN THAT REGARD THE COURT WOULD BE RECOMMENDING OR TENTATIVELY ——
I'M WILLING TO HEAR ARGUMENT — TENTATIVELY WILLING TO ASSIGNMENT, OR IN THE ALTERNATIVE, A JUDGE FROM A COUNTY OTHER THAN LOS ANGELES COUNTY OR KERN COUNTY.

I UNDERSTAND THAT THERE IS A REQUEST THAT THE

MATTER BE HEARD IN THE VICINITY OF THE SITE OF THE WATER

TABLE THAT IS INVOLVED HERE, THE AQUIFER, AND THAT

LANCASTER MAY BE MOST CONVENIENT FROM THAT STANDPOINT,

BUT GIVEN THE AMOUNT OF COUNSEL AND THE NEED FOR

FACILITIES AND CAPABILITY OF HANDLING THE PAPER WORK THAT

IS JUST NOT GOING TO BE PRACTICAL.

SO MY TENTATIVE IS TO DETERMINE THE SITUS OF
THE ACTION TO BE LOS ANGELES COUNTY WITH A NEUTRAL JUDGE
FROM EITHER -- NOT FROM EITHER L.A. OR KERN COUNTY,
PREFERABLY A RETIRED JUDGE, AND THEN TO DESIGNATE THE
APPELLATE JURISDICTION AS THE FOURTH DISTRICT, DIVISION
2, WHICH IS RIVERSIDE, AND THAT WILL KIND OF KEEP YOU IN

1 THAT BALLPARK OVER THERE. 2 I THINK THE COMPLEX CENTER IN LOS ANGELES HAS 3 THE ABILITY TO HANDLE THE PAPER WORK AND ALSO THE COURTROOMS THAT COULD ACCOMMODATE COUNSEL. EVERYBODY IS 4 SPREAD OUT ALL OVER THE PLACE. ORANGE COUNTY, EXCEPT FOR 5 ONE FIRM, REALLY IS NOT GEOGRAPHICALLY CONVENIENT FOR A 6 7 LOT OF PEOPLE. LET ME HEAR FROM MOVING PARTIES FIRST, THE LOS 8 9 ANGELES COUNTY WATERWORKS DISTRICT. MR. DUNN: MAY WE HAVE JUST A BRIEF MOMENT TO 10 11 CAUCUS ON THE TENTATIVE? THE COURT: I CAN TAKE A FIVE-MINUTE RECESS. 12 MR. DUNN: IT WOULDN'T TAKE THAT LONG, YOUR 13 14 HONOR, JUST A MOMENT. 15 THE COURT: ALL RIGHT. 16 (DISCUSSION AMONG COUNSEL OFF 17 THE RECORD.) MR. DUNN: ON BEHALF OF THE COUNTY WATERWORKS 18 DISTRICT, WE'LL ACCEPT THE TENTATIVE. 19 THE REPORTER: COUNSEL, YOUR NAME, PLEASE. 20 MR. DUNN: MY NAME IS JEFFREY DUNN. 21 THE COURT: ANY OTHER PARTIES, JUST FOR THE 22 RECORD, WHO ARE WILLING TO SUBMIT ON THE TENTATIVE? 23 MR. MARKMAN: YES, YOUR HONOR. CITY OF 24 PALMDALE ACCEPTS THE TENTATIVE. 25 MR. EVERTZ: YOUR HONOR, DOUG EVERTZ ON BEHALF 26

1	OF THE CITY OF LANCASTER. WE ACCEPT.
2	MR. O'NEILL: YOUR HONOR, STEVEN O'NEILL FOR
3	LITTLEROCK CREEK IRRIGATION DISTRICT AND PALM RANCH
4	IRRIGATION DISTRICT. WE ACCEPT.
5	MR. GARNER: ERIC GARNER ON BEHALF OF ROSAMOND
6	COMMUNITY SERVICES DISTRICT. WE ACCEPT.
7	MR. BUNN: GOOD MORNING, YOUR HONOR.
8	THOMAS BUNN ON BEHALF OF PAIMDALE WATER
9	DISTRICT AND QUARTS HILL WATER DISTRICT. WE'LL ACCEPT.
10	THE COURT: ANY OTHER PARTIES WHO ARE
11	WILLING
12	MS. GOLDSMITH: YES.
13	THE COURT: JUST TO FOCUS THE ARGUMENTS
1.4	MS. GOLDSMITH: JANET GOLDSMITH ON BEHALF OF
1.5	THE CITY OF LOS ANGELES ACTING BOTH FOR THE DEPARTMENT OF
L6	WATER AND POWER WHICH REPRESENTS THE LOS ANGELES AIRPORT
17	DISTRICT DEPARTMENT.
L8	THE COURT: THAT'S THE DWP AND
L9i	MS. GOLDSMITH: DWP AND LAWA. WE ACCEPT.
20	THE COURT: THANK YOU.
21	ALL RIGHT. AND THOSE COUNSEL THAT WISH TO
22	ARGUE IN OPPOSITION, I CAN TAKE YOU IN ANY ORDER.
23	MR. JOYCE: YES, YOUR HONOR.
24	BOB JOYCE APPEARING ON BEHALF OF THE PLAINTIFF
25	IN RIVERSIDE SORRY, YOUR HONOR.
26	(COUNSEL APPROACHES

1	MICROPHONE.)
2	THE COURT: THAT MAKES IT EASIER FOR US. THANK
3	YOU.
4	MR. JOYCE: GOOD MORNING, YOUR HONOR.
5	BOB JOYCE APPEARING ON BEHALF OF DIAMOND
6	FARMING COMPANY, ONE OF THE PLAINTIFFS IN THE RIVERSIDE
7	CONSOLIDATED ACTIONS.
8	THE COURT: ALL RIGHT. AND, YES, SIR, DO YOU
9	WISH TO BE HEARD FOR THE RECORD?
10	MR. JOYCE: YES, YOUR HONOR, I DO.
11	THE COURT: OKAY.
12	MR. JOYCE: YOUR HONOR, I APPRECIATE THE
13	COURT'S TENTATIVE. I WANT TO GET A POINT OF
14	CLARIFICATION.
15	THE COURT: ALL RIGHT.
16	MR. JOYCE: AND THEN I WILL ADDRESS THE
17	ARGUMENT.
18	FIRST OF ALL, THE COURT INDICATED THERE WILL BE
19	A CARVE OUT CONCERNING THE ISSUE OF THE MONETARY
20	SANCTIONS, WHICH WOULD BE APPROPRIATE, GIVING WHAT
21	ESSENTIALLY WILL COMPEL OF NECESSITY AN ORDER OF MISTRIAL
22	IN RIVERSIDE COUNTY SUPERIOR COURT ACTIONS. IS THAT
23	CORRECT?
24	THE COURT: WHATEVER THE WHATEVER THE
25	MOTIONS WOULD BE IT WOULD BE LIMITED TO THOSE POST-TRIAL
26	ISSUES, INCLUDING COSTS AND FEES. I'M NOT EXACTLY SURE,

YOU ARE SAYING YOU WOULD ALSO MOVE FOR MISTRIAL?

MR. JOYCE: WELL, YOUR HONOR, PRACTICALLY
SPEAKING AS WE STAND HERE TODAY THAT ACTION IS STILL IN
PROGRESS. JUDGE TRANBARGER AT THE TIME OF THE HEARING
POINTED OUT THAT ABSENT A STIPULATION FROM ALL PARTIES
THAT HE WAS WILLING -- EXCUSE ME -- THAT IF ALL PARTIES
STIPULATED HE WOULD USE THE TRANSCRIPTS AND THE EXHIBITS
AND PROCEED AND PICK UP THE TRIAL FROM WHERE IT WAS LEFT
OFF.

OBVIOUSLY, THE SITUATION WOULD HAVE BEEN THEN

IF THE PURVEYOR DEFENDANTS WERE TO HAVE REFUSED TO

STIPULATE, THEN OBVIOUSLY IN THE RIVERSIDE ACTION WE

WOULD HAVE THEN, PURSUANT TO JUDGE ETTINGER'S RULING,

RENEWED THE MOTION FOR THE SANCTIONS; SINCE OBVIOUSLY A

MISTRIAL WOULD HAVE BEEN DECLARED WHICH IT WOULD HAVE TO

BE. THAT MOTION WOULD THEN BE RIPE FOR CONSIDERATION.

IF THE COURT IS NOW GOING TO COMPEL OVERALL
COORDINATION, THEN AT SOME POINT SOMEONE IS GOING TO HAVE
TO ADDRESS THE TRIAL ISSUE AND SOME FORMAL ORDER OF
MISTRIAL WILL BE NECESSITATED AND THEN, OBVIOUSLY, THAT
WILL IN TURN BE FOLLOWED BY THE MOTION RENEWING THE
REQUEST FOR THE SANCTIONS.

THE COURT: I UNDERSTAND. LET ME GET

EVERYTHING AND THEN I CAN HEAR FROM THE OTHER SIDE TO SEE

WHAT WOULD MAKE THE BEST SENSE.

MR. JOYCE: OKAY. SO THAT IS MORE OF A

PROCEDURAL ISSUE?

THE COURT: RIGHT.

MR. JOYCE: AND THAT IS ON THE ASSUMPTION THAT
I AM GOING TO NOW ADDRESS THE MERITS OF THE ISSUE AND
THAT PROVE UNSUCCESSFUL. AND IF I'M CLEAR THEN, IF I
UNDERSTAND THE COURT'S TENTATIVE, THE COURT IS
ESSENTIALLY REVISING ITS PRIOR TENTATIVE RULING WHICH HAD
CARVED OUT THE RIVERSIDE ACTIONS AND LEFT THEM, SO THEY
COULD PROCEED TO TRIAL.

