**Exempt from Filing Fees** CRAIG A. PARTON, State Bar No. 132759 1 Government Code § 6103 TIMOTHY E. METZINGER, State Bar No. 145266 CAMERON GOODMAN, State Bar No. 307679 PRICE, POSTEL & PARMA LLP 3 200 East Carrillo Street, Fourth Floor Santa Barbara, California 93101 4 Telephone: (805) 962-0011 (805) 965-3978 Facsimile: 5 6 Attorneys for Antelope Valley Watermaster 7 SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 FOR THE COUNTY OF LOS ANGELES - CENTRAL DISTRICT 9 10 Judicial Council Coordination Coordination Proceeding, 11 Special Title (Rule 1550(b)) Proceeding No. 4408 12 LASC Case No.: BC 325201 ANTELOPE VALLEY 13 Santa Clara Court Case No. 1-05-CV-049053 **GROUNDWATER CASES** Assigned to the Hon. Jack Komar, Judge of 14 the Santa Clara Superior Court 15 STATUS UPDATE ON ZAMRZLA **SETTLEMENT; EXHIBIT A;** 16 [PROPOSED] ORDER AFTER HEARING 17 March 4, 2022 Date: 9:00 a.m. AND ALL RELATED ACTIONS Time: 18 Courtcall Dept: 19 At the original hearing on the Watermaster's motion for monetary, declaratory and 20 injunctive relief against the Zamrzlas, which took place on December 10, 2021, the Court directed 21 the parties to meet and confer about possible resolution of the matter. On January 14, 2022, 22 counsel for the Watermaster circulated to counsel for Zamrzlas a proposed draft stipulation and 23 proposed order for settlement of the Watermaster's motion. The parties then attended another 24 hearing on January 25, 2022, at which time no response to the Watermasters' draft January 14, 25 2022 stipulation and order had been received from counsel for the Zamrzlas. Accordingly, the 26 court continued this matter to February 18, 2022. 27 28

On February 8, 2022 counsel for the Zamrzlas responded in writing to the Watermaster's proposed draft stipulation and proposed order, and Counsel for the Watermaster responded that same day with comprehensive feedback on all comments by counsel for Zamrzlas. Thereafter, counsel for the Zamrzlas did not further communicate with counsel for the Watermaster, and instead filed a Status Update with this Court on February 11, 2022, alleging that the Watermaster is not cooperating in the settlement negotiations as suggested by the Court.

The Court then held a status conference on February 18, 2022 and again directed the parties to cooperate in a proposed draft stipulation and proposed order. Counsel for the Watermaster made what it believed were the necessary edits and amendments to the draft stipulation and proposed order of January 14, 2022 and routed it on February 18, 2022 to counsel for the Zamrzlas. No substantive response has been forthcoming.

In light of the inability of the parties to reach a stipulation, and in accordance with Court's Notice of Hearing of even date herewith, the Watermaster has prepared the attached proposed Order After Hearing (see attached Exhibit A) for this Court's consideration and asks that this Order be entered.

B Dated: February 28, 2022

Respectfully submitted,

PRICE, POSTEL & PARMA LLP

Bv.

CRAIG A. PARTON

TIMOTHY E. METZINGER CAMERON GOODMAN

Attorneys for

Antelope Valley Watermaster

The matter was continued by the Court in an effort to allow the parties to resolve the dispute through stipulated settlement, and status conferences were held on January 25, 2022 and February 18, 2022. To date, the parties have failed to reach a mutual resolution of the dispute. Appearances are as shown in the Court record. Due cause being shown and having considered the objections, if any, the Court orders as follows:

## 1. As to J&P:

- (a) J&P are Parties to the Judgment with respect to their ownership interest in the real property identified by Los Angeles County Assessor's Parcel Numbers 3220-006-026, 3220-006-002 and 3220-006-003 (collectively, the "J&P Property") and the Groundwater they Produce therefrom, and are therefore subject to the jurisdiction of the Court and need not intervene in the Judgment in order to be subject to the Court's jurisdiction.
- (b) By no later than May 3, 2022, J&P shall either: (i) file an appropriate motion with the Court to seek to acquire a Production Right to Produce Groundwater from the Basin pursuant to the Judgment, and expeditiously litigate said motion to a final determination by the Court; or (ii) submit an application for New Production with the Watermaster.
- entitled and has the authority to collect interest on delinquent Replacement
  Water Assessments ("RWAs") related to the J&P Property in the amount of
  10% of the delinquent RWAs, plus the amount of 1.5% of the delinquent
  RWAs per month thereafter until paid in full; and (ii) the Watermaster is
  entitled and has the authority to recover its costs of suit, attorneys' fees and
  reasonable costs of collection in any action to collect RWAs.
- (d) So long as J&P comply with their obligations in Paragraph 1(b) above, the

  Watermaster shall withdraw all invoices sent to the Zamrzlas for RWAs and

  Administrative Assessments ("AAs") to date, and any RWAs and AAs

assessed against J&P will be held in abeyance until such time as J&P complete one of the processes set forth in Paragraph 1(b) above, at which time RWAs and AAs assessed against J&P shall be re-calculated by the Watermaster in accordance with the amount of J&P Production Rights, if any, approved by the Court.

