1 Michael Duane Davis, SBN 093678 Marlene L. Allen-Hammarlund, SBN 126418 2 GRESHAM SAVAGE NOLAN & TILDEN, A Professional Corporation 3 3750 University Avenue, Suite 250 Riverside, CA 92501-3335 4 Telephone: (951) 684-2171 Facsimile: (951) 684-2150 5 Attorneys for Cross-Defendants and Cross-6 Complainants, ANTELOPE VALLEY UNITED MUTUAL GROUP; Cross-Defendants, MIRACLE IMPROVEMENT CORPORATION dba Golden 7 Sands Mobile Home Park [ROE 1121], SAINT ANDREW'S ABBEY, INC. [ROE 623], SERVICE 8 ROCK PRODUCTS, LP, as successor-in-interest to 9 Owl Properties, Inc., SHEEP CREEK WATER COMPANY, INC.; and unnamed Cross-Defendant ADAMS BENNETT INVESTMENTS, LLC SUPERIOR COURT OF THE STATE OF CALIFORNIA 11 IN AND FOR THE COUNTY OF LOS ANGELES 12 13 14 Coordination Proceeding **Judicial Council Coordination** Special Title (Rule 1550(b)) Proceeding No. 4408 15 ANTELOPE VALLEY Santa Clara Case No. 1-05-CV-049053 **GROUNDWATER CASES** 16 Assigned to the Honorable Jack Komar Department 17C 17 Including Actions: CONTINUED CASE MANAGEMENT 18 Los Angeles County Waterworks District No. **CONFERENCE STATEMENT OF** 40 v. Diamond Farming Co. CROSS-DEFENDANTS AND CROSS-Superior Court of California, County of Los 19 COMPLAINANTS, ANTELOPE VALLEY Angeles, Case No. BC 325 201 UNITED MUTUAL GROUP; CROSS-20 **DEFENDANTS, MIRACLE** Los Angeles County Waterworks District No. IMPROVEMENT CORPORATION DBA 21 40 v. Diamond Farming Co. GOLDEN SANDS MOBILE HOME PARK Superior Court of California, County of Kern, [ROE 1121], SAINT ANDREW'S ABBEY. Case No. S-1500-CV-254-348 22 **INC.** [ROE 623], SERVICE ROCK PRODUCTS, LP, AS SUCCESSOR-IN-23 Wm. Bolthouse Farms, Inc. v. City of INTEREST TO OWL PROPERTIES, INC., SHEEP CREEK WATER

AND RELATED ACTIONS.

Diamond Farming Co. v. City of Lancaster

Diamond Farming Co. v. Palmdale Water

Superior Court of California, County of Riverside, consolidated actions, Case Nos.

RIC 353 840, RIC 344 436, RIC 344 668

April 17, 2012 Date: 9:00 A.M. Time:

LA County Superior Court., Dept. 1 Dept.:

COMPANY, INC.: AND UNNAMED

CROSS-DEFENDANT ADAMS

BENNETT INVESTMENTS, LLC

Judge: Hon. Jack Komar

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CONTINUED CASE MANAGEMENT STATEMENT A.V. UNITED, ST. ANDREW'S ABBEY, SERVICE ROCK PRODUCTS, SHEEP CREEK W.C., GOLDEN SANDS & ADAMS BENNETT

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ATTORNEYS AT LAW 3750 UNIVERSITY AVE. STE. 250 RIVERSIDE, CA 92501-3335 (951) 684-2171 Cross-Defendants / Cross-Complainants, ANTELOPE VALLEY UNITED MUTUAL GROUP; Cross-Defendants, MIRACLE IMPROVEMENT CORPORATION dba GOLDEN SANDS MOBILE HOME PARK [ROE 1121], SAINT ANDREW'S ABBEY, INC. [ROE 623], SERVICE ROCK PRODUCTS, LP, as successor-in-interest to Owl Properties, Inc., SHEEP CREEK WATER COMPANY, INC.; and Unnamed Cross-Defendant ADAMS BENNETT INVESTMENTS, LLC (collectively "Said Parties"), by and through their attorneys of record, Gresham Savage Nolan & Tilden, APC, by Michael Duane Davis and Marlene L. Allen-Hammarlund, respectfully submit this narrative Case Management Statement for the April 17, 2012 continued Case Management Conference.

