1	Family Trust established u/t/a dated January 12, 1990 ("C&N Trust"), Thomas Tapia and Steven					
2	Falchini, as Co-Trustees of the Felix and Eulalia Tapia Family Trust established u/t/a dated					
3	February 18, 1997 ("F&E Trust"), and Primo Tapia, Charles Tapia, George Tapia, Steven Tapia,					
4	Thomas Tapia and Felix Tapia (collectively with C&N Trust and F&E Trust, the "Tapia					
5	Parties"), jointly and severally, in an amount equal to all delinquent Replacement Water					
6	Assessments ("RWAs") owed by the Tapia Parties for the years 2018 and 2019 in the total					
7	amount of \$183,022.68, plus all delinquent Administrative Assessments ("AAs") for the year					
8	2019 in the amount of \$492.38, plus accrued interest of \$61,964.42, plus attorneys' fees of					
9	\$3,433, in the total amount of \$248,912.48, and for declaratory and injunctive relief as is					
10	necessary to prohibit the Tapia Parties from producing any further groundwater from the Antelope					
11	Valley Adjudicated Basin ("Basin") until: (a) all such delinquent RWAs and AAs with interest					
12	and fees are paid in full, and (b) the Tapia Parties either cease all further groundwater production					
13	or submit an application for New Production and install meters on all wells.					
14	This Motion is based on this Notice, the attached Memorandum of Points and Authorities,					
15	the Declarations of Craig A. Parton and Matthew Knudson, Exhibits A - G, and on any other					
16	evidence and argument that may be presented on or before the hearing on this matter.					
17	Respectfully submitted,					
18	Dated: November 15, 2021 PRICE, POSTEL & PARMA LLP					
19						
20	By: C. P.					
21	CRAIG A. PARTON TIMOTHY E. METZINGER					
22	CAMERON GOODMAN					
23	Attorneys for Antelope Valley Watermaster					
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MEMORANDUM OF POINTS AND AUTHORITIES

I. <u>INTRODUCTION</u>

The Watermaster is charged with administering the December 23, 2015 Judgment and Physical Solution ("Judgment"). The Watermaster's duties under the Judgment include, among other responsibilities, the levying and collection of Replacement Water Assessments ("RWA(s)").

Charles Tapia and C&N Trust are named in Paragraph 3(e) of the Judgment as having "no right to pump groundwater from the Antelope Valley Adjudication Area except under the terms of the Physical Solution." George Tapia is a Defaulted Party identified in Exhibit 1 of the Judgment. Primo Tapia, Charles Tapia, Felix Tapia and George Tapia are identified as Small Pumper Class Members under the Judgment. The Court's Statement of Decision dated December 23, 2015, makes clear that Charles Tapia and C&N Trust—as owners of the real property identified with Kern County Assessor's Parcel Number 374-020-53-00-6 (the "Property") who claim some title, right or interest in and to the groundwater rights associated therewith—have "failed to establish rights to groundwater pumping based on the evidence and there is no statutory or equitable basis to give [them] an allocation of water under the physical solution" with respect to the Property (Statement of Decision, 14:2-4.) Because the Tapia Parties named herein claim some right, title or interest in and to the groundwater associated with the Property, this determination by the Court applies to all of the Tapia Parties, none of whom are entitled to any rights to groundwater in the Basin, whether as a Defaulted Party, a Small Pumper Class Member, or otherwise.

RWA payments enable the Watermaster to purchase water from other sources to replace the groundwater produced by Parties such as the Tapia Parties who have no right to pump groundwater from the Basin, thereby mitigating the harm to the Basin caused by such production. (Id., \P 9.2.) The Judgment provides that the Court "retains and reserves full jurisdiction, power and authority for the purpose of enabling the Court, upon a motion of a Party or Parties . . . to make such further or supplemental order or directions as may be necessary or appropriate to interpret, enforce, administer or carry out this Judgment" (Id., \P 6.5.)

On January 22, 2019, the Watermaster invoiced the Tapia Parties for 2018 RWAs in the amount of \$137,365, based on the Tapia Parties' self-reported 2018 production of 334 acre-feet at

a cost of \$415 per acre-foot, but inadvertently included a credit for 3 acre-feet per year for a Small Pumper Class Member, to which the Tapia Parties are not legally entitled. On February 11, 2021, the Watermaster invoiced the Tapia Parties for 2019 RWAs in the amount of \$43,059, based on the Tapia Parties' self-reported 2019 production of 98.476 acre-feet at a cost of \$451 per acrefoot, but again inadvertently included a credit for 3 acre-feet per year for a Small Pumper Class Member, to which the Tapia Parties are not legally entitled. The Tapia Parties reported zero groundwater production in 2020.

To date, the Tapia Parties have failed to pay *any* RWAs, notwithstanding the Watermaster's repeated demands therefor. The Tapia Parties have used groundwater from the Basin without any right to do so, and yet have failed to pay *any* RWAs. The Tapia Parties' payment of these delinquent RWAs is essential to the fundamental purpose of the Judgment and Physical Solution: preserving the health of the Basin.