IS THAT CORRECT, YOUR HONOR?

THE COURT: MY TENTATIVE IS DIFFERENT IN THAT
RESPECT.

MR. JOYCE: OKAY. YES, YOUR HONOR. THAT'S
WHAT -- I APPRECIATE -- YOUR HONOR, I THINK -- I INTENDED
TO INITIALLY ATTEMPT TO RESPOND TO THE REPLY MEMORANDUM
FILED BY THE PURVEYOR GROUP ON A POINT-BY-POINT BASIS,
BUT I THINK I WANT TO TAKE A LITTLE MORE GENERALIZED
APPROACH, AND THAT IS IN THIS SENSE; I THINK IT IS
IMPRACTICAL AND FACTUALLY INAPPROPRIATE TO CONCLUDE THAT
COORDINATION IS GOING TO ULTIMATELY SERVE ANY USEFUL
PURPOSE.

AND I APPRECIATE THE COURT'S INITIAL COMMENTS
TO THE EFFECT THAT YOU ARE NOT PASSING UPON WHETHER OR.
NOT ULTIMATELY IN A TRIAL CONTEXT EACH SEPARATE
LANDOWNER, PARCEL, PURVEYOR CLAIM ARE GOING TO HAVE TO BE
IN ESSENCE SEPARATELY ADJUDICATED, BUT THE ULTIMATE

REALITY IS THAT IS EXACTLY WHAT IS GOING TO HAVE TO

HAPPEN AND -- BECAUSE, PRACTICALLY SPEAKING, IF -- THE

COURT, I'M SURE, HAS NOW HAD THE OPPORTUNITY TO KIND OF

GET A SENSE OF THE LAW THAT IS APPLICABLE TO THIS ISSUE.

AT THE END OF THE DAY, WHEN IT IS ALL SAID AND DONE, THE MOST SIGNIFICANT FACTUAL ADJUDICATION THAT IS GOING TO BE REQUIRED IS GOING TO TURN UPON WHEN ANY PARTICULAR LANDOWNER AS TO ANY PARTICULAR PARCEL OF PROPERTY, OVERLYING WHATEVER THE AREA HAPPENS TO BE, LEARNED OF OR HAD SUFFICIENT INFORMATION IMPARTED TO HIM SO AS TO COMMENCE THE ACCRUAL OF A CAUSE OF ACTION IN INVERSE CONDEMNATION.

BECAUSE LEGALLY THE PRESCRIPTIVE PERIOD AS

AGAINST A GIVEN LANDOWNER COULD NOT HAVE COMMENCED UNLESS

IT COINCIDED IN TIME WITH THE FIRST DAY THAT HE HAD AN

ACCRUED CAUSE OF ACTION IN INVERSE CONDEMNATION. TO SAY

OTHERWISE WOULD BE TO SUGGEST THAT THE EFFECTIVE

LANDOWNER HAD AN INJURY AND A WRONG BEING COMMITTED UPON

IT BY A PUBLIC AGENCY WHO COULD NOT BE RESTRAINED FROM

PUMPING BECAUSE OF THE INTERVENTION OF PUBLIC USE

DOCTRINE AND, YET, AT THE SAME TIME, BE LEFT WITH NO

REMEDY WHATSOEVER.

AND THE PRACTICAL REALITY IS, IS THAT THAT IS GOING TO REQUIRE A LANDOWNER-BY-LANDOWNER INDIVIDUAL AND/OR ENTITY-BY-ENTITY INQUIRY AND INVESTIGATION AS TO WHAT THEY KNEW, WHEN THEY KNEW IT AND THE LIKE.

AND PRACTICALLY SPEAKING I WOULD REFER THE

COURT TO THE OBSERVATION BY THE CALIFORNIA SUPREME COURT

IN THE CITY OF SAN FERNANDO/LOS ANGELES WHERE THE COURT

MADE IT ABUNDANTLY CLEAR THAT THE ISSUE IS NOT WHEN DOES

THIS QUOTE, UNQUOTE, "CONCEPT OF OVERDRAFT" COMMENCE; THE

ISSUE IS WHEN IN FACT DOES THE AFFECTED LANDOWNER HAVE

ACTUAL NOTICE OF ADVERSITY IN FACT? NOT SOME

HYPOTHETICAL OR THEORETICAL ADVERSITY, NOT SOME CLAIM

THAT SOME 20 OR 30 YEARS DOWN THE ROAD IF THINGS AREN'T

DONE THAT HE SOMEHOW IS GOING TO THEN BE ADVERSELY

IMPACTED, BUT IN FACT SOME MANIFESTATION OF ADVERSITY IN

FACT AT THE TIME THAT THE PRESCRIPTIVE PERIOD WOULD

COMMENCE TO RUN.

AND SO THAT IS GOING TO MAKE IT OF NECESSITY A WHOLE SERIES OF MINI TRIALS WITHIN A TRIAL.

UNFORTUNATELY, MY CLIENT IS JUST GOING TO BE ONE SMALL PIECE OF THAT WHOLE LARGER PROBLEM.

WE STARTED THIS ACTION FOR A VERY SIMPLE,
STRAIGHTFORWARD REASON. WE WEREN'T TRYING TO SAY TO
ANYBODY, "SHUT YOUR PUMPS DOWN." WE WEREN'T TRYING TO
TELL LOS ANGELES OR THE CITY OR ANYBODY ELSE, "YOU CAN'T
PUMP WATER." ALL WE SAID, SIMPLY AND STRAIGHTFORWARDLY,
WAS, "TELL US, 'YES' OR 'NO,' HAVE WE MANAGED TO EITHER
THROUGH SELF-HELP, BY CONTINUING TO PUMP BEFORE AND
CONTINUE TO PUMP NOW AND CONTINUE TO PUMP AFTER,
PRESERVED OUR PRIORITY?" THAT'S IT.

THEY IN TURN RESPOND WITH A CLAIM OF
PRESCRIPTION. THE IRONY IS, IS THEY CONCEDE IN THEIR
REPLY MEMORANDUM OF POINTS AND AUTHORITIES THAT WE WERE
PUMPING BEFORE, WE ARE PUMPING NOW, AND WE ARE GOING TO
CONTINUE TO PUMP.

WELL, THEY ARE RIGHT. WE ARE GOING TO. THE ONLY DIFFERENCE IS THAT AFTER WE GET OUR JUDGMENT, WE WILL PUMP WITH AN AFFIRMED PRIORITY RIGHT AND THAT'S IT. IT IS PURE AND SIMPLE.

PULLING US OUT OF THE RIVERSIDE COURT AND COMPELLING US
TO PARTICIPATE IN WHAT IS GOING TO TURN OUT TO BE A
MONSTROUSLY TIME-CONSUMING AND EXPENSIVE PROPOSITION
SERVES THE UNDERLYING PURPOSE OF CODE OF CIVIL PROCEDURE
SECTION 401 WHICH IS TO -- WHICH IS PRIMARILY INTENDED TO
DO AND ENSURE THAT UPON CONSIDERING THESE KINDS OF
MOTIONS THAT THE ENDS OF JUSTICE ARE MET.

IF THE COURT WILL NOTE ON MY MEMORANDUM OF
POINTS AND AUTHORITIES, I RAISED A QUESTION IN FOOTNOTE
NO. 1 AND THAT QUESTION HAS NEVER BEEN ANSWERED. THAT
QUESTION WAS PRETTY SIMPLE. IT IS THAT ALL THESE LAWYERS
REPRESENTING ALL THESE MUNICIPALITIES AND PUMPERS, THEY
ARE ALL THE WATER EXPERTS. IF YOU LOOK AT THE FIRMS'
RESUMES THAT'S WHAT THEY DO FOR A LIVING.

WELL, I'M NOT A WATER EXPERT, I'M JUST A LITIGATOR, BUT THE ISSUE I RAISED IS PRETTY

STRAIGHTFORWARD AND PRETTY SIMPLE AND THAT IS THIS: WE
FILED A COMPLAINT, SIMPLE AND STRAIGHTFORWARD, COURT
PLEASE AFFIRM THE PRIORITY OF OUR RIGHT.

THEY AT THAT TIME GOT SERVED WITH THAT

COMPLAINT. THE LAW GAVE THEM OPTIONS. I'M CERTAIN THEY
CONSULTED THEIR CLIENTS. I'M CERTAIN THAT THEY ADVISED
THEM OF WHAT THEY COULD DO LEGALLY. ONE OF THE THINGS
THEY COULD HAVE DONE IS THEY COULD HAVE FILED A
PERMISSIVE CROSS-COMPLAINT AND AT THAT TIME TURNED THIS
INTO WHAT THEY ARE NOW TRYING TO DO TODAY.

THEY DIDN'T DO THAT. THEY MADE THE CONSCIOUS,

INTELLIGENT DECISION TO LEAVE THE DISPUTE AS BETWEEN THEM

AND ME AND THAT WAS IT. THEY DIDN'T FEEL ANY COMPULSION

TO BRING IN EVERY OTHER LANDOWNER AT THAT POINT. THEY

OPTED TO NOT DO THAT.

THEY CONSCIOUSLY ELECTED TO NOT FILE THE

COMPULSORY CROSS-COMPLAINT -- EXCUSE ME, THE PERMISSIVE

CROSS-COMPLAINT WHIGH THEY COULD HAVE DONE. AND I POSIT

IN FOOTNOTE 1 IN MY MEMORANDUM OF POINTS AND AUTHORITIES,

WHAT'S THE REASON? I KNOW THE ANSWER. AND I WOULD LIKE

TO HEAR IT FROM THEM.

