Michael Duane Davis, SBN 093678 1 Marlene L. Allen-Hammarlund, SBN 126418 Derek R. Hoffman, SBN 285784 2 GRESHAM SAVAGE NOLAN & TILDEN, PC 3750 University Avenue, Suite 250 3 Riverside, CA 92501-3335 Telephone: (951) 684-2171 4 Facsimile: (951) 684-2150 5 Attornevs for Cross-Defendant, ADAMS 6 BENNETT INVESTMENTS, LLC; Cross-Defendants and Cross-Complainants, ANTELOPE 7 VALLEY UNITED MUTUALS GROUP [comprised of Antelope Park Mutual Water Co., 8 Aqua-J Mutual Water Co., Averydale Mutual Water Co., Baxter Mutual Water Co., Bleich Flat Mutual Water Co., Colorado Mutual Water Co., Eldorado 9 Mutual Water Co., Evergreen Mutual Water Co., Land Projects Mutual Water Co., Landale Mutual 10 Water Co., Shadow Acres Mutual Water Co., Sundale Mutual Water Co., Sunnyside Farms Mutual Water Co., Tierra Bonita Mutual Water Co., 11 Westside Park Mutual Water Co. and White Fence 12 Farms Mutual Water Co.]; and Cross-Defendants, MIRACLE IMPROVEMENT CORPORATION 13 DBA GOLDEN SANDS MOBILE HOME PARK, TRAILER PARK. AKA GOLDEN SANDS 14 NAMED AS ROE 1121; SAINT ANDREW'S ABBEY, INC., NAMED AS ROE 623; SERVICE ROCK PRODUCTS, L.P.; and SHEEP CREEK WATER COMPANY 16 17 SUPERIOR COURT OF THE STATE OF CALIFORNIA IN AND FOR THE COUNTY OF LOS ANGELES 18 19 20 Coordination Proceeding Judicial Council Coordination Special Title (Rule 1550(b)) Proceeding No. 4408 21 ANTELOPE VALLEY GROUNDWATER Santa Clara Case No. 1-05-CV-049053 22 CASES Assigned to the Honorable Jack Komar Department 17C 23 Including Consolidated Actions: PROVE-UP TRIAL BRIEF OF CROSS-241 Los Angeles County Waterworks District No. DEFENDANT/CROSS-COMPLAINANT. 40 v. Diamond Farming Co. LAND PROJECTS MUTUAL WATER Superior Court of California, County of Los CO., A MEMBER OF THE ANTELOPE 25 Angeles, Case No. BC 325 201 VALLEY UNITED MUTUALS GROUP 26 27 CAPTION CONTINUED ON NEXT PAGE 28 -1-

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1 2	Los Angeles County Waterworks District No.) 40 v. Diamond Farming Co. Superior Court of California, County of		September 28, 2015 10:00 A.M.
_	Kern, Case No. S-1500-CV-254-348	Dept.:	Dept. 1, Los Angeles
3	j ,	Judge:	Hon. Jack Komar
	Wm. Bolthouse Farms, Inc. v. City of	_	
4	Lancaster )		
5	Diamond Farming Co. v. City of Lancaster Diamond Farming Co. v. Palmdale Water Dist.		
6	)		
7	Superior Court of California, County of Riverside, consolidated actions, Case Nos. RIC )		
8	353 840, RIC 344 436, RIC 344 668 )		
9	AND RELATED ACTIONS		
10	)		

## TO ALL PARTIES AND TO THEIR ATTORNEYS OF RECORD:

Cross-Defendant, LAND PROJECTS MUTUAL WATER CO., A MEMBER OF THE ANTELOPE VALLEY UNITED MUTUAL GROUP ("Land Projects MWC") by and through its attorneys of record, Michael Duane Davis, Esq., Marlene L. Allen-Hammarlund, Esq. and Derek R. Hoffman, Esq. of Gresham Savage Nolan & Tilden, PC, hereby submits the following Trial Brief for the Phase 6 [Prove-Up] Trial proceedings. Land Projects MWC's Witness List, Exhibit List and Declaration in Support of Phase 6 [Prove-Up] Trial have been separately submitted.