For the reasons set forth below, the Watermaster respectfully requests monetary relief against the Tapia Parties, jointly and severally, for delinquent RWAs for the years 2018 and 2019 in the amount of \$183,022.68, plus all delinquent AAs for the year 2019 in the amount of \$492.38, plus accrued interest of \$61,964.42, plus attorneys' fees of \$3,433, for a total of \$248,912.48. The Watermaster further requests declaratory and injunctive relief as is necessary to prohibit the Tapia Parties from producing any further groundwater from the Basin until: (a) all such delinquent RWAs and AAs, interest and fees are paid in full; and (b) the Tapia Parties either cease all further groundwater production and de-commissions all existing wells, or submit an application for New Production and install meters on their wells. Any further delay in the Tapia Parties' payment of RWAs will only exacerbate the harm to the Basin which has already been caused by the Tapia Parties' refusal to comply with the Judgment.

II. STATEMENT OF FACTS

The Watermaster is charged with levying and collecting RWAs for the purpose of paying all costs related to Replacement Water necessary to replace all water produced in excess of any Party's Production Rights. (Judgment ¶¶ 3.5.41, 7.3, 9.2.) "The amount of the [RWA] shall be the amount of such excess Production multiplied by the cost to the Watermaster of Replacement

Water, including any Watermaster spreading costs." (*Id.* ¶ 9.2.) The RWA rate is expressed in dollars per acre-foot, and is multiplied by the Replacement Obligation (in acre-feet) to determine a Party's total RWA. As set forth below, Tapia is obligated to pay—and the Watermaster is charged with collecting—RWAs for all water Tapia takes from the Basin.

C&N Trust and F&E Trust own the Property, which according to the Tapia Parties consists of 137.36 total acres, 110 acres of which are irrigated by two wells located on the property. Collectively, each of the Tapia Parties claim some title, right or interest in and to the Property and/or the groundwater rights associated therewith.

The Tapia Parties have reported total groundwater production in the amount of 334 acrefeet for 2018, and 98.476 acre-feet for 2019. (Parton Decl. ¶ 3, Exh. A; Knudson Decl. ¶ 5, Exh. E.) The Tapia Parties reported zero acre-feet of groundwater production in 2020.

Because the Tapia Parties have no groundwater rights under the Judgment, they must pay RWAs for all groundwater they use. On January 22, 2019, the Watermaster invoiced the Tapia Parties for 2018 RWAs in the amount of \$137,365, based on the Tapia Parties' reported 2018 production of 334 acre-feet at a cost of \$415 per acre-foot, but erroneously included a credit for 3 acre-feet per year for a Small Pumper Class Member to which the Tapia Parties are not legally entitled. The 2018 RWAs were due by February 1, 2019. On February 11, 2021, the Watermaster invoiced the Tapia Parties for 2019 RWAs in the amount of \$43,059, based on the Tapia Parties' reported 2019 production of 98.476 acre-feet at a cost of \$451 per acre-foot, but again erroneously included a credit for 3 acre-feet per year for a Small Pumper Class Member. The 2019 RWAs were due by March 13, 2021. To date, the Tapia Parties have not paid any RWAs to the Watermaster. (Knudson Decl. ¶¶ 6-9, Exh. F - G.)

The Watermaster General Counsel repeatedly requested that the Tapia Parties: (1) pay RWAs and AAs based on the amounts they have reported; and (2) either cease all groundwater production and de-commission all wells, or submit an application for New Production and install meters on all wells. To date, the Tapia Parties have refused to make any payments or submit an application for New Production. (Parton Decl. ¶¶ 3-4.)

III. ARGUMENT

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The Judgment and the R&Rs explicitly authorize the Watermaster to bring the instant motion to collect delinquent RWAs, together with interest thereon, attorneys' fees and costs. "Any assessment which becomes delinquent, as defined by rules and regulations promulgated by the Watermaster shall bear interest at the then current real property tax delinquency rate for the county in which the property of the delinquent Party is located." (Judgment ¶ 18.4.12.) "The delinquent assessment, together with interest thereon, costs of suit, attorneys' fees and reasonable costs of collection, may be collected pursuant to . . . motion by the Watermaster giving notice to the delinquent Party only . . . [or] such other lawful proceeding as may be instituted by the Watermaster or the Court." (Ibid.; see also R&Rs § 19.g ("Watermaster may recover delinquent assessments [including RWAs], together with interest thereon plus costs of suit, attorneys' fees and reasonable costs of collection, by filing a motion with the Court to enforce the terms of the Judgment pursuant to Code of Civil Procedure section 664.6.").) "The Watermaster shall also have the ability to seek to enjoin Production of those Parties . . . who do not pay assessments pursuant to this Judgment." (Ibid.; see also R&Rs § 19.i ("Any other remedy available to the Watermaster in law or equity may be employed at the discretion of Watermaster to address any circumstance related to management of the Basin in accordance with the Judgment and these R&Rs.").)

A. Collection of Delinquent RWAs

The Judgment makes clear that the Watermaster has the authority to levy and collect RWAs from the Tapia Parties pursuant to Paragraph 9.2, and is explicitly authorized—and obligated—to impose RWAs on the Tapia Parties for all groundwater they take from the Basin. The December 23, 2015 Statement of Decision found that Charles Tapia and C&N Trust "failed to prove" their groundwater use, that the evidence and testimony presented at trial as to their groundwater use "was not credible in any way," and that their evidence was "inherently contradictory." (Statement of Decision, 13:25-28). The Court further found that Charles Tapia and C&N Trust have "failed to establish rights to groundwater pumping based on the evidence and there is no statutory or equitable basis to give [them] an allocation of water under the physical

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solution. The Tapia Parties (Charles Tapia is included) will be subject to the provisions of the Physical Solution." (Statement of Decision, 14:2-5.) The Judgment accordingly determined that Charles Tapia "has no right to pump groundwater from the Antelope Valley Adjudication Area except under the terms of the Physical Solution." (Judgment at 2:22-25.) Because the Tapia Parties named herein claim some right, title or interest in and to the groundwater associated with the Property, this determination by the Court applies to all of the Tapia Parties.