BECAUSE IT IS THE POSITION OF THESE FOLKS OVER
HERE, AND THEY KNOW IT, THERE IS NO SINGLE LANDOWNER WHO
CAN STAND UP TO THEM. THIS WILL BECOME SO MONUMENTALLY
EXPENSIVE THAT THERE IS NO SINGLE TRACT OF REAL PROPERTY
OUT THERE THAT IS WORTH WHAT IT IS GOING TO COST TO

1 LITIGATE THESE CLAIMS.

AND IF WE GET SUCKED INTO THIS THING AND HAVE

TO GO THROUGH -- I'M INVOLVED IN THE SANTA MARIA CASE AND

THIS SUGGESTION THAT SOMEHOW WE ARE GOING TO GET A TRIAL

DATE IN THE FALL OF -- OF 2007 IS A COMPLETE LUDICROUS

SUGGESTION. IT IS JUST NUTS.

THEY KNOW IT AND I KNOW IT BECAUSE THAT CASE
HAS BEEN PENDING FOR NINE YEARS ALREADY, AND IT IS
NOWHERE CLOSE TO BEING OVER, UNLESS WE SUCCESSFULLY
SETTLE IT.

SECONDLY, IF THEIR CLAIM IS TRUE, THAT THE ONLY WAY TO RESOLVE THIS ENTIRE DISPUTE IS TO HAVE EVERYBODY BEFORE THE COURT IN ONE PROCEEDING, WHY WERE THEY WILLING TO NEGOTIATE FOR 18 MONTHS SEPARATELY WITH US?

IT IS ONLY WHEN THOSE SETTLEMENT NEGOTIATIONS

BROKE DOWN AND THAT WE ASKED THE TRIAL COURT IN RIVERSIDE

TO RESET THE MATTER FOR TRIAL THAT THEY SUDDENLY DECIDE,

UH-OH, NOW IT IS TIME TO THROW UP ANOTHER ROADBLOCK

BECAUSE THE DAY OF RECKONING WAS GOING TO COME.

WE WERE GOING TO GET A TRIAL DATE. WE WERE
GOING TO TRY THE CASE AND THEN WE WERE GOING TO GET WHAT
WE ARE GOING TO GET EVENTUALLY ANYWAY AND THAT IS AN
AFFIRMATION OF OUR PRIORITY. BECAUSE THE REAL
UNDISPUTABLE FACT, A CONCEDED FACT, WE PUMPED; WE PUMP;
AND WE WILL CONTINUE TO PUMP.

MOJAVE, DOCTRINE OF SELF-HELP, EVEN IF THEY

PROVE EVERY ELEMENT OF PRESCRIPTION, WE STILL PRESERVED 1 OUR PRIORITIES. IT IS THAT SIMPLE. 2 SO I DON'T SEE WHERE THE UTILITY IS OF 3 COMPELLING MY CLIENT TO -- TO INCUR PROBABLY SIX OR SEVEN 4 TIMES THE LITIGATION COSTS TO PARTICIPATE IN THIS 5 PROCEEDING ON A COORDINATED BASIS. 6 I MEAN, I CAN'T EVEN BEGIN TO FATHOM -- THIS 7 GEOGRAPHIC AREA IN THE ANTELOPE VALLEY IT IS ABOUT 8 THREE-AND-A-HALF TIMES THE SIZE OF THE SANTA MARIA VALLEY 9 LITIGATION. THE NUMBER OF PARTIES, MULTIPLY IT BY FOUR 10 OR FIVE. IN THAT CASE THERE IS -- I THINK THERE'S 826 11 PARTIES. WE ARE GOING TO HAVE THOUSANDS OF PARTIES HERE. 12 THEY HAVE TO SUE EVERY SINGLE OWNER OF EVERY 13 SINGLE PIECE OF PROPERTY WITHIN WHATEVER AREA IT IS THEY 14 CLAIM HAPPENS TO BE THE BASIN. OF WHAT UTILITY IS IT TO 15 MAKE ME SIT ON BEHALF OF MY CLIENT INCURRING ENORMOUS 16 LEGAL FEES THROUGH A VERY LONG TRIAL TO HEAR EVERYBODY 17 ELSE'S INDIVIDUAL CLAIM? 18 AND THAT'S WHAT IS GOING TO HAPPEN. EVERY 19 SINGLE PERSON IS GOING TO SAY, "I DON'T EVEN LIVE IN THE 20 AREA. I DON'T EVEN PUMP WATER. AND YOU ARE TELLING ME I 21 LOST MY RIGHTS. HOW DID THAT HAPPEN?" 22 BUT THAT IS THE KINDS OF FACTUAL INQUIRIES THAT 23 ARE GOING TO OCCUR THAT ARE GOING TO BE UNIQUE ON A PIECE 24 OF PROPERTY, INDIVIDUAL-OWNER BASIS. AND SO I'M STILL 25 HARD PRESSED TO UNDERSTAND WHERE THERE IS ANY LEGAL 26

UTILITY AND HOW THE ENDS OF JUSTICE ARE BEING PROMOTED BY
LITERALLY TELLING MY CLIENT TODAY, YOU MIGHT AS WELL
THROW IN THE BAG. YOU CAN'T AFFORD TO STAY IN THIS
ANYMORE. BECAUSE THAT IS WHAT IS HAPPENING.

THE COURT IS TELLING MY CLIENT, UNLESS YOU WANT
TO SPEND ANOTHER 800,000, MAYBE ANOTHER MILLION DOLLARS,
AND STICK IT OUT FOR THE NEXT EIGHT TO TWELVE YEARS; GIVE
UP. THROW IT IN. IT IS OVER. THAT IS NOT PROMOTING THE
ENDS OF JUSTICE, YOUR HONOR.

WE CAN GO BACK TO RIVERSIDE; WE CAN TRY OUR
CASE; AND WE CAN HAVE IT DONE IN 12 MONTHS TO 14 MONTHS.

NO -- WITHOUT ANY DOUBT WHATSOEVER. WHEN WE DISCONTINUED
THE PHASE 1 TRIAL EVERY ONE OF THESE PERSONS STOOD IN
THAT ROOM BEFORE THAT JUDGE AND GAVE HER A TRIAL ESTIMATE
OF TWO WEEKS TO FINISH IT.

WELL, WE ARE NOT TALKING ABOUT TWO WEEKS. WE ARE TALKING ABOUT 15 YEARS. MARK MY WORDS, AND I'LL MAKE THIS ON THE RECORD, THIS CASE WILL NOT SEE A TRIAL DATE FOR AT LEAST 5 YEARS. AND IF ANY ONE OF THESE LADIES AND GENTLEMEN WILL TELL YOU TO THE CONTRARY, THEN JUST ASK THEM, "HOW LONG DID IT TAKE YOU TO GET PHASE 1 TRIED IN SANTA MARIA? HOW LONG DID IT TAKE YOU TO GET PHASE 2 TRIED? HOW MANY PHASES DID YOU ANTICIPATE AND HOW MANY PHASES HAVE YOU TRIED?"

WELL, I KNOW THE ANSWER. WE FINISHED PHASE 3

IN OCTOBER A YEAR AGO. AND THERE IS PROBABLY TWO PHASES

TO GO, MINIMALLY, AND THAT'S NINE -- TWO YEARS AGO, I'M 1 SORRY -- AND THAT'S -- AND THAT'S NINE YEARS AFTER THE 2 3 CASE STARTED. THIS IS GOING TO BE THREE TIMES WORSE JUST BY 4 THE SHEER NUMBER OF PARTIES THAT ARE GOING TO END UP 5 BEING BEFORE THE COURT, AND I'M HAVING A HARD TIME 6 UNDERSTANDING HOW A SIMPLE, SINGLE, STRAIGHTFORWARD ISSUE 7 BY ONE PLAINTIFF HAS TO THEN GET SUCKED INTO THE 8 CAULDRON, STIRRED INTO THE POT WITH ALL THE COSTS AND 9 EXPENSES THAT ARE GOING TO BE ASSOCIATED WITH IT. 10 AND AGAIN I SAY SIMPLY, ASK THEM, YOUR HONOR --11 MAKE THEM ANSWER FOOTNOTE 1 ON PAGE 8 OF MY MEMORANDUM OF 12 POINTS AND AUTHORITIES. THEY COULD HAVE DONE THIS WAY 13 BACK WHEN AND THEY DIDN'T. AND I WANT TO KNOW WHY AND I 14 THINK THE COURT DESERVES AN EXPLANATION, AS WELL. 15 THE COURT: JUST A BRIEF COMMENT. IT APPEARS 16 TO THE COURT THAT COUNSEL IS ASSUMING THE WORST CASE 17 SCENARIO. AND I UNDERSTAND THE CASE COULD LAST A DECADE 18 OR MORE, BUT I THINK THESE ARE THRESHOLD ISSUES WHICH THE 19 COORDINATION JUDGE WOULD HAVE TO MAKE. 20 JUST BECAUSE THE COURT IS COORDINATING --21 THAT'S WHY I STARTED OFF WITH THE PREAMBLE THAT I'M NOT 22 SAYING WHETHER THIS SHOULD BE PARCEL BY PARCEL OR BASIN 23 WIDE. THAT IS FOR THE COORDINATION JUDGE TO HANDLE. 24 YOU COULD BE SUED BY ALL THESE PEOPLE INSTEAD