1. PARTY: Land Projects MWC is an active California mutual benefit non-profit corporation, with an entity address of 8810 West Ave E8, Lancaster, CA 93536. It was formed on January 29, 1948. Its membership is comprised of the owners of the 762 mostly 2½ acre lots that are situated within its hereafter-described service area. Land Projects MWC's 559 active services serve the properties within Land Projects MWC's service area that have been improved with a residence, and stand by to serve the unimproved properties when improved. Upon the formation of Land Projects MWC as a mutual benefit, non-profit corporation, the overlying groundwater rights of the owners of the properties within the service area (who became the initial shareholders) became the rights of the mutual water company and have, ever since, been exercised by the mutual water company and not by the individual property

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owners/shareholders. There was no known express reservation of the overlying groundwater rights by the individual property owners at the time of formation. The property owners/shareholders simply pooled their collective water and (through the mutual water company) constructed, operated and maintained the production, storage and distribution system by which they all receive water for their domestic purposes. Accordingly, the property owners/ shareholders exchanged their overlying water rights for the right to have water delivered to their individual properties. [See *Erwin v. Gage Canal Company* (1964) 226 Cal.App.2d 189; see also *Hildreth v. Montecito Creek Water Co.* (1903) 139 Cal. 22, 29; see also *City of Glendale v. Crescenta etc. Water Co.* (1955) 135 Cal.App.2d 784, 801]. As such, though each shareholder has an interest in the Land Projects MWC which owns the water rights, production, storage and distribution facilities, and has the right to receive water upon development and demand, the Land Projects MWC is the owner of those certain rights, titles and interests in properties that overlie the Antelope Valley Area of Adjudication as determined by the Court.

- 2. PROPERTY [Service Area]: Land Projects MWC's service area ("Property"), which is comprised of one thousand eight hundred (1800) acres including the production, storage and distribution facilities thereto appertaining, is located in the County of Los Angeles, and is described as follows: South of Ave D to the North of Ave F, except for the West of 90th St West between Ave D and Ave E Plus West of 90th St West from the South of Ave E to the North of Ave F-8 (between 90th St West and 93rd St West) Plus between 80th St West and 77th St West from Ave South of E-8 and North of Ave F ("Service Area").
- 3. CLAIMS TO GROUNDWATER PRODUCTION WITHIN THE ADJUDICATION AREA: Land Projects MWC claims the right to produce and use groundwater to serve its shareholders / customers within its Service Area. The maximum amount of groundwater produced from the Property, measured in acre feet, for the following calendar years is as follows:

a. 2000: 850

b. 2001: 803

c. 2002: 881

d. 2003: 854

e. 2004: 853

f. 2011: 621

g. 2012 [January through November]: 624

The maximum amount of groundwater produced from the Property for the members of the Antelope Valley United Mutuals Group (which was allocated by and amongst the members of the Group), including that supplemented by the In-Lieu Water purchased from AVEK by some of the members of the Group, is collectively greater than both the Pre-Rampdown Production and Overlying Production Right stated in the Proposed Judgment and Physical Solution.

- 4. **DETERMINATION OF PRODUCTION:** Land Projects MWC determined the amount of groundwater produced from the Property from well logs and meter records, pump tests and SCE electric power records.
- 5. USE: The use(s) to which the groundwater produced from the Property for the calendar years listed above was for the provision of domestic water service to its mutual members, all of which are single family residential properties. As such, the domestic purposes to which Land Projects MWC puts its water is the highest use under *Water Code* § 106.