Charles Tapia and C&N Trust may allege that they must be treated as a Small Pumper Class Member (and therefore entitled to a reduction in the Assessments requested herein by 3 acre-feet per year) because this Court vacated the default entered against them by order dated October 10, 2014. This is immaterial. Regardless of the effect of the 2014 Order, the Court's Statement of Decision—which was rendered after the Order vacating Tapia's default—makes clear that Charles Tapia and C&N Trust have no rights to Produce Groundwater in the Basin, whether as a Defaulted Party, a Small Pumper Class Member, or otherwise.

Protection and preservation of the health of the Basin is paramount under the Judgment. One of the central components of the Watermaster's role in the underlying adjudication is to collect sufficient funds from the Parties to purchase Replacement Water to replenish all Basin groundwater pumped in excess of any Party's water rights. In the case of the Tapia Parties, in order to avoid Material Injury to the Basin, the Judgment explicitly requires that all water pumped by the Tapia Parties be replaced using RWA proceeds.

Based on the Tapia Parties' own calculations, they are currently delinquent in payment of a total of \$138,610 in RWAs for 2018, which represents the Tapia Parties' self-reported use of 334 acre-feet for 2018, and \$44,412.68 in RWAs for 2019, which represents the Tapia Parties' self-reported use of 98.476 acre-feet for 2019. Because the Tapia Parties have not paid these RWAs, the groundwater extracted by the Tapia Parties in 2018-20-19 has yet to be replenished. The Tapia Parties also have not paid AAs for 2019 in the amount of \$492.38, which represents their self-reported use of 98.476 acre-feet at the rate of \$5.00 per acre-foot. Moreover, the Tapia Parties have failed to submit a New Production application if they intend to continue producing groundwater from the Basin.

The health of the Basin relies on importation of State Water Project water to replenish all groundwater produced by the Tapia Parties, and any further delay in bringing the aquifer back to sustainable levels could have deleterious results. Such a result is inconsistent with the explicit purpose of the Physical Solution, which is to bring the Basin into balance by allowing groundwater usage only within the Native Safe Yield of the Basin. (Judgment ¶ 7.4.) For these reasons, the Court (by stipulation of the Parties) conferred enforcement authority on the Watermaster to levy and collect RWAs.

Although the Tapia Parties have not denied that they owe these RWAs, they have failed to make any reasonable or good faith efforts to pay even some of what they owe. The Watermaster's sole remedy to collect these much-needed RWAs is through enforcement of a Court order for monetary relief. The Judgment expressly requires the Tapia Parties to pay the RWAs in accordance with Watermaster schedules and procedures, and allows the Watermaster to seek an injunction prohibiting the Tapia Parties from producing water from the Basin until all delinquent RWAs and AAs are paid in full. Despite this clear directive, the Tapia Parties continue to produce groundwater from the Basin without paying RWAs. In accordance with its retention of jurisdiction to fully enforce the Judgment, the Court should order the payment of the delinquent RWAs and enjoin the Tapia Parties from producing any additional groundwater from the Basin until such delinquent RWAs and AAs, interest, fees and costs are fully paid, and until the Tapia Parties submit an application for New Production and meters all wells.

B. Interest, Attorneys' Fees and Costs of Collection

The Judgment and the R&Rs explicitly authorize the Watermaster to collect the Tapia Parties' delinquent RWAs together with interest thereon (accruing from the due date at the current real property tax delinquency rate for the county in which the property of the delinquent Party is located), costs of suit, attorneys' fees and reasonable costs of collection. (Judgment ¶ 18.4.12; R&Rs § 19.g.)

i. Interest

The Property is located in Kern County, where the following penalties are imposed upon delinquent property tax payments: (1) if the first installment of the property tax is not paid by the

deadline, a penalty of 10% of the tax owed will be imposed; (2) if the second installment of the property tax is not paid by the deadline, a penalty of 10% of the tax amount owed, plus \$10, will be imposed; and (3) beginning 12 months following the first property tax installment due date, additional penalties are imposed at the rate of 1.5% of the tax amount owed per month, plus a \$15 redemption fee. (Parton Decl. ¶ 11; Rev. & Tax. Code §§ 2617, 2618.)

The Watermaster sends invoices for RWAs to the Parties at different times each year, depending upon when the RWA rates for that year are approved by the Watermaster Board, and depending upon when Watermaster staff finalizes RWA calculations. In each instance, RWAs are due 30 days after the invoice date in a lump sum (rather than in installments), and are assessed a single 10% delinquency penalty thereafter. (Knudson Decl. ¶ 5.)