- (e) If J&P fail to perform as agreed in Paragraph 1(b) above, then upon an ex parte application submitted by the Watermaster, with forty-eight (48) hours' notice to J&P, supported by a declaration setting forth the nature and extent of such noncompliance, the Court shall:
  - (i) Enter judgment in favor of the Watermaster for \$28,755.35 in delinquent RWAs for the year 2018, plus accrued interest of \$2,875.54;
  - (ii) Enter judgment awarding declaratory and injunctive relief enjoining

    J&P from Producing any Groundwater from the Basin until J&P: (i)

    pay such delinquent RWAs plus interest, and (ii) submit an

    application for New Production;
  - (iii) Enter judgment in favor of the Watermaster for all attorneys' fees and costs incurred by the Watermaster in relation to enforcement of this Stipulation against J&P; and
  - (iv) Enter judgment awarding such declaratory relief as is necessary to confirm J&P's status as Parties to the Judgment as Small Pumper Class Members subject to the jurisdiction of the Court with respect to Groundwater Production from the Basin on the J&P Property.

## 2. As to J&J:

(a) J&J are Parties to the Judgment with respect to their ownership interest in the real property identified by Los Angeles County Assessor's Parcel Numbers 3220-001-028 and 3220-001-027 (collectively, the "J&J Property") and the

Groundwater they Produce therefrom, and are therefore subject to the jurisdiction of the Court and need not intervene in the Judgment in order to be subject to the Court's jurisdiction.

- (b) By no later than May 3, 2022, J&J shall either: (i) file an appropriate motion with the Court to seek to acquire a Production Right to Produce Groundwater from the Basin pursuant to the Judgment, and expeditiously litigate said motion to a final determination by the Court; or (ii) submit an application for New Production with the Watermaster.
- (c) Pursuant to Paragraph 18.4.12 of the Judgment: (i) the Watermaster is entitled and has the authority to collect interest on delinquent RWAs related to the J&J Property in the amount of 10% of the delinquent RWAs, plus the amount of 1.5% of the delinquent RWAs per month thereafter until paid in full; and (ii) the Watermaster is entitled and has the authority to recover its costs of suit, attorneys' fees and reasonable costs of collection in any action to collect RWAs.
- (d) So long as J&J comply with their obligations in Paragraph 2(b) above, the Watermaster shall withdraw all invoices sent to the Zamrzlas for RWAs and AAs to date, and any RWAs and AAs assessed against J&J will be held in abeyance until such time as J&J complete one of the processes set forth in Paragraph 2(b) above, at which time RWAs and AAs assessed against J&J shall be re-calculated by the Watermaster in accordance with the amount of J&J Production Rights, if any, approved by the Court.
- (e) If J&J fail to perform as agreed in Paragraph 2(b) above, then upon an ex parte application submitted by the Watermaster, with forty-eight (48) hours' notice to J&J, supported by a declaration setting forth the nature and extent of such noncompliance, the Court shall:

- (i) Enter judgment in favor of the Watermaster for \$6,415.90 in delinquent RWAs for the year 2018, plus accrued interest of \$641.59;
- (ii) Enter judgment awarding declaratory and injunctive relief enjoining J&J from Producing any Groundwater from the Basin until J&J: (i) pay such delinquent RWAs plus interest, and (ii) submit an application for New Production;
- (iii) Enter judgment in favor of the Watermaster for all attorneys' fees and costs incurred by the Watermaster in relation to enforcement of this Stipulation against J&J; and
- (iv) Enter judgment awarding such declaratory relief as is necessary to confirm J&J's status as Parties to the Judgment as Small Pumper Class Members subject to the jurisdiction of the Court with respect to Groundwater Production from the Basin on the J&J Property.
- J&P's and J&J's classification as Parties to the Judgment—whether as Small Pumper Class Members, Overlying Producers, Non-Stipulating Parties, or otherwise—shall be determined by the Court after a final ruling on the merits is obtained by either party in accordance with Paragraphs 1(b)(i) and 2(b)(i), above. Any motion filed by either of J&P and/or J&J in accordance with Paragraphs 1(b)(i) or 2(b)(i) above, as applicable, shall be subject to opposition by other Parties to the Judgment, and any claim of Production Rights by either J&P or J&J shall be of no force or effect until a final order is entered by the Court after an opportunity for all interested Parties to object and be heard and after the taking of evidence. Within thirty (30) days after the filing of any motion by either of J&P and J&J in accordance with Paragraphs 1(b)(i) or 2(b)(i) above, all Parties to the Judgment who intend to object to such motion or otherwise participate in such proceedings shall meet and confer with J&P and/or J&J, as the case may be, in an effort to stipulate to the process, procedures and timelines for discovery, briefing, evidentiary hearings and settlement conferences relative to any such motion. In the event J&P and/or J&J fails to file a motion to seek to acquire a Production Right in accordance with Paragraphs 1(b)(i) and/or (b)(i)

1	above, such shall be deemed a Small Pumper Class Member as set forth in Paragraphs 1(e)(iv) and
2	2(e)(iv) above.
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4	IT IS SO ORDERED.
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7	Date: HON. JACK KOMAR
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Price, Postel & Parma LLP Santa Barbara, Ca

1	PROOF OF SERVICE
2	STATE OF CALIFORNIA, COUNTY OF SANTA BARBARA
3	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.
6	On February 28, 2022, I served the foregoing document described STATUS UPDATE ON ZAMRZLA SETTLEMENT; EXHIBIT A; [PROPOSED] ORDER AFTER HEARING on all interested parties in this action by placing the original and/or true copy.
7 8 9	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.
10	(STATE) I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.
11	☐ (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.
13 14	Executed on February 28, 2022, at Santa Barbara, California.
15 16 17	Signature Elizabeth Wright
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