## 6. SUPPORTING INFORMATION AND DATA:

- a. Responses to December 12, 2012 Discovery Order for Phase 4 Trial, submitted under penalty of perjury, and filed by posting on December 21, 2012 [Court Website, Document Nos. 5573 and 5583]; and
- b. First Supplemental Responses to December 12, 2012 Discovery Order for Phase 4 Trial, submitted under penalty of perjury, and filed by posting on January 31, 2013 [Court Website, Document Nos. 5930 through 5933].
- 7. OFFER OF PROOF: On September 16, 2015, Land Projects MWC posted its *Declaration of Land Projects Mutual Water Company In Support of Prove-Up Trial* [Court Website, Document No. 10468], which details its existence as a California corporate mutual water company; describes its Property [Service Area] boundaries; states the [above-stated] amount of groundwater that it produced from 2000 through 2004 and from 2011 through

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2012 [the 2011 and 2012 production having been established by the Court in the Phase 4 Trial] and how it was determined; and describes the uses to which the produced water has been put.

Land Projects MWC will offer the Declaration of Land Projects Mutual Water Company In Support of Prove-Up Trial to establish the facts declared therein and ask the Court, subject to proper objection(s) and cross-examination(s), to admit the facts therein declared into evidence to establish Land Projects MWC's claims and rights under the [Proposed] Judgment and Physical Solution.

Should the Court require Land Projects MWC to call its designated witness(es), it requests that the Court give it time to arrange for the designated witness(es) to appear in Court and submit their testimony, to the extent required.

Dated: September 22, 2015

GRESHAM SAVAGE NOLAN & TILDEN, PC

By:

MICHAEL DUANE DAVIS, ESQ.

MARLENE L. ALLEN-HAMMARLUND, ESO.

DEREK R. HOFFMAN, ESQ.

Attorneys for CROSS-DEFENDANT / CROSS-COMPLAINANT, A. V. UNITED MUTUAL GROUP [comprised of Antelope Park Mutual Water Co., Aqua-J Mutual Water Co., Averydale Mutual Water Co., Baxter Mutual Water Co., Bleich Flat Mutual Water Co., Colorado Mutual Water Co., Eldorado Mutual Water Co., Evergreen Mutual Water Co., Land Projects Mutual Water Co., Landale Mutual Water Co., Shadow Acres Mutual Water Co., Sundale Mutual Water Co., Sunnyside Farms Mutual Water Co., Tierra Bonita Mutual Water Co., Westside Park Mutual Water Co. and White Fence Farms Mutual Water Co.]; and CROSS-DEFENDANTS, ADAMS BENNETT INVESTMENTS, LLC, MIRACLE IMPROVEMENT CORPORATION dba GOLDEN SANDS MOBILE HOME PARK, aka GOLDEN SANDS TRAILER PARK [ROE 1121], ST. ANDREW'S ABBEY, INC. [ROE 623], WHITE FENCE FARMS PRODUCTS, L.P., and SHEEP CREEK WATER COMPANY,

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INC.

## PROOF OF SERVICE 1 STATE OF CALIFORNIA, COUNTY OF SAN BERNARDINO 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 I am employed in the County of San Bernardino, State of California. I am over the age 5 of 18 years and not a party to the within action; my business address is: 550 East Hospitality Lane, Suite 300, San Bernardino, CA 92408-4205. 6 On September 22, 2015, I served the foregoing document(s) described PROVE-UP TRIAL 7 BRIEF OF CROSS-DEFENDANT/CROSS-COMPLAINANT, LAND PROJECTS MUTUAL WATER CO., A MEMBER OF THE ANTELOPE VALLEY UNITED 8 **MUTUALS GROUP** on the interested parties in this action in the following manner: 9 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 10 Antelope Valley Groundwater Cases, 11 I declare under penalty of perjury under the laws of the State of California that the 12 foregoing is true and correct. 13 Executed on September 22, 2015, at San Bernardino, California. 14 15 16 17 18 19 20 21 22 23 24 25 26

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