OF JUST ONE, OR YOU COULD SUE ONE AND THE NEXT ONE SUES

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YOU, AND WHEN THAT IS DONE THE NEXT ONE SUES YOU. I 1 MEAN, I DON'T KNOW WHAT COULD HAPPEN. THEY COULD STILL 2 ROUGH YOU UP ONE WAY OR THE OTHER. 3 THESE ARE ALL THRESHOLD ISSUES WHICH I WANT TO 4 MAKE CLEAR FOR THE RECORD JUST BECAUSE I SAY I'M 5 COORDINATING I AM NOT REACHING THE MERITS OF THOSE 6 ISSUES, THAT YOU STILL HAVE ALL YOUR RIGHTS PRESERVED TO 7 TELL A JUDGE WITH ALL THE PARTIES PRESENT WHETHER THIS 8 SHOULD BE PARCEL BY PARCEL OR, YOU KNOW, 900 SQUARE MILES 9 OF LANDOWNERS. 10 MR. JOYCE: YOUR HONOR, I APPRECIATE THAT, 11 BUT -- AND THAT'S ALL THE MORE REASON WHY THIS COURT CAN 12 VERY EASILY GO BACK TO ITS ORIGINAL TENTATIVE BECAUSE IN 13 ITS ORIGINAL TENTATIVE THE COURT RECOGNIZED THE FACT THAT 14 15 WE ARE IN TRIAL. THERE HAS BEEN NO DECLARED MISTRIAL AS OF YET. 16 AND, CONSEQUENTLY, THERE'S BEEN NO THRESHOLD POINT AT 17 WHICH WE COULD GO BACK TO THE RIVERSIDE COURT, OR FOR 18 THAT MATTER ANY COURT, AND SAY, HOLD IT. LET'S GO BACK 19 THEN AND REVISIT THE ISSUE THAT WAS RESERVED BY THE TRIAL 20 JUDGE, AND THAT IS, HOW MUCH SHOULD WE BE COMPENSATED 21 BECAUSE THE PHASE I TRIAL GOT ABORTED AT THEIR 22

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INSISTENCE?

WHAT THE POSTURE IS RIGHT NOW IS THAT WE HAVE BEEN NAMED, MY CLIENT HAS, IN BOTH OF THE NEW ACTIONS, THE ONE IN KERN COUNTY AND THE ONE IN L.A. SO IF THE

COURT ADOPTS ITS TENTATIVE AND COORDINATES THOSE TWO ACTIONS, MY CLIENT IS STILL IN THOSE TWO ACTIONS AS A DEFENDANT.

THE DIFFERENCE IS, IS THIS: IS THAT THEN WE GET TO TEST LEGALLY THE PROPRIETY OF WHETHER OR NOT MY CLIENT SHOULD BE COMPELLED TO PARTICIPATE IN WHAT IS GOING TO TURN OUT TO BE A DONNYBROOK THAT IS GOING TO LAST YEARS AND YEARS AND YEARS AND THAT RUNNING UP -- MY CLIENT IS GOING TO HAVE TO THEN BE PREPARED TO SADDLE THE ENORMOUS ADDITIONAL EXPENSE THAT IS GOING TO BE SHOULDERED UPON THEM TO BE INVOLVED IN THAT KIND OF A LITIGATION.

I HAVE PENDING IN BOTH OF THOSE TWO ACTIONS A

DEMURRER. I'M CHALLENGING THE REALITY AND THE FACT THAT

YOU DON'T HAVE A RIGHT TO TRY TO SUCK ME IN ON THESE NEW

ACTIONS ON CLAIMS THAT YOU SHOULD HAVE ASSERTED AS

AGAINST ME BY WAY OF COMPULSORY CROSS-COMPLAINT WHEN YOU

FILED YOUR ANSWER IN RIVERSIDE WAY BACK WHEN.

IT IS THE SAME ISSUE RAISED IN FOOTNOTE NO. 1.

YOU HAD THE PROCEDURAL LEGAL RIGHT TO DO BY

CROSS-COMPLAINT FOUR YEARS -- FIVE YEARS AGO WHAT YOU ARE
NOW TRYING TO DO BY WAY OF A PETITION FOR COORDINATION.

THEY ARE JERKING THE SYSTEM AROUND AND USING NEW ACTIONS
IN THIS PETITION TO CORRECT A FUNDAMENTAL FLAW IN THEIR

STRATEGY THAT OCCURRED FIVE YEARS AGO:

IF THEY WANTED ADJUDICATION OF THE BASIN AT

THAT TIME, FILE YOUR CROSS-COMPLAINT. THEY DIDN'T. 1 IS THE EXPLANATION? THERE IS NONE, EXCEPT FOR AT THAT 2 TIME THEY WERE PERFECTLY WILLING TO RESOLVE THEIR 3 DISPUTES ON A SEPARATE BASIS WITH JUST MY CLIENT AND WITH 4 BOLTHOUSE, AND THEY SETTLED -- THEY NEGOTIATED WITH US 5 6 FOR 18 MONTHS. WHEN THEY DIDN'T GET THEIR WAY, WHEN WE FAILED 7 OR REFUSED TO SUCCUMB TO THEIR DEMANDS, OR HOWEVER YOU 8 WANT TO CHARACTERIZE HOW IT TURNED OUT, THEN THEY DECIDE 9 THEY WANT TO TURN THE CLOCK BACK AND DO A PETITION FOR 10 COORDINATION; DO WHAT THEY DID NOT DO LEGALLY, THEY HAD A 11 12 RIGHT TO DO AT THAT TIME. I WANT AN ANSWER TO FOOTNOTE 1 TO MY MEMORANDUM 13 OF POINTS AND AUTHORITIES. WHY DIDN'T YOU DO WHAT THE . 14 LAW PERMITTED YOU TO DO WHEN YOU ANSWERED THE COMPLAINT 15 16 IN THE FIRST PLACE? YOUR HONOR, THIS IS NOT IN THE ENDS OF JUSTICE 17 TO COMPEL MY CLIENT TO HAVE TO BUDGET ON A GOING FORWARD 18 BASIS THREE TO FOUR TIMES WHAT IT SHOULD COST THEM TO GET 19 A SIMPLE ANSWER TO A SIMPLE QUESTION. DO WE OR DON'T WE 20 HAVE A PRESERVED PRIORITY RIGHT ON OUR TWO PIECES OF 21 PROPERTY? THAT'S IT. TWO PIECES OF PROPERTY, DO WE OR 22 DON'T WE HAVE OUR RIGHT? PURE AND SIMPLE. ESTIMATED 23 PREVIOUSLY TO BE A TWO-WEEK TRIAL THAT COULD HAVE BEEN 24

ADMITTEDLY, WE PUT IT OFF AND WE NEGOTIATED FOR

DONE AT THAT TIME FOUR MONTHS, I.E. APRIL OF 2003.

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THAT PERIOD OF TIME AND WE ARE WHERE WE ARE TODAY, BUT 1 2 THEY SHOULD NOT BE PERMITTED TO CIRCUMVENT THE CODE OF CIVIL PROCEDURE ON PETITION FOR COORDINATION AND 3 EFFECTIVELY ACCOMPLISH WHAT THEY FAILED TO DO WHEN THEY 4 5 MADE THE KNOWING, INTELLIGENT AND VOLUNTARY DECISION TO NOT CROSS-COMPLAIN EITHER PERMISSIVELY OR COMPULSORY AT 6 7 THE TIME THEY ANSWERED THE ORIGINAL COMPLAINT. IT IS THAT SIMPLE, YOUR HONOR. THIS IS NOT 8 9 JUSTICE. THIS IS A PERVERSION OF JUSTICE. THE COURT: COUNSEL, DO YOU WISH TO BE HEARD? 10 11 MR. ZIMMER: YES, YOUR HONOR. GOOD MORNING, YOUR HONOR. RICHARD ZIMMER FOR BOLTHOUSE FARMS. 12 YOUR HONOR, I FEEL SORRY FOR THE LITTLE GUY WHO 13 WANTS TO TRY AND FILE A QUIET TITLE ACTION WHEN SOMEBODY 14 IS PUMPING WATER IN HIS STREAM ABOVE HIS PROPERTY. 15 BECAUSE IF YOU FOLLOW THE LOGIC THAT THESE 16 GENTLEMEN WANT YOU TO FOLLOW IN THOSE BRIEFS, IT MEANS 17 THAT IN ANY CASE LIKE THAT, EVERY SINGLE LANDOWNER WHO 18 ADJOINS THAT STREAM OR EVERY SINGLE FARMER WHO IS PUMPING 19 A WELL ANYWHERE MUST BRING IN ALL PARTIES THAT PUMP FROM 20 THE SAME WATER SOURCE. 21 I SHARE A LOT OF MR. JOYCE'S THOUGHTS REGARDING 22 THIS ACTION. I'VE BEEN IN THE ACTION -- RIGHT AFTER 23 MR. JOYCE WAS IN IT, WE WERE JOINED IN IT. AND WE FILED 24

THE SIMPLE ANSWER IS A QUIET TITLE ACTION IS A

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A QUIET TITLE ACTION.

