1 2 3 4 5 6	Ralph B. Kalfayan (SBN 133464) KRAUSE KALFAYAN BENINK & SLAVENS, LLP 550 West C Street, Suite 530 San Diego, CA 92101 Tel: (619) 232-0331 Fax: (619) 232-4019 Attorney for the Willis Class	
8	SUPERIOR COURT OF	THE STATE OF CALIFORNIA
9	FOR THE COUN	NTY OF LOS ANGELES
10	ANTELOPE VALLEY GROUNDWATER CASES	RELATED CASE TO JUDICIAL COUNCIL COORDINATION PROCEEDING NO. 4408
11	This Pleading Relates to Included Action:	
12 13	REBECCA LEE WILLIS, on behalf of herself and all others similarly situated,	WILLIS' CLASS' CASE MANAGEMENT STATEMENT
14	Plaintiff,	
15	V.	Date: August 11, 2014 Time: 10:00 am Place: Courtroom 222
16 17	LOS ANGELES COUNTY	Judge: Hon. Judge Komar
18	WATERWORKS DISTRICT NO. 40; CITY OF LANCASTER; CITY OF	
19	PALMDALE; PALMDALE WATER DISTRICT; LITTLEROCK CREEK	
20	IRRIGATION DISTRICT; PALM RANCH IRRIGATION DISTRICT;	
21	QUARTZ HILL WATER DISTRICT; ANTELOPE VALLEY WATER CO.;	
22	ROSAMOND COMMUNITY SERVICE DISTRICT; PHELAN PINON HILL	
23	COMMUNITY SERVICE DISTRICT; and	
24	DOES 1 through 1,000; Defendants.	
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WILLIS' CLASS' CASE MANAGEMENT CONFERENCE

The Willis class respectfully submits the following case management statement in advance of the August 11, 2014 hearing.

In its July 11, 2014 order, the Court set a date for a hearing on preliminary approval of a settlement followed by an evidentiary hearing in support of a proposed settlement and a plan for adjudicating the remaining issues for those parties that are not part of the settlement. In view of this order and the likelihood that the public water suppliers and/or the pumping overlying landowners will soon be providing the court with a proposed draft physical solution, the Willis class submits this status conference statement to bring certain matters to the court's attention prior to the hearing. As indicated in earlier status conference statements, the Willis class was not consulted in the negotiation or drafting of this proposed settlement. Rather, the public water suppliers negotiated this agreement with the pumping overlying landowners and then presented the document to Willis class counsel on a "take it or leave it" basis.

On June 3, 2014, Mr. Warren Wellen, Principal Deputy County Counsel for District 40, first delivered a draft Proposed Physical Solution to the Willis class counsel for review. On July 11, 2014, Willis class counsel communicated his objections to the proposal and provided possible alternative solutions for resolving those objections. Counsel made clear to the public water suppliers that any agreement which subordinates or extinguishes the groundwater rights of the Willis class would not be consistent with the Willis class judgment and would be met with vigorous opposition. To date, Willis has not received a written response to its communication. However, on July 30, 3014, class counsel again reached out to the public water suppliers and was advised that District 40 *may* meet with class counsel in the near future to discuss our concerns.

Given that Willis class counsel was asked to maintain the terms of the proposed physical solution confidential and the agreement has not yet been presented to the court for review, any substantive objections by Willis class would be premature and thus will not be presented to the

court in this status conference statement. However, the court should be aware that neither the overlying landowners nor the public water suppliers included the Willis Class in negotiating the proposed physical solution. The Willis class remains willing to participate in a physical solution with all parties provided the agreement is consistent with the Willis Stipulation of Settlement and resulting final judgment. However, any attempts by the overlying pumping landowners and the public water suppliers to subordinate the Willis class, extinguish its groundwater rights to the native safe yield, or exclude it from the native safe yield will be opposed.

With respect to the hearing, the Willis class offers the following concerns to the Court. First, it does not appear that the parties will be submitting a fully executed stipulated settlement by August 11th, 2014. In that event, Willis believes it is highly irregular for the court to review and approve a proposed settlement agreement before the parties and their principals have actually endorsed and signed the agreement. The Code of Civil Procedure contemplates only signed agreements to be proffered by the parties. To do otherwise would put the court in a position of giving an advisory opinion on the substance of the agreement. *See Cal. Civ. P. Code* § 664.6; *Levy v. Superior Court* (1995) 10 Cal.4th 578 (the parties must sign a stipulation for settlement personally; the attorneys' signatures are insufficient to create an enforceable settlement). Even in the context of a class action, the named class representatives execute the document before it is presented to the court. The same holds true in bipolar non-class cases.