At its August 28, 2019 meeting, the Watermaster Board considered and adopted Resolution No. R-19-27, setting the RWA rates applicable to the Tapia Parties for 2018. At its April 24, 2019 meeting, the Watermaster Board considered and adopted Resolution No. R-19-11, setting the RWA rates applicable to the Tapia Parties for 2019. The Tapia Parties' 2018 RWAs were due on February 21, 2019, and their 2019 RWAs were due on March 13, 2021. To date, the Tapia Parties have failed to pay any of the RWAs demanded in the aforementioned invoices. (Knudson Decl. ¶ 9.) As such, the Watermaster hereby seeks interest on the delinquent 2019 RWAs at the rate of 10% in the amount of \$4,441.27. The Watermaster further seeks interest on the delinquent 2018 RWAs at the rate of 10% in the amount of \$13,861, plus 1.5% per month (\$2,079.15 per month) beginning March, 2020 through November, 2021, the date of entry of Judgment, in the amount of \$43,662.15. The Watermaster will not seek collection of the \$15 redemption imposed by the Kern County Tax Collector, and therefore seeks interest on the delinquent RWAs in the total amount of \$61,964.42.

ii. Attorneys' Fees and Costs of Collection

Attached to the Declaration of Craig A. Parton as Exhibit "B" is a compilation of the Watermaster's billing records from June 2018 through August 2021, reflecting all legal expenses the Watermaster has incurred in seeking to collect Tapia's delinquent RWAs, including but not limited to handling Tapia's failure to reasonably or in good faith respond to any Watermaster efforts

to resolve this matter without litigation. The Declaration of Mr. Parton establishes the reasonableness of the fees sought. The procedure for determining the reasonable attorneys' fees normally begins with the "lodestar" (i.e., the reasonable hourly rate) multiplied by the number of hours reasonably expended. (*Press v. Lucky Stores, Inc.* (1983) 34 Cal. 3d 311, 322.)

a. Price, Postel & Parma's Rates Are Reasonable

The reasonable market value of the attorney's services is the measure of a reasonable hourly rate. (*PLCM Group, Inc. v. Drexler* (2000) 22 Cal. 4th 1084, 1095.) To determine reasonable market value, the court must determine whether the requested rates are "within the range of reasonable rates charged by and judicially awarded comparable attorneys for comparable work." (*Children's Hosp. & Med. Ctr. v. Bonta* (2002) 97 Cal. App. 4th 740, 783.) Evidence that the prevailing party's counsel charges the same rates in other matters is probative that the rates charged are reasonable. (*Margolin v. Reg'l Planning Com.* (1982) 134 Cal. App. 3d 999, 1005.) The Watermaster's general counsel, Price, Postel & Parma LLP ("PPP"), provided the Watermaster with monthly billing statements during the course of the RWA dispute with the Tapia Parties, reflecting the billing entries attached as Exhibit "B" to Mr. Parton's Declaration. (Parton Decl. ¶ 6.)

The rates that were charged by PPP for attorney time in this matter ranged from \$270 to \$395 per hour. Cameron Goodman, an associate of the firm, billed an average rate of \$292.50 per hour; and Craig A. Parton, a partner of the firm, billed an average rate of \$395 per hour. These rates reflect the firm's public agency rates, which are between 25% and 34% lower than PPP's customary hourly rates. (Parton Decl. ¶ 7.) The rates charged by PPP in this matter were fair and reasonable. (Parton Decl. ¶ 8.)

b. The Time Expended by PPP on This Matter Was Reasonable

The time expended on this case by PPP was reasonable under the circumstances. The Tapia Parties have shown continuous obstinance in the face of its clear obligation under the Judgment to pay RWAs for the water they take from the Basin as a Party without any rights to Produce Groundwater in the Basin. The Watermaster General Counsel has provided the Tapia Parties every opportunity to pay what they owe and avoid litigation. However, the Tapia Parties

Antelope Valley Watermaster

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DECLARATION OF CRAIG A. PARTON

I, CRAIG A. PARTON, declare as follows:

- I am a partner in the law firm of Price, Postel & Parma LLP ("PPP"), counsel of 1. record for the Antelope Valley Watermaster ("Watermaster") herein. I have personal knowledge of the matters set forth below and if called as a witness could testify competently thereto.
- I have served as the principal attorney responsible for providing general counsel 2. services to the Watermaster since November 2017, and I have been intimately involved in the ongoing dispute with Tapia related to collection of delinquent Replacement Water Assessments ("RWAs").
- On June 9, 2018, I sent Tapia a letter explaining that the Tapia Parties were pumping 3. groundwater in violation of the Judgment. Robert H. Brumfield, counsel for the Tapia Parties, responded to my letter, and on September 14, 2018, I discussed with Mr. Brumfield that the Tapia Parties "[have] no right to pump groundwater from the Antelope Valley Adjudication Area except under the terms of the Physical Solution," citing the Judgment at 2:22-25. Mr. Brumfield confirmed these facts and agreed to obtain information for the Watermaster concerning the Tapia Parties' history of production in the Basin. On or around October 30, 2018, Mr. Brumfield provided me with responses to the requested information, a true and correct copy of which is attached hereto as Exhibit "A."
- Thereafter, I repeatedly attempted in good faith to negotiate terms of settlement with 4. Mr. Brumfield. Specifically, I requested that the Tapia Parties: (1) pay all past-due RWAs for 2018 through 2019, and (2) submit a New Production application if the Tapia Parties propose to continue using groundwater in the Basin. As of the date of filing the original version of this Motion on or about September 29, 2021, the Tapia Parties refused to engage in any substantive settlement discussions.
- Based on their own calculations, the Tapia Parties are currently delinquent in 5. payment of a total of \$183,022.68 in RWAs for 2018 and 2019, which represents their self-reported use of a total of 334 acre-feet for 2018, and 98.476 acre-feet for 2019.