PROPER ACTION UNDER THE LAW. IT IS A PROPER ACTION TO 1 TRY AND LITIGATE A CASE IN AN ECONOMICALLY FEASIBLE 2 MANNER AND TO LITIGATE THAT SMALL ISSUE THAT YOU ARE 3 TRYING TO TAKE CARE OF AND THAT'S EXACTLY WHAT WE ARE 4 5 DOING. WE BEGAN A TRIAL IN THIS CASE. AND WE TRIED 6 THIS CASE AND AS FAR AS I'M CONCERNED THAT CASE WAS GOING 7 VERY WELL FOR US. THE EXPERT TESTIMONY WAS VERY HELPFUL 8 TO US. AND I THINK THE FACT THAT THAT TESTIMONY WAS VERY 9 HELPFUL TO US IS -- IS VERY CLEAR BY HOW THE WATER 10 PURVEYORS RESPONDED TO IT. 11 YOU HAVE THESE MASSIVE WATER PURVEYORS 12 REPRESENTING THE COUNTY OF LOS ANGELES AND ALL THESE BIG 13 ENTITIES WHO HAVE ENORMOUS MONEY THAT THEY CAN SPEND ON 14 THEY CAN SPEND ALL DAY WORKING ON THESE CASES AND 15 THIS. ALL NIGHT, IF THEY WANT TO, AND GET THOSE BILLS PAID. 16 AND AS SOON AS WE OBTAINED FAVORABLE TESTIMONY 17 IN THAT ACTION DOWN IN RIVERSIDE THAT SHOWED US THAT THEY 18 COULD IN NO WAY PROVE THEIR CASES AGAINST US, WHAT DID 19 THE FIRST THING THEY DID WAS THEY FILED A 20 THEY DO? MOTION TO VACATE A STIPULATION THAT HAD BEEN ENGAGED IN 21 OVER A MONTH'S PERIOD OF TIME BETWEEN ALL PARTIES IN 22 AGREEING ON THE LANGUAGE. 23 THEN THEY SAID, WELL, WE NOW DON'T UNDERSTAND 24 WHAT THAT STIPULATION MEANS. THEN THEY GOT THE COURT TO 25

VACATE A BIFURCATION ORDER WHICH WE HAD ARGUED AGAINST

BECAUSE IT WAS NOT THE APPROPRIATE WAY TO LOOK AT THE 1 2 CASE, AS FAR AS WE WERE CONCERNED. THE JUDGE, COMMISSIONER ETTINGER, ULTIMATELY 3 AGREED WITH US AND VACATED THE BIFURCATION ORDER AND 4 SAYS, OKAY, EVERYTHING WILL BE TRIED IN THE COMPLETION OF 5 6 THIS CASE. ALL PARTIES SAT THERE AND AGREED, WENT OUT IN 7 THE HALL AND WE ALL AGREED THAT THE CASE WILL BE TRIED IN 8 I THINK IT WAS LIKE SIX OR SEVEN MONTHS AND THAT THE CASE 9 WOULD TAKE ABOUT TWO WEEKS TO COMPLETE. 10 WHAT DID THEY DO THEN? THEN THEY SAID, WELL, 11 WE WANT TO ENGAGE IN SETTLEMENT NEGOTIATIONS, AND THEY 12 DREW US OFF ONTO THIS -- THEY ALWAYS HAD THESE PROMISES 13 OF, YES, WE CAN SETTLE THIS. WE CAN SETTLE THIS CASE. 14 AND THEY DRAW US OFF AND WE HAD THESE SETTLEMENT 15 NEGOTIATIONS. WE SPEND MORE AND MORE OF OUR MONEY. THEY 16 DRAW OUT THE CASE LONGER AND LONGER AND LONGER. 17 AND THEN WHEN THAT DIDN'T WORK, AS MR. JOYCE 18 CORRECTLY POINTED OUT, THEN THEY TRIED TO FILE A 19 CROSS-COMPLAINT TO EXTEND THIS INTO A BASIN-WIDE 20 21 ADJUDICATION. AND MR. JOYCE IS RIGHT. THEY COULD HAVE DONE 22 IT FIVE YEARS AGO. AND IT WASN'T DONE, NO. 1, BECAUSE 23 THE QUIET TITLE ACTION WAS APPROPRIATE. NO. 2, BECAUSE 24 THE PARTIES IN THE ACTION WERE APPROPRIATE. NO. 3, 25

BECAUSE THE LEGAL ACT -- ISSUES BEFORE THE COURT WERE

APPROPRIATE. THERE WERE NO DEMURRERS IN THAT ACTION. 1 THERE WAS NO PARTIES SAYING THIS IS LEGALLY 2 3 INAPPROPRIATE, AS YOU'VE SEEN IN THESE BRIEFS. THIS WAS ALL TACTICAL. THEY STRUNG US OUT FOR 4 FIVE YEARS AND THEY SPENT MONIES APPROACHING A MILLION 5 DOLLARS TRYING TO GET OUR RIGHTS LITIGATED. 6 NOW THEY COME TO THE COURT AND ASK FOR 7 COORDINATION. AND THEY SAY, WELL, WE DON'T CARE ABOUT 8 THE MONEY THEY'VE SPENT. WE DON'T CARE ABOUT THE FACT 9 THAT THEY'VE SPENT FIVE YEARS DOING THIS. WE DON'T CARE 10 . ABOUT WHETHER THEY CAN PLAN FARMING OPERATIONS IN THE 11 12 ANTELOPE VALLEY. THEY DON'T CARE ABOUT THE FACT THAT THEY ARE 13 GOING TO BRING ALL THESE SMALL PROPERTY OWNERS IN THE 14 ANTELOPE VALLEY INTO THIS THING AND DRIVE THEM INTO THE 15 16 GROUND, AS WELL. ALL THEY CARE ABOUT IS WHETHER THEY GET THEIR 17 WAY AND THEY GET RID OF THE TRIAL IN RIVERSIDE. BECAUSE 18 MR. JOYCE IS RIGHT. THAT TRIAL IN RIVERSIDE, IF TRIED, 19 IS GOING TO HIGHLIGHT WHETHER THEY CAN PROVE THEIR CASES 20 21 OR NOT. BASED ON THE DOCTRINE OF SELF-HELP AND THE 22 BARSTOW CASE, WHICH IS THE MOST RECENT SUPREME COURT 23 DECISION, THERE IS NO WAY THEY ARE GOING TO BE ABLE TO 24 PROVE THEIR CASE. BUT THEY DON'T WANT THAT TO HAPPEN. 25 THEY WANT TO STRING IT OUT ANOTHER 10 YEARS, 15 YEARS AND

DRIVE EVERYBODY INTO THE GROUND FINANCIALLY.

AND I AGREE WITH MR. JOYCE. IF I'M UNDERSTANDING THE COURT'S RULING CORRECTLY IS THAT WHEN MR. JOYCE MENTIONED THE MISTRIAL, I AGREED WITH MR. JOYCE THAT THAT WOULD HAVE PROBABLY THE PROCEDURAL EFFECT OF A MISTRIAL.

I THINK WHAT THE COURT WAS SAYING IS THAT THE COORDINATION JUDGE WOULD MAKE A DECISION AS TO WHETHER THE BOLTHOUSE AND DIAMOND FARMING ACTION WOULD BE TRIED SEPARATELY APART FROM THE OTHER ACTIONS AND -- BUT I THINK THE SAME THING CAN HAPPEN WITH A -- WITH A TRIAL BEING COMPLETED IN RIVERSIDE.

BECAUSE THE TRIAL CAN BE COMPLETED IN RIVERSIDE
AND THERE WILL BE A DECISION ONE WAY OR ANOTHER ON
WHETHER THEY PROVED THEIR PRESCRIPTIVE CLAIMS BASED ON
THE WAY THEY WANT TO TRY AND PROVE THEM. AND, BELIEVE
ME, THAT WILL HAVE A BEARING ON THIS BASIN-WIDE
ADJUDICATION CASE.

NO. 1, IT WILL DECIDE THE ISSUE. ALL PARTIES
IN THE ANTELOPE VALLEY WILL HAVE A VISION OF WHAT IS
LIKELY TO HAPPEN WHEN THEY TRY AND PROVE IT IN THE
BASIN-WIDE ADJUDICATION CASE.

THE PLAINTIFFS IN THAT CASE WILL GET THEIR DAY
IN COURT, WHICH I THINK THEY JUSTLY DESERVE, AND THE
COORDINATION JUDGE, IF YOU -- AS YOUR TENTATIVE WAS
SUGGESTING -- COORDINATE THE LOS ANGELES COUNTY AND

THE KERN COUNTY ACTIONS, THEN WE HAVE -- WE COMPLETE OUR LITIGATION IN RIVERSIDE; THE COURT WILL STILL USE WHATEVER HAPPENS THERE IN THE COORDINATED PROCEEDINGS.

SO I DON'T SEE ANY DOWNSIDE TO ALLOWING THAT -- THAT PROCEEDING TO GO FORWARD.

THE COURT CAN SUMMARILY DENY THE PETITION FOR
COORDINATION, I KNOW THE COURT IS AWARE, YOU KNOW, SIMPLY
BECAUSE OF THE FACT THAT TRIAL HAS BEGUN OR IF TRIAL IS
IMMINENT. BUT THE FACT OF THE MATTER IS THAT IT IS JUST
UNJUST AFTER THIS AMOUNT OF TIME TO LET PARTIES TAKE
TACTICAL ADVANTAGE OF OTHER PARTIES WHEN -- THESE ARE ALL
INTENTIONAL ACTS. EVERY SINGLE ACT WAS DONE
AFFIRMATIVELY BY THESE WATER PURVEYORS, OR THEIR LAWYERS,
I SHOULD SAY.

THEY -- THEY KNEW WHAT THEY WERE DOING.

THEY -- THEY ARE VERSED IN THE WATER LAW, AND THEY DIDN'T

DO IT UNTIL THE EVE OF TRIAL TO TRY AND DERAIL THE ENTIRE

PROCESS. THIS IS ALL A TACTICAL WAY TO CAUSE A MISTRIAL

OF THE -- OF THE RIVERSIDE ACTION.