Second, if an agreement is presented to the court for review and approval it will not include the consent of the Willis class and thus by definition the agreement cannot bind the Willis class members. A stipulated settlement cannot bind a non-signatory to the agreement. *See Levy*, 10 Cal. 4th at 583, 585 (stipulated settlements must be signed by the parties themselves to be enforceable); *see also Harris v. Rudin, Richman & Appel* (1999) 74 Cal.4th 299, 305 (to be binding settlement must be signed by both the party seeking enforcement and the party against

whom it is to be enforced); *Williams v. Saunders* (1997) 55 Cal.App.4th 1158, 1163 (court could not enforce settlement agreement against party who did not participate in creation of agreement nor sign the agreement). Simply put, and without revealing the substantive terms of the agreement, the Willis class cannot agree to any settlement that excludes its class members from exercising their correlative rights to the native safe yield. The correlative rights of the Willis class have been acknowledged by the (1) landowners; (2) the public water suppliers, and (3) this court via judgment. Contradicting or eliminating the groundwater rights of the Willis class would clearly not be in the best interest of the class. Since Willis is not presently a signatory to the stipulated proposed physical solution, the Willis class cannot be bound by its terms via stipulation.

Third, if the rights of the Willis class in the context of a physical solution are not determined by stipulation then a physical solution trial (or, at least, an appropriate motion) is required for the court to adjudicate its rights. The concern however, is who or what party will take the position of an adversary at the hearing. Willis has settled with the public water suppliers; and, over the 7-plus years that Willis has participated in this litigation, *none* of the overlying landowners has ever asserted a claim adverse to her or the class. Indeed, the class has had no notice of any effort to subordinate or extinguish its correlative rights.

To be clear, the Willis Class supports the goal of achieving a complete resolution of this dispute and desires to participate in a physical solution; however, the Class cannot agree to a proposal that extinguishes its rights to the native safe yield, commoditizes the groundwater for the benefit of certain pumping landowners in the basin vis-à-vis transfer rights, in derogation of Water Code section 106, and raises serious issues relative to reasonable and beneficial use of the limited groundwater in the Basin.

1	Respectfully submitted,
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3	/s/ Ralph R. Kalfayan
4	<u>/s/ Ralph B. Kalfayan</u> Ralph B. Kalfayan, Esq. KRAUSE, KALFAYAN, BENINK &
5	KRAUSE, KALFAYAN, BENINK & SLAVENS, LLP
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	WILLIS' CLASS' CASE MANAGEMENT CONFEDENCE

WILLIS' CLASS' CASE MANAGEMENT CONFERENCE

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2	PROOF OF SERVICE	
3	I, Amanda Friedman, declare:	
4	I am a citizen of the United States and employed in San Diego County, California. I am	
5 6	over the age of eighteen years and not a party to the within-entitled action. My business address is Krause Kalfayan Benink & Slavens, LLP 550 West C Street, Suite 530, San Diego, California 92101. On August 5, 2014, I caused the foregoing document(s):	
7	WILLIS' CLASS' CASE MANAGEMENT STATEMENT	
8	to be served on the parties in this action, as follows:	
9	(X) (BY ELECTRONIC SERVICE) by posting the document(s) listed above to the Santa	
10	Clara County Superior Court website: www.scefiling.org regarding the Antelope valley	
11	() (BY U.S. MAIL) I am readily familiar with the firm's practice of collection and	
12	processing of documents for mailing. Under that practice, the above-referenced document(s) were placed in sealed envelope(s) addressed to the parties as noted above, with postage thereon fully	
13		
14		
15 16	envelope or package designed by the express service carrier; deposited in a facility regularly maintained by the express service carrier or delivered to a courier or driver authorized to receive	
17		
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19	() (BY FACSIMILE TRANSMISSION) I am readily familiar with the firm's practice of facsimile transmission of documents. It is transmitted to the recipient on the same day in the ordinary course of business.	
20		
21 22	(X) (STATE) I declare under penalty of perjury under the laws of the State of California that the above is true and correct	
	() (FEDERAL) I declare under penalty of perjury under the laws of the United States of	
23	America that the foregoing is true and correct.	
24	/s/ Amanda M. Friedman	
25	Amanda M. Friedman	
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WILLIS' CLASS' CASE MANAGEMENT CONFERENCE