- 6. Attached hereto as Exhibit "B" is a true and correct copy of our firm's billing ledger detailing all time entries for fees billed for this matter for the period of time from October 31, 2018 through August 17, 2021, which totals \$108. Additional attorneys' fees in the amount of \$3,325 (5 hours of partner time at \$395 per hour, and 5 hours of associate time at \$270 per hour) are estimated for the period of September 21, 2021 through the time of the hearing on the instant motion. Therefore, the Watermaster seeks a total of \$3,433 in attorneys' fees related to efforts to collect the Tapia Parties' RWAs, AAs and costs and fees.
- 7. Throughout PPP's representation of the Watermaster on this matter, the hourly rate billed to the Watermaster reflected PPP's public agency rates. The public agency rates reflect an approximate 25% to 34% reduction in our customary rates.
- 8. The Tapia Parties could and should have paid the RWAs owed pursuant to the clear terms of the Judgment, rather delaying the inevitable. The attorneys' fees incurred by the Watermaster in seeking to recover the RWAs owed by the Tapia Parties were necessary in order to protect against the substantial harm that would be caused to the Basin if the Tapia Parties were allowed to merely ignore the obligation to pay these vitally important RWAs so that the Watermaster can purchase water to replenish the Basin.
- 9. Additional PPP time has been necessary to evaluate legal options for consideration by the Watermaster Board in collecting the Tapia Parties' delinquent RWAs, and also to bring the instant motion. Further PPP time will be necessary to reply to the Tapia Parties' opposition to this motion, attend the hearing thereon, and subsequently to enforce the money judgment sought herein.
- 10. As set forth in Paragraph 18.4.12 of the Judgment, the Watermaster is authorized to collect interest on delinquent RWAs "at the then current real property tax delinquency rate for the county in which the property of the delinquent Party is located." The real property tax delinquency rates for the Kern County Tax Collector are posted online at
- https://www.kcttc.co.kern.ca.us/index.cfm?fuseaction=kcttcinternet.showAvoidPenalties.
 - 11. In accordance with California Revenue & Taxation Code Sections 2617 and 2618, the Kern County Tax Collector imposes penalties on delinquent real property taxes as follows: (1) if the first installment of the property tax is not paid by the deadline, a penalty of 10% of the tax owed

1	will be imposed; (2) if the second installment of the property tax is not paid by the deadline, a								
2	penalty of 10% of the tax amount owed, plus \$10, will be imposed; and (3) beginning 12 months								
3	following the first property tax installment due date, additional penalties are imposed at the rate of								
4	1.5% of the tax amount owed per month, plus \$15 redemption fee.								
5	I declare under penalty of perjury under the laws of the State of California that the								
6	foregoing is true and correct.								
7	A (2								
8	Dated: November 15, 2021 CRAIG A. PARTON								
9	CRAIG A. I ARTON								
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DECLARATION OF MATTHEW KNUDSON

- I, Matthew Knudson, declare as follows:
- 1. I have personal knowledge of the facts set forth herein, and if called upon to testify thereto, I could and would competently do so under oath.
- 2. I serve as the Assistant General Manager of the Antelope Valley Watermaster (the "Watermaster"). I work with Watermaster staff on a daily basis, and I am familiar with the process whereby Watermaster staff prepares, finalizes, and sends invoices for Replacement Water Assessments ("RWAs").
- 3. At its August 28, 2019 meeting, the Watermaster Board considered and adopted Resolution No. R-19-27, setting the RWA rates applicable to the Tapia Parties for 2018. A true and correct copy of Watermaster Resolution No. R-19-27 is attached hereto as Exhibit "C."
- 4. At its April 24, 2019 meeting, the Watermaster Board considered and adopted Resolution No. R-19-11, setting the RWA rates applicable to the Tapia Parties for 2019. A true and correct copy of Watermaster Resolution No. R-19-11 is attached hereto as Exhibit "D."
- 5. A true and correct copy of the Annual Water Production Report submitted by the Tapia Parties for 2019 is attached hereto as Exhibit "E".
- 6. On January 22, 2019, the Watermaster invoiced the Tapia Parties for 2018 RWAs in the amount of \$137,365, based on their reported 2018 production of 334 acre-feet at a cost of \$415 per acre-foot, but inadvertently including a credit for 3 acre-feet per year for a Small Pumper Class Member to which they are not legally entitled. A true and correct copy of the January 22, 2019 invoice is attached hereto as Exhibit "F".
- 7. On February 11, 2021, the Watermaster invoiced the Tapia Parties for 2019 RWAs in the amount of \$43,059, based on their reported 2019 production of 98.476 acre-feet at a cost of \$451 per acre-foot, but again inadvertently including a credit for 3 acre-feet per year for a Small Pumper Class Member to which they are not legally entitled. The invoice also included Administrative Assessments ("AAs") in the amount of \$492.38. A true and correct copy of the February 11, 2021 invoice is attached hereto as Exhibit "G".

- The Watermaster sends invoices for RWAs at different times each year, 8. depending upon when the RWA rates for that year are approved by the Watermaster Board, and depending upon when Watermaster staff finalizes RWA calculations. In each instance, RWAs are due 30 days after the invoice date in a lump sum (rather than in installments), and are assessed a single 10% delinquency penalty thereafter.
- To date, the Tapia Parties have not paid the RWAs due for 2018 or 2019, and 9. have not paid the AAs due for 2019.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, and that this declaration is executed on November 12, 2021, at Palmdale, California.