WOULD IT BE ANY DIFFERENT IF IT WAS THE LITTLE
GUY PUMPING OUT OF HIS WELL? WE ARE FARMERS. WE'VE GOT
PRETTY GOOD SIZE FARMS, BUT IS IT ANY DIFFERENT FOR
ANYBODY TRYING TO GET THEIR DAY IN COURT TO TRY AND GET
JUSTICE SOMEWHERE? WE ARE JUST TRYING TO QUIET OUR TITLE
BECAUSE YOU GUYS SAY, "YOU ARE STEALING OUR WATER." DOES
THAT MEAN THAT WE HAVE TO GO OUT AND SUE EVERY SINGLE

1 PERSON EVERYWHERE THAT IS ATTACHED TO THAT WATER SOURCE? DOES THAT MEAN THAT ANYBODY ELSE IN THE FUTURE 2 3 FROM THIS DAY FORWARD HAS TO GO OUT AND SUE EVERYBODY 4 TO -- TO SAY THAT, "HEY, YOU ARE DRAWING DOWN MY WELL; 5 STOP DOING THAT"? THAT IS WRONG. 6 AND IT IS WRONG -- IT IS WRONG FOR THESE LAWYERS TO BE TRYING TO DO THAT TO NOT ONLY MY CLIENTS, 7 8 BUT EVERYBODY ELSE WHO WILL FROM HEREINAFTER GO FORWARD 9 IN SIMILAR ACTIONS. THAT'S ALL I HAVE, YOUR HONOR. THANK YOU. 10 11 THE COURT: THANK YOU. ANY OTHERS IN 12 OPPOSITION? 13 MR. JOYCE: YOUR HONOR, I NEED A POINT OF 14 CLARIFICATION. 15 THE COURT: YES. MR. JOYCE: IN THE COURT'S EXPRESSION OF ITS 16 TENTATIVE AS TO THE PROCEDURAL MECHANISM TO AT SOME POINT 17 ADDRESS THE SANCTIONS ISSUES -- I'M ASSUMING THAT THE 18 TENTATIVE IS HELD TO TODAY -- I PRESUME THAT THE COURT 19 20 INTENDED TO INCLUDE BOLTHOUSE IN THAT, AS WELL. THE COURT ONLY MENTIONED DIAMOND FARMING, BUT ACTUALLY 21 DIAMOND FARMING AND BOLTHOUSE HAD PENDING MOTIONS FOR 22 SANCTIONS AT THE TIME THAT THE COURT RESERVED 23 JURISDICTION IN RIVERSIDE ON THAT ISSUE. 24 THE COURT: SANCTIONS ARISING OUT OF THE 25 26 ABORTED TRIAL.

MR. JOYCE: EXACTLY.

THE COURT: ALL THE PARTIES WHO WERE IN -- WAS IT TWO SEPARATE TRIALS OR YOU WERE IN ONE TRIAL?

MR. JOYCE: NO, WE WERE CONSOLIDATED FOR TRIAL,
AND SO IT WAS BOLTHOUSE AND DIAMOND FARMING. AND THE
COURT WILL NOTE THAT THERE WAS ONLY ONE SIDE THAT WAS
PERMITTED TO PROCEED WITH THE SANCTION MOTIONS AND THAT
WAS BOLTHOUSE AND DIAMOND, AS EVIDENCED BY JUDGE
ETTINGER'S COMMENTS ON THE RECORD AT THE TIME, THAT IT IS
A RESERVED JURISDICTION ISSUE AS TO THEIR REQUEST FOR
SANCTIONS ONLY.

THE COURT: I'M NOT -- I WILL NOT LIMIT WHO MAY NOT SEEK SANCTIONS OR OPPOSE SANCTIONS. I'M ONLY SAYING THAT THE ISSUE OF SANCTIONS ARISING OUT OF THE ABORTED TRIAL, CONSOLIDATED TRIAL, ARE TO BE DETERMINED BY THE TRIAL COURT BECAUSE THEY ARE THE COURT WHICH HAS THE CLOSEST UNDERSTANDING AND KNOWLEDGE OF THE CASE. AND I THINK MY ORDER TODAY DOES OPERATE AS A MISTRIAL, BUT I WOULD BE RECOMMENDING TO THE TRIAL JUDGE TO DECLARE A MISTRIAL. ALL MY ORDERS TODAY ARE MERELY RECOMMENDATIONS TO THE JUDICIAL COUNCIL.

MR. JOYCE: I UNDERSTAND. ASSUMING THAT THE COURT'S TENTATIVE WERE TO HOLD, I ASSUME WE ARE FREE TO RAISE WITH THE NEWLY ASSIGNED TRIAL JUDGE THE SAME ISSUE, AND THAT IS, WHETHER OR NOT WE SHOULD PROCEED SEPARATELY, AND THEN AT THE SAME TIME HAVE THE OPPORTUNITY TO RAISE

AGAIN WITH HIM WHETHER OR NOT -- AND FORCE THE OTHER SIDE
TO ADDRESS THE ISSUE OF WHETHER OR NOT THEY WOULD
STIPULATE TO THE USE OF THE TRANSCRIPTS AND THE EXHIBITS
THUS FAR TAKEN IN THE PENDING TRIAL AND THEN PROCEEDING
FORWARD.

THE COURT: ALL THOSE MATTERS ARE FOR THE COORDINATION JUDGE TO DETERMINE.

MR. JOYCE: SO THAT'S WHAT I WANTED TO MAKE
SURE I UNDERSTOOD IS THAT NONE OF THOSE ISSUES ARE BEING
FORECLOSED AT THIS POINT, AND THAT IF AND TO THE EXTENT
THAT THE COURT'S TENTATIVE TODAY HOLDS, WE ARE FREE TO
ADVOCATE TO THE COORDINATED TRIAL JUDGE SEPARATING OUR
CASES OUT; USING THE TRANSCRIPTS; GETTING THIS THING
DONE; WHATEVER HE CHOOSES TO DO.

THE COURT: I CAN'T TELL COUNSEL HOW TO

PROCEED. I CAN SUGGEST THAT IN MANY CASES THAT WE SEE

HERE IN COMPLEX WHICH ARE COORDINATED THAT CERTAIN KEY

ISSUES ARE LITIGATED FIRST, CERTAIN THRESHOLD ISSUES ARE

LITIGATED FIRST, AND THAT COULD -- AND I'M JUST

SUGGESTING THAT COUNSEL HIGHLIGHT TO THE COURT THEIR

FEELINGS ON THAT ISSUE, WHETHER OR NOT THOSE KEY ISSUES

SHOULD BE LITIGATED FIRST, BECAUSE THE MOTIONS OF RES

JUDICATA AND COLLATERAL ESTOPPEL WOULD NOT HELP AVOID THE

PROBLEMS YOU SUGGEST IF -- EVEN IF YOUR TRIAL WERE TO

COMMENCE TO COMPLETION -- I'M SORRY, WERE TO BE COMPLETED

IN RIVERSIDE BECAUSE YOU COULD STILL BE SUBJECT TO

SEPARATE LITIGATION SERIATIM BY EACH OF THE OTHER WATER 1 DISTRICTS BECAUSE IT IS A BIG WATER TABLE. 2 MR. JOYCE: YOUR HONOR, MY CLIENT IS AWARE OF 3 LET US TAKE THEM. WE DON'T NEED TO BE 4 THOSE RISKS. FORCED INTO THIS MONUMENTAL -- I CAN TELL YOU WHAT IS 5 GOING TO HAPPEN AS I SIT HERE RIGHT NOW. 6 I'VE BEEN THROUGH IT IN SANTA MARIA. WE ARE 7 GOING TO GO EXACTLY BACK TO WHERE WE WERE IN THE 8 BEGINNING IN RIVERSIDE. THEY ARE GOING TO MOVE THE COURT 9 TO BIFURCATE THE TRIAL AGAIN. THEY ARE GOING TO SAY WE 10 HAVE TO FIRST DETERMINE THE BOUNDARY BASIN. 11 THEY ARE GOING TO ASK THE COURT TO HAVE A 12 SEPARATE LITTLE TRIAL ON THE BOUNDARY BASIN. THEN WE ARE 13 GOING TO GO THROUGH THAT PROCESS AND AT THE END OF THAT 14 PROCESS WE ARE GOING TO BE -- WHAT HAPPENED IN RIVERSIDE? 15 JUDGE ETTINGER IS SITTING THERE, SHE'S GOING, 16 . "I MADE A MISTAKE. I SHOULD NEVER HAVE BIFURCATED THIS 17 THING TO BEGIN WITH." AND SHE SET HER OWN ORDER ASIDE. 18 AND WE ARE GOING TO GO BACK AND DO EXACTLY THE 19 SAME THING ALL OVER AGAIN. WE ARE GOING TO DO 20 BOUNDARIES. LET'S BIFURCATE IT. THEN THEY ARE GOING TO 21 DO, LET'S DO PHASE 2 THIS. THEY ARE GOING TO BE 22 PIECEMEALING THIS THING OUT TO WHERE MY CLIENT'S RIGHTS 23 ARE GOING TO GET LOST IN THE BACKGROUND NOISE, AND WE ARE 24 NEVER GOING TO SEE JUSTICE BECAUSE WE CAN'T AFFORD IT. 25 THE COURT: DON'T -- DON'T, YOU KNOW, FORETELL

THE FUTURE. I DON'T KNOW IF THAT'S GOING TO BE THE 1 2 COURSE OF ACTION. MR. JOYCE: YOUR HONOR, I LIVED WITH THESE 3 GUYS. I DID IT IN SANTA MARIA. I KNOW HOW THEY TRY TO 4 DO THESE THINGS AND THAT'S EXACTLY WHAT THEY ARE GOING TO 5 6 DO. MARK MY WORDS. MR. MARKMAN: AND FOR THE RECORD, WE'VE LIVED 7 WITH MR. JOYCE AND THESE KINDS OF ARGUMENTS THAT WHOLE 8 9 TIME, TOO. THE COURT: WELL, THE ISSUES ARE CLEAR, I 10 AND I THINK CERTAIN THRESHOLD ISSUES OUGHT TO BE 11 THINK. ADDRESSED FIRST, BUT THAT IS UP FOR COUNSEL TO THE IT UP 12 FOR THE COORDINATION JUDGE TO RESOLVE SOME OF THESE 13 ISSUES FIRST. BECAUSE THERE ARE SO MANY POTENTIAL 14 PARTIES WHICH COULD BE LIABLE, IT IS A MATTER OF HIGH 15 PUBLIC INTEREST CONCERNING THE RIGHTS TO WATER. 16 AND ALSO THAT RESOLVING THEM IN A SINGLE 17 PROCEEDING BEFORE A SINGLE COURT I THINK IS IN THE BEST 18 INTEREST OF JUSTICE ON THE LARGER SCALE, AND THE COURT IS 19 STILL OF THE MIND TO ABIDE BY ITS TENTATIVE. 20 MR. ZIMMER: YOUR HONOR, I JUST HAVE ONE 21 COMMENT ON THE SANCTION ISSUE. THE COURT IN RIVERSIDE 22 REALLY ONLY HAS BEFORE IT THE SANCTION ISSUE AS TO 23 WHETHER THE FIRST PHASE OF TRIAL WAS LOST BECAUSE OF THE 24 BIFURCATION REQUEST THAT HAD BEEN MADE BY THE WATER 25

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PURVEYORS.