Said Parties have been participating in the Mediation Process before Justice Robie and will continue to participate in that Mediation Process, including the upcoming Mediation Session scheduled for April 30, 2012. Said Parties have provided Justice Robie with information regarding their "base period" water usage, groundwater production, State Water Project water acquisitions and usage and riparian claims. On April 3, 2012, the parties participating in the Mediation Process before Justice Robie (collectively the "Mediating Parties") tentatively agreed to an allocation of the Safe Yield; and are reviewing the tentative allocations with their clients and responding with their clients' conditions for committing to the tentative allocations. As part of that tentative agreement, the overlying Mediating Parties tentatively agreed not to contest prescription and return flows; however, should the tentative agreement fail, these issues would almost certainly need to be tried before individual overlying claims. The most commonly voiced condition is the terms and conditions of a physical solution within which the parties will be entitled to exercise their allocation of the Safe Yield. The April 30, 2012 Mediation Session was scheduled by Justice Robie to address those very terms and conditions.

Said Parties submit that the next critical step in the process will be the development of the basic terms and conditions of a physical solution. Until that process has been completed, the majority of the Mediating Parties will likely be unable to eliminate the most significant condition to their unconditional acceptance of the allocation of the Safe Yield. Only after the terms and conditions of a physical solution have been developed and agreed upon, will the Court be able to

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ATTORNEYS AT LAW 3750 UNIVERSITY AVE. STE. 250 RIVERSIDE, CA 92501-3335 (951) 684-2171 proceed with proving-up each individual party's claims (preferably by direct testimony of each individual party or entity party's qualified representative) without having to first try the issues of prescription and return flows.

Said Parties therefore submit that the Court should delay determining what issues will be tried in and scheduling the next phase of trial until after Justice Robie has completed mediating the terms and conditions for a physical solution. When those terms and conditions have been developed, the Mediating Parties will need to obtain their clients' agreement, and the tentatively agreed allocation of the Safe Yield will have to be unconditionally approved and the parties' individual claims proven-up.

Said Parties request that the Court continue the Case Management / Trial Setting Conference for a period of sixty (60) to ninety (90) days to afford Justice Robie and the Mediating Parties sufficient time to develop the terms and conditions for a physical solution, review them with the parties, obtain their approval and remove that issue from the conditions for approval of the tentatively agreed allocation.

DATED: April 10, 2012.

GRESHAM SAVAGE NOLAN & TILDEN, APC

By:

MICHAEL DUANE DAVIS, ESQ.

MARLENE L. ALLEN-HAMMARLUND, ESQ. Attorneys for Cross-Defendants and Cross-Complainants, ANTELOPE VALLEY UNITED MUTUAL GROUP; Cross-Defendants, MIRACLE IMPROVEMENT CORPORATION dba Golden Sands Mobile Home Park [ROE 1121], SAINT ANDREW'S ABBEY, INC. [ROE 623], SERVICE ROCK PRODUCTS, LP, as successorin-interest to Owl Properties, Inc., SHEEP CREEK WATER COMPANY, INC.; and unnamed Cross-Defendant ADAMS BENNETT INVESTMENTS, LLC

1 PROOF OF SERVICE STATE OF CALIFORNIA, COUNTY OF RIVERSIDE 2 ANTELOPE VALLEY GROUNDWATER CASES 3 Re: Los Angeles County Superior Court Judicial Council Coordinated Proceedings No. 4408; Santa Clara County Superior Court Case No. 1-05-CV-049053 4 5 I am employed in the County of Riverside, State of California. I am over the age of 18 years and not a party to the within action; my business address is: 3750 University Avenue, Suite 250, Riverside, CA 92501-3335. 6 7 On April 10, 2012, I served the foregoing document(s) described as **CONTINUED** CASE MANAGEMENT CONFERENCE STATEMENT OF CROSS-DEFENDANTS 8 AND CROSS-COMPLAINANTS, ANTELOPE VALLEY UNITED MUTUAL GROUP; CROSS-DEFENDANTS, MIRACLE IMPROVEMENT CORPORATION DBA GOLDEN SANDS MOBILE HOME PARK [ROE 1121], SAINT ANDREW'S ABBEY, INC. [ROE 623], SERVICE ROCK PRODUCTS, LP, AS SUCCESSOR-IN-INTEREST TO OWL PROPERTIES, INC., SHEEP CREEK WATER COMPANY, INC.; AND UNNAMED CROSS-DEFENDANT ADAMS BENNETT INVESTMENTS, LLC on the 11 interested parties in this action in the following manner: (X) **BY ELECTRONIC SERVICE** – I posted the document(s) listed above to the Santa Clara County Superior Court website, http://www.scefiling.org, in the action of the 12 13 Antelope Valley Groundwater Cases, 14 I declare under penalty of perjury under the laws of the State of California that the 15 foregoing is true and correct. 16 Executed on April 10, 2012 at Riverside, California. 17 18 DINA M. SNIDER 19 20 21 22 23 24 25 26 27

GRESHAM SAVAGE NOLAN & TILDEN A PROFESSIONAL CORPORATION 3750 UNIVERSITY AVE., SUITE 250 RIVERSIDE, CA 92501-3335 (951) 684-2171

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