Tapia - Response to Requested Information from Watermaster

Date:

10/30/18

Property owner:

Charles Tapia, Trustee of the Nellie Tapia Trust

Property address:

8301 Avenue A, Rosamond, California

Contact phone number and email:

c/o Robert Brumfield

Contact relation to property owner:

Attorney

All APN numbers for Tapia Property:

374-020-53-00-6

For each APN:

- Year purchased or first leased (and indicate if own or lease) OWN; ACQUIRED IN 1981.
- Name of Seller of parcel (and indicate if they were Parties to the Judgment, if you know) I AND I FARMS, INC.; UNKNOWN.
- Total acreage of parcel 137.36.
- Acres of this parcel leased to others NONE.
- Dates leased out to others N/A.
- Do the lessees have any Production Rights in the Judgment and, if so, are they using these rights on this parcel? N/A.
- Number of residences/houses on the parcel 2 TRAILERS.
- Number of occupants living in these residences in 2016, 2017, 2018 3.
- Number of wells on the parcel 2 (SMALL ONE AND LARGER ONE USED FOR AGRULULTURAL PRODUCTION).
- Well information for each well such as date drilled, depth, diameter, screened interval, meter information, depth to water, pumping capacity DRILLED 2009-2010 AFTER AVEK ADVISED THAT IT WOULD HAVE NO DITCH WATER AVAILABLE IN 2010; 750' DEPTH; WATER DEPTH AROUND 210'; DRILLING INFORMATION ATTACHED TO TAPIA'S RESPONSE TO REQUESAT FOR PRODUCTION IN THE LITIGATION WHICH IS SUBMITTED HEREWITH; SMALL WELL HAS A METER THAT ISN'T READ; LARGE WELL CAN PRODUCE 2400 GALLONS/MINUTE; SMALL WELL WAS DRILLED IN ABOUT 1990 4 TO 5 HP MOTOR, 5 GALONS/MINUTE, 10 GALLON TANK, USED FOR WASHING TRUCKS AND RESIDENTIAL.
- Irrigated acreage in 2016, 2017, and 2018 110
- Crops grown in 2016, 2017, 2018 and associated acreages of each ABOUT 70 TO 80 ACRES FOR PUMPKINS AND 35-40 ACRES FOR CORN.
- Annual production in 2016, 2017, and 2018 560.95 ACRE FEET; 725.49 ACRE FEET; 334 ACRE FEET.
- Method used to estimate production kWh/581 kWh PER ACRE FOOT PER LAST SCE TEST WHICH IS SUBMITTED WITH TAPIA'S DECLARATION.
- Water uses of each well (irrigation, livestock, domestic, etc.) IRRIGATION.
- Dates and annual amounts of use of other water sources such as imported water from AVEK NONE SINCE 2009.
- Future use of parcel FARMING.
- Estimated annual water use in the future 334 ACRE FEET TO 560 ACRE FEET/YEAR.

Amount	And the Course of the Course o	54 to Comespondence with Robert printings inglessing in promote an expension of the company of t	n half warmfree conference with Mr. Parton regerding next stees in enforcement/collection against I apie for delinquent Assets/ments,	review client documents reparding same.	o my cineta food warmen letter in Table per comments from staff and engineer; intraoffice conference with Mr. Parton regarding same.		Ca A) Committee from Tania documents recentling within USBOC.			100 to 10
Bill Billed Amount										
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Amount		8.35	20 54	R K		8		N. P.		\$162.00
Rate		270		2.0		270		2/0		
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RESOLUTION NO. R-19-27

ADOPTING REPLACEMENT WATER ASSESSMENTS FOR YEARS 2016, 2017 and 2018 FOR ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

WHEREAS, the Antelope Valley Watermaster, formed by the Antelope Valley Groundwater Cases Final Judgment ("Judgment"), Santa Clara Case No. 1-05-CV-049053 signed December 23, 2015, is to administer the Judgment; and

WHEREAS, the Judgment provides that the Watermaster shall calculate, assess and collect Replacement Water Assessments pursuant to Section 9.2 of the Judgment; and

WHEREAS, the Watermaster has taken and considered public comment on the issue and has calculated that a Replacement Water Assessment of \$415 an acre foot for Producers within the Antelope Valley State Water Contractors Association ("AVSWCA") boundaries in Years 2016 and 2017, and a Replacement Water Assessment of \$888 an acre foot for Producers outside the AVSWCA boundaries for Year 2016, \$896 an acre foot for Year 2017, and \$914 an acre foot for Year 2018, which are reflective of the proportional share of State Water Project fixed costs applicable to those Producers outside the AVSWCA boundaries, are consistent with the terms of the Judgment and are based on the actual cost of Replacement Water, including Watermaster spreading costs; and

WHEREAS, these Producers will also be responsible for applicable Administrative Assessments in addition to a Replacement Water Assessment.

NOW, THEREFORE, BE IT RESOLVED, that the Watermaster Board unanimously adopts a Replacement Water Assessment for Years 2016 and 2017 in the amount of \$415 an acre foot for Producers within the AVSWCA boundaries, and a Replacement Water Assessment in the amount of \$888 an acre foot in 2016, \$896 an acre foot for Year 2017, and \$914 an acre foot for Year 2018, for Producers outside the AVSWCA boundaries.

I certify that this is a true copy of Resolution No. R-19-27 as passed by the Board of Directors of the Antelope Valley Watermaster at its meeting held August 28, 2019, in Palmdale, California.