1 I THINK IT WOULD BE APPROPRIATE FOR THIS COURT 2 TO RESERVE JURISDICTION ON THE SANCTION ISSUE BECAUSE 3 ONCE WE GET INTO THIS OTHER -- IN FRONT OF THE COORDINATION JUDGE, THIS COURT IS GOING TO KNOW WHETHER 4 5 WHAT HAPPENED IN RIVERSIDE RESULTED IN A MISTRIAL; WHETHER THESE FOLKS AGREED TO ALLOW US TO USE THE 6 TRANSCRIPTS OF THE EXPERT TESTIMONY; WHETHER THEY ARE 7 GOING TO FORCE US TO GO BACK TO STAGE ONE, AS MR. JOYCE 8 9 IS SUGGESTING, AND THIS COURT CLEARLY HAS THE AUTHORITY TO CONDITION GRANTING OF COORDINATION BASED UPON TERMS 10 THAT ARE JUST. AND I THINK THAT IT WOULD BE JUST TO PAY 11 THE ATTORNEYS' EEES AND COSTS OF THE == OUR TWO CLIENTS, 12 IF IT ENDS UP RESULTING IN A MISTRIAL, AND IF NONE OF 13 THIS TESTIMONY IS USABLE, ET CETERA. 14 THE COURT: YOU KNOW, THE PROBLEM IS THIS COURT 15 16

THE COURT: YOU KNOW, THE PROBLEM IS THIS COURT HAS A VERY NARROW TASK. I SIT HERE WITH ORDERS FROM THE JUDICIAL COUNCIL TO RESOLVE A VERY NARROW ISSUE, WHICH IS ALL I CAN DO TODAY, AND THEN MAKE RECOMMENDATION.

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SO ALL THOSE ISSUES DEALING WITH SANCTIONS, I'M
RECOMMENDING GO BACK TO THE TRIAL COURT TO RESOLVE. I
WILL NOT RESERVE ANY JURISDICTION TO HANDLE THOSE KINDS
OF COLLATERAL MATTERS OR INTERLOCUTORY MATTERS.

MR. DUNN: AND, YOUR HONOR, I'M SORRY, OUR SIDE HAS BEEN SOMEWHAT QUIET. I DON'T MEAN TO INTERRUPT THE COURT. JUST SO THE RECORD IS CLEAR, THE ISSUE ON SANCTIONS IS RESERVED AS TO ALL PARTIES SEEKING

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SANCTIONS, IS THAT CORRECT, FOR THE COURT IN RIVERSIDE?

THE COURT: ALL I'M SAYING IS THE ISSUE OF SANCTIONS, PERIOD, IS -- IS CARVED OUT FOR RESOLUTION IN THE TRIAL COURT. I'M NOT SAYING -- I'M NOT ENLARGING RIGHTS OR RESTRICTING RIGHTS BECAUSE I THINK THAT'S FOR JUDGE TRANBARGER TO DETERMINE. HE KNOWS THE CASE AND IT WAS IN FRONT OF HIM, SO WHEREVER THAT WAS THAT'S UP FOR JUDGE TRANBARGER TO WORK OUT. JUST SO THAT WHEN THE CASE GETS TO LOS ANGELES THERE IS SORT OF A -- A CLEAR DECK AND -- AND THE THRESHOLD ISSUES CAN BE -- CAN BE ADDRESSED.

MR. JOYCE: YOUR HONOR, FROM A JURISDICTIONAL STANDPOINT IN CARVING IT OUT, DO I UNDERSTAND THAT TO MEAN THAT THE EFFECTIVENESS OF THE ORDER OF COORDINATION THEREFORE TRANSFER THE RIVERSIDE ACTIONS -- AS TO THE RIVERSIDE ACTIONS WILL BE DEFERRED UNTIL THERE HAS BEEN THE DECLARED MISTRIAL AND THE SANCTIONS ISSUES HAVE BEEN RESOLVED?

OTHERWISE WE ARE GOING TO HAVE THAT ACTION PENDING IN TWO COURTS AT THE SAME TIME. I'M TRYING TO FIGURE OUT PROCEDURALLY, JURISDICTIONALLY WHERE WE ARE GOING TO BE AT A GIVEN POINT IN TIME, SO WE KNOW THAT THE COURT HAS THE POWER TO ACT.

THE COURT: IF THE JUDICIAL COUNCIL ADOPTS THE COURT'S RECOMMENDATION, YOU'LL GET NOTICE TO APPEAR IN LOS ANGELES COUNTY FOR ALL MATTERS CONNECTED TO THIS

1	DISPUTE, EXCEPT FOR THE ISSUE OF SANCTIONS. IN WHICH
2	CASE
3	MR. JOYCE: AND THAT THE JURISDICTION ON THAT
4	ISSUE WILL BE RETAINED AND RESERVED IN RIVERSIDE COURT.
5	THE COURT: THE ISSUE OF SANCTIONS I'M
6	RECOMMENDING SHOULD BE CARVED OUT OF THE ORDER OF
7	COORDINATION AND RESERVED TO RIVERSIDE COURT.
· 8	MR. JOYCE: SO WE'LL HAVE LIMITED CONCURRENT
9	JURISDICTION IN BOTH RIVERSIDE AND LOS ANGELES IN THAT
10	SENSE?
11	THE COURT: TO THE WHOLE CASES, YES, BUT ONLY
12	JURISDICTION OF THE ONE ISSUE OF SANCTIONS.
13	MR. JOYCE: I UNDERSTAND.
14	THE COURT: YES.
15	MR. JOYCE: I'M TALKING ABOUT JURISDICTION IN
16	THE BROADER SENSE.
17	THE COURT: YES.
18	MR. JOYCE: SO AT LEAST RIVERSIDE WILL STILL
19	RETAIN ACTIVE JURISDICTION OVER THE SANCTIONS ISSUES.
20	THE COURT: CORRECT.
21	MR. JOYCE: ALL RIGHT.
22	THE COURT: SO ANYTHING NECESSARY TO CARRYING
23	OUT OF THEIR ORDERS, IF THEY DO AWARD SANCTIONS, SO
24	ANYTHING LOGICALLY RELATED TO THAT.
25	MR. JOYCE: THEY WILL, YOUR HONOR.
26	THE COURT: SO THE COURT WILL PREPARE THE ORDER

RECOMMENDING THE MATTER OF LOS ANGELES COUNTY WATERWORKS
DISTRICT NO. 40 VERSUS DIAMOND FARMING, THAT IS L.A. CASE
BC 325201; LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40
VERSUS DIAMOND FARMING, KERN COUNTY SUPERIOR COURT
NO. S-1500-CV-25438; W.M. BOLTHOUSE FARMS, INC. VERSUS
CITY OF LANCASTER, I THINK THIS IS RIVERSIDE COUNTY, RIC
344436, WHICH IS I THINK CONSOLIDATED WITH DIAMOND
FARMING VERSUS LANCASTER, IT HAS A DIFFERENT CASE NUMBER,
RIC 344668 --

MR. JOYCE: YOUR HONOR, FOR CLARIFICATION, WE HAD A PIECE OF HAD A PIECE OF PROPERTY IN KERN COUNTY; WE HAD A PIECE OF PROPERTY IN LOS ANGELES COUNTY. WE FILED TWO SEPARATE QUIET TITLE ACTIONS. THOSE TWO ACTIONS WERE MOVED TO RIVERSIDE AND CONSOLIDATED.

BOLTHOUSE LIKEWISE HAD PROPERTY IN BOTH KERN AND LOS ANGELES COUNTY. AT THE END OF THE DAY LOS ANGELES/KERN COUNTY ACTIONS GOT MOVED TO RIVERSIDE, GOT CONSOLIDATED, INCLUDING BOLTHOUSES, INTO ONE ACTION.

THE COURT: ALL RIGHT. JUST FOR THE RECORD,

JUST SO THERE IS A TRAIL AS TO EACH CASE ORIGINALLY

DESIGNATED, THEN I THINK THE LAST ONE IS DIAMOND FARMING

VERSUS PALMDALE WATER DISTRICT, CASE RIC 353840.

THE COURT DESIGNATES THE FOURTH DISTRICT COURT
OF APPEAL, DIVISION 2, SEATED IN RIVERSIDE AS THE
REVIEWING COURT WITH APPELLATE JURISDICTION FOR ANY
PETITION FOR RELIEF RELATING TO ANY ORDER IN THIS

1 PROCEEDING. 2 THE COURT RECOMMENDS THAT THE COORDINATED ACTION BE ASSIGNED TO THE LOS ANGELES SUPERIOR COURT, 3 COMPLEX LITIGATION PANEL. AND FURTHER RECOMMENDS, 4 HOWEVER, THAT A NEUTRAL JUDGE; MEANING A JUDGE OTHER THAN 5 A SITTING JUDGE FROM EITHER LOS ANGELES COUNTY SUPERIOR 6 COURT OR KERN COUNTY SUPERIOR COURT, OR IN THE 7 ALTERNATIVE, A RETIRED ASSIGNED JUDGE; SIT AS THE NEUTRAL 8 9 OVER THE PROCEEDINGS. THE COURT WILL MEMORIALIZE THIS IN A REGULAR 10 ORDER WHICH THE CLERK IS ORDERED HEREBY TO PREPARE, AND 11 THE PARTIES WILL BE NOTIFIED IN DUE COURSE. 12 IS THAT CORRECT, CHRISTINE? 13 THE CLERK: YES. 14 THE COURT: ALL RIGHT. ANYTHING ELSE? 15 MR. DUNN: NO, YOUR HONOR. 16 MR. MARKMAN: THANK YOU, YOUR HONOR. 17 MR. DUNN: THANK YOU, YOUR HONOR. 18 THE COURT: I APPRECIATE THE HARD WORK AND THE 19 EXCELLENT BRIEFING. 20 MR. DUNN: THANK YOU VERY MUCH, YOUR HONOR. 21 (END OF PROCEEDINGS.) 22 23 24 25 26

REPORTER'S CERTIFICATE

I, TERESA J. GROVE, CSR NO. 6166, OFFICIAL COURT REPORTER, DO HEREBY CERTIFY THAT THE FOREGOING REPORTER'S TRANSCRIPT IS A FULL, TRUE AND CORRECT TRANSCRIPTION OF MY SHORTHAND NOTES THEREOF, AND A FULL, TRUE AND CORRECT STATEMENT OF THE PROCEEDINGS HAD IN SAID CAUSE.

DATED AT SANTA ANA, CALIFORNIA, THIS 22ND DAY OF JUNE, 2005.

TERESA J. GROVE, CSR NO. 6166 OFFICIAL COURT REPORTER

FILED
SUPERIOR COURT OF CALIFORNIA
COUNTY OF ORANGE
CENTRAL JUSTICE CENTER

JUN 1 7 2005

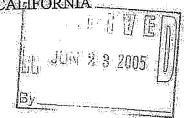
ALAN SLATER, Clerk of the Court

C. Cathle

By C. Carr

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF ORANGE



Coordination Proceeding Special Title (Rule 1550(b)

ANTELOPE VALLEY GROUNDWATER CASES

Included actions:

Los Angeles County Waterworks District No. 40 v. Diamond Farming Co.

Los Angeles County Waterworks District No. 40 v. Diamond Farming Co.

Wm, Bolthouse Farms, Inc. v.

City of Lancaster

Diamond Farming Co. v. City of Lancaster

Diamond Farming Co. v. Palmdale Water District JUDICIAL COUNCIL COORDINATION PROCEEDING NO. 4408

Superior Court of California County of Los Angeles BC 325-201

Superior Court of California County of Kern S-1500-CV 254-348

Superior Court of California County of Riverside - Consolidated Actions (RIC 353 840

RIC 344 436

RIC 344 668)

The actions filed in Los Angeles and Kern County entitled Los Angeles County Waterworks District No 40 vs Diamond Farming, case no. BC 325201 and Kern County Superior Court case no. S-1500-CV 254348 are deemed complex pursuant to CRC 1800.

Good cause appearing that the coordination of the included actions is appropriate under the standards specified in CCP §§ 404 and 404.1, it is hereby ordered that the petition of Los Angeles County Waterworks District No. 40 for coordination of the included actions is granted; except, however, that the Riverside Superior Court retain jurisdiction over the consolidated case of *Wm. Bolthouse Farms, Inc. v. City of Lancaster*, et al., RCSC case no. RIC 344436 (the lead action); *Diamond Farming Co. v. City of Lancaster*, case no. RIC 344668; and *Diamond Farming Co. v. Palmdale Water District*, case no RIC 353840, currently in trial, solely for the purpose of granting a motion for mistrial and for hearing and determining issues related to sanctions, costs of suit and fees resulting from that mistrial. In all other respects, that consolidated action is coordinated pursuant to this order.

The court orders coordination of Los Angeles County Waterworks District No. 40 v. Diamond Farming Company et al., LASC case no. BC 32501; Los Angeles County Waterworks District No. 40 v. Diamond Farming Company et al., KCSC case no. S-1500-CV-25438; and the consolidated action of Wm. Bolthouse Farms, Inc. v. City of Lancaster, et al., RCSC case no. RIC 344436, Diamond Farming Co. v. City of Lancaster, case no. RIC 344668 and Diamond Farming Co. v. Palmdale Water District, case no. RIC 353840. The Court of Appeal, 4th Appellate District, Div. 2 (Riverside) is designated as the reviewing court with appellate jurisdiction for any petition for relief relating to any order in this proceeding.

This court recommends that the coordinated action be assigned to the Superior Court, County of Los Angeles, Complex Litigation. However, this court recommends that the Judicial Counsel appoint a judge from a neutral court (i.e., a sitting judge neither from Los Angeles County Superior Court nor Kern County Superior Court), or in the alternative, a retired judge to sit on assignment, to preside over this coordinated action as the coordination trial judge.

The clerk is directed to serve a copy of this order on the chair of the Judicial Council; the presiding judges of the Superior Courts of Los Angeles County, Kern County, Riverside County, and on counsel for all parties.

June 17, 2005

David C. Velasquez

Judge of the Superior Court

SUPERIOR COURT OF CALIFORMA COUNTY OF ORANGE CENTRAL JUSTICE CENTER JUN 1 7 2005

ALAN SLATER, Clock of the Court

SUPERIOR COURT OF CALIFORNIA COUNTY OF ORANGE, CENTRAL JUSTICE CENTER C. CANAL BY C. CARR

ANTELOPE VALLEY GROUNDWATER CASES

Plaintiff(s)

CASE NUMBER JCCP 4408

CERTIFICATE OF SERVICE BY MAIL of ORDER GRANTING PETITION FOR COORDINATION dated 6-17-05

I, ALAN SLATER, Executive Officer and Clerk of the Superior Court, in and for the County of Orange, State of California, hereby certify; that I am not a party to the within action or proceeding; that on 6-20-05 I served the ORDER GRANTING PETITION FOR COORDINATION, dated 6-17-05, on each of the parties herein named by depositing a true copy thereof, enclosed in a sealed envelope with postage thereon fully prepaid, in the United States Postal Service mail box at Santa Ana, California addressed as follows:

Judicial Council of California Administrative Office of the Courts Attn: Carlotta Tillman 455 Golden Gate Avenue San Francisco, CA 94102-3688

Los Angeles County Superior Court Executive Officer/Clerk, John A. Clarke 111 North Hill Street Los Angeles, CA 90012

Riverside County Superior Court Executive Officer/Clerk, Jose Octavio Guillen 4100 Main Street Riverside, CA 92501

Kern County Superior Court Court Executive Officer, Terry McNally 1415 Truxton Ave. Bakersfield, CA 93301-4172

Mr, Erick L.Garner Best, Best & Krieger, LLP 5 Park Plaza, Suite 1500 Irvine, CA 92614

County Counsel
Frederick W. Pfaefle
Senior Deputy County Counsel
Office of County Counsel, County of Los
Angeles, 500 West Temple St.
Los Angeles, CA 90012

Bob H. Joyce LeBeau Thelen, LLP P. O. Box 12092 Bakersfield, CA 93389-1127

James Markman, City Attorney, City of Palmdale, Legal Department, 38300 North Sierra Highway, Palmdale, Ca 93550 Michael Fife, Law Offices of Hatch & Parent, 21 E. Carrillo Street, P.O. Drawer 720, Santa Barbara, Ca 93102-0720

Richard Zimmer, Law Offices of Clifford & Brown, Bank of America Building, 1430 Truxtun Ave., Suite 900, Bakersfield, Ca 93301-5230

Julie A. Conboy. Deputy City Attorney, Rockard J. Delgadillo City Attorney, 111 North Hope Street, Room 340, P.O. 51111, Room 340, Los Angeles, Ca 90051

Steven O'Neill, Law Offices of Lemieux, 2393 Townsgate Road, Suite 201, Westlake Village, ca 91361

Douglas Evertz, Law Offices Stradling Yocca Carlson & Rauth, 660 Newport Center Drive, Suite 1600, Newport Beach, Ca 92660

Thomas Bunn, Law Offices of Lagerlof, Senecal, Bradley, Gosney & Kruse, 301 North Lake Ave., 10th Floor, Pasadena, Ca 91101-4108

John Tootle, California Water Service Co., 2625 Del Amo Blvd., Suite 350, Torrance, Ca 90503

John Slezak, Law Offices of Iverson, Yoakum, Papiano & Hatch, 624 South Grand Ave., 27th Floor, Los Angeles, Ca 90017

Henry Weinstock, Nossman, Guthner, Knox, Elliott, 445 South Figueroa St., 31 st Floor, Los Angeles, Ca 90071

ALAN SLATER, Executive Officer and Clerk of the Superior Court In and for the County of Orange

DATED: <u>6-20-05</u>