Date: 8/28/19

Robert Parris, Chairman

Patricia Rose - Secretary

AV State Water Contractors Boundaries

	Inside	Outside	
2019	\$451.00	\$948.00	_]
2018	\$415.00	\$914.00	
2017	\$415.00	\$896.00	
2016	\$415.00	\$888.00	

ANTELOPE VALLEY WATERMASTER BOARD MEMORANDUM

DATE: August 21, 2019

TO: ANTELOPE VALLEY WATERMASTER BOARD

FROM: Mr. Matthew Knudson, Administrator

Mr. Peter Thompson, Jr., Assistant Administrator

RE: SETTING REPLACEMENT WATER ASSESSMENT RATES FOR 2016 AND 2017

PRODUCTION WITHIN AND OUTSIDE OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION BOUNDARIES; AND 2018 PRODUCTON OUTSIDE THE ANTELOPE VALLEY STATE WATER CONTRACTORS

ASSOCIATION BOUNDARIES

Recommendation:

Antelope Valley Watermaster Administrative staff recommends the Board Approve Resolution No. R-19-x, which sets the following Replacement Water Assessment Rates for producers inside and outside of the Antelope Valley State Water Contractors Association (AVSWCA) boundaries:

<u>Calendar Year</u>	Inside AVSWCA Boundaries	<u>Outside AVSWCA Boundaries</u>
2016	\$415/Ac-Ft	\$888/Ac-Ft.
2017	\$415/Ac-Ft.	\$896/Ac-Ft.
2018	Previously Approved	\$914/Ac-Ft.

The Antelope Valley Watermaster Board previously approved Resolution No.'s R-18-08, R-19-10, and R-19-11 which set the following Replacement Water Assessment Rates:

<u>Calendar Year</u>	Inside AVSWCA Boundaries	Outside AVSWCA Boundaries
2018	\$415/Ac-Ft.	See above
2019	\$451/Ac-Ft.	\$948/Ac-Ft.

Background:

The Antelope Valley Watermaster is compelled by the court to require groundwater pumpers to replace water in the Antelope Valley Groundwater Basin when they have pumped over their adjudicated right. The AVSWCA member agencies will be a primary source for providing this replacement water due to their collective ability to import water and recharge the basin. To this end, AVSWCA contracted with Raftelis to determine a rate structure that included replacement costs for pumpers both inside and outside of the AVSWCA collective service area. This is important as those pumpers within our service area have helped pay the fixed costs of the State Water Project (SWP) through their property taxes while those outside have not. The cost for

replacement water to be charged to pumpers is based on cost to deliver raw water plus an additional 10% to capture the loss of water expected when recharging the replacement water. Pumpers outside of our service areas will pay this rate plus a charge to cover their proportional share of SWP fixed costs.

Raftelis has provided the AVSWCA with the financial model that allows staff to update it on an annual basis to account for changes in the average consumer price index and the annual fixed costs and deliveries as updated in the Department of Water Resources' annual Bulletin 132.

RESOLUTION NO. R-19-11

ADOPTING REPLACEMENT WATER ASSESSMENTS FOR YEAR 2019

WHEREAS, the Antelope Valley Watermaster, formed by the Antelope Valley Groundwater Cases Final Judgment ("Judgment"), Santa Clara Case No. 1-05-CV-049053 signed December 23, 2015, is to administer the Judgment; and

WHEREAS, the Judgment provides that the Watermaster shall calculate, assess and collect Replacement Water Assessments pursuant to Section 9.2 of the Judgment; and

WHEREAS, the Watermaster has taken and considered public comment on the issue and has calculated that a Replacement Water Assessment of \$451 an acre foot for Producers within the Antelope Valley State Water Contractors Association ("AVSWCA") boundaries, and a Replacement Water Assessment of \$948 an acre foot for Producers outside the AVSWCA boundaries which is reflective of the proportional share of State Water Project fixed costs applicable to those Producers outside the AVSWCA boundaries, are consistent with the terms of the Judgment and are based on the actual cost of Replacement Water, including Watermaster spreading costs; and

WHEREAS, these Producers will also be responsible for applicable Administrative Assessments in addition to a Replacement Water Assessment.

NOW, THEREFORE, BE IT RESOLVED, that the Wastermaster Board unanimously adopts a Replacement Water Assessment for Year 2019 in the amount of \$451 an acre foot for Producers within the AVSWCA boundaries, and a Replacement Water Assessment in the amount of \$948 an acre foot for Producers outside the AVSWCA boundaries.

I certify that this is a true copy of Resolution No. R-19-11 as passed by the Board of Directors of the Antelope Valley Watermaster at its meeting held April 24, 2019, in Palmdale, California.

Date

Patricia Rose - Secretary

Robert Parrie Chairman

ANNUAL WATER PRODUCTION REPORT* 2019 CALENDAR YEAR ANTELOPE VALLEY WATERMASTER

Submit by March 1, 2020

Please mail to: Antelope Valley Watermaster, P.O. Box 3025, Quartz Hill, California 93586 <u>OR</u> email to: <u>info@avwatermaster.net</u>. Call Watermaster Administrative staff at 661-234-8233 with questions.

* This form is used by the Watermaster for water accounting. Please report <u>all</u> water produced by the production right named below. All producers must report their own production.

NAME OF PRODUCTION RIGHT Tapia Brother Farms
(As listed in the Judgment or New Production Application)
Contact Name /am Japia
Address 5251 Haydenhaist Ave Encino († 91436
Address 5251 Haylerharst Ave Encino († 91436 Phone 218 905 6155 email topic farm @ gmail.com
TOTAL GROUNDWATER PRODUCED 98. 476 acre-feet in 2019
The amount of water available for use in 2019 has been summarized in tables on the Antelope Valley Watermaster website: https://avwatermaster.net/ . See Table 1 for Pubic Water Suppliers (Exhibit 3 Parties); Table 2 for Overlying Producers (Exhibit 4 Parties): and Table 3 for Other Parties (other than those listed on Exhibits 3 and 4).
Amount of this production that is recovery of stored water (excluding Carry Over water)acre-feet in 2019
Total number of production wells
Did these wells produce water for another party? If so, which Parties?
Number of these wells that have had meter documentation approval by the Watermaster Engineer
Anticipated date that the remaining wells will have approved meter documentation
Please sign below and complete the information on the next page.
I certify to the best of my knowledge and belief that the information provided on this Production Report Form is true
and correct. Signature of Producer Date $\frac{2-3-21}{2}$
- V

Section 18.5.12 (Production Reports) of the Judgment states: "The Watermaster Engineer shall require each Producer, other than unmetered Small Pumper Class Members, to file an annual Production report with the Watermaster. Producers shall prepare the Production reports in a form prescribed by the rules and regulations. The Production reports shall state the total Production for the reporting Party, including Production per well, rounded off to the nearest tenth of an acre foot for each reporting period. The Production reports shall include such additional information and supporting documentation as the rules and regulations may reasonably require."

Well Production Information for 2019Watermaster ID #	State Well Number	APN's Associated with the Production	Well Designation	Production (acre-feet)	Method of Measurement
(as assigned)		374-20-53		98,476	meter read

Imported Water Use in 2019Supplier of Imported Water	APN's Associated with the Imported Water Use	Point of Delivery	Imported Water Used (acre-feet)	Method of Measurement

Antelope Valley Watermaster 5022 West Avenue N, Suite 102 #158 Palmdale, CA 93551 (661) 234-8233 www.avwatermaster.net

BILL TO Charlie Tapia Tapia Brother Farms c/o Robert Brumfield, III 2031 F Street Bakersfield, CA 93301 **INVOICE 1300CY18-2**

DATE 01/22/2019

DUE DATE 02/21/2019

TYPE	DESCRIPTION	ACRE FT.	RATE	AMOUNT	
FIXED	Administrative Assessments CY 2016 per Reported Production	560.95	1.00	560.95	_
FIXED	Administrative Assessments CY 2017 per Reported Production	725.49	5.00	3,627.45	
FIXED	Administrative Assessments CY 2018 per Reported Production	334	5.00	1,670.00	
RWA	2018 Replacement Water Assessment (including credit of 3 acre feet for 1 well)	331	415.00	137,365.00	

Please include invoice number on check payment.

PLEASE NOTE:

Delinquent balances are assessed a 10% late fee.

TOTAL DUE \$137,365.0

Per Resolution No. R-18-02 as passed by the Board of Directors of the Antelope Valley Watermaster at its meeting held January 24, 2018, in Palmdale, California

and

Judicial Council Coordination Proceeding No. 4408 Santa Clara Case No.: 1-05-CV-049053

PLEASE REMIT PAYMENT TO: Antelope Valley Watermaster P.O. Box 3025 Quartz Hill, CA 93586 Antelope Valley Watermaster 5022 West Avenue N, Suite 102 #158 Palmdale, CA 93551 (661) 234-8233 www.avwatermaster.net

BILL TO
Charlie Tapia
Tapia Brother Farms
c/o Robert Brumfield, III
2031 F Street
Bakersfield, CA 93301

INVOICE 1300CY19-2

DATE 02/11/2021

DUE DATE 03/13/2021

TYPE	DESCRIPTION	ACRE FT.	RATE	AMOUNT	
FIXED	Administrative Assessments CY 2019 per Reported Production	98.476	5.00	492.38	
RWA	2019 Replacement Water Assessment (including credit of 3 acre feet for 1 well)	95.476	451.00	43,059.68	

Please include invoice number on check payment.

PLEASE NOTE:

Delinquent balances are assessed a 10% late fee.

TOTAL DUE \$43,552.06

Per Resolution No. R-18-30 as passed by the Board of Directors of the Antelope Valley Watermaster at its meeting held December 5, 2018, in Palmdale, California

and

Judicial Council Coordination Proceeding No. 4408 Santa Clara Case No.: 1-05-CV-049053

PLEASE REMIT PAYMENT TO: Antelope Valley Watermaster P.O. Box 3025 Quartz Hill, CA 93586

PROOF OF SERVICE

STATE OF CALIFORNIA, COUNTY OF SANTA BARBARA

	I am employed in the County of Santa Barbara, State of California. I am over the age of eighteen (18) and not a party to the within action. My business address is 200 East Carrillo Street Fourth Floor, Santa Barbara, California 93101.
	On November 16, 2021. I served the foregoing document described WATERMASTER'S

On November 16, 2021, I served the foregoing document described WATERMASTER'S NOTICE OF MOTION AND FIRST AMENDED MOTION FOR MONETARY, DECLARATORY AND INJUNCTIVE RELIEF AGAINST TAPIA PARTIES; DECLARATIONS OF CRAIG A. PARTON AND MATTHEW KNUDSON; EXHIBITS A G, on all interested parties in this action by placing the original and/or true copy.

BY ELECTRONIC SERVICE: I posted the document(s) listed above to the Santa Clara County Superior Court Website @ www.scefiling.org and Glotrans website in the action of the Antelope Valley Groundwater Cases.

(STATE) I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

☐ (FEDERAL) I hereby certify that I am employed in the office of a member of the Bar of this Court at whose direction the service was made.

Executed on November 16, 2021, at Santa Barbara, California.

Signature Elizabeth Wright