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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
9	FOR THE COUNTY OF LOS ANGELES		
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11	ANTELOPE VALLEY GROUNDWATER CASES	Judicial Council Coordination Proceeding No. 4408	
12	Included Actions:	Santa Clara Case No. 1-05-CV-049053	
13	Los Angeles County Waterworks District No. 40	Assigned to The Honorable Jack Komar	
14	v. Diamond Farming Co. Superior Court of California	CROSS-COMPLAINT OF TEJON	
15	County of Los Angeles, Case No. BC 325 201	RANCHCORP	
	Los Angeles County Waterworks District No. 40		
16	v. Diamond Farming Co. Superior Court of California, County of Kern,		
17	Case No. S-1500-CV-254-348		
18	Wm. Bolthouse Farms, Inc. v. City of Lancaster Diamond Farming Co. v. City of Lancaster		
19	Diamond Farming Co. v. Palmdale Water Dist.		
20	Superior Court of California, County of Riverside, consolidated actions, Case Nos.		
21	RIC 353 840, RIC 344 436, RIC 344 668		
22	TEJON RANCHCORP,		
23	Cross-Complainant,	, ,	
24	v.		
25	LOS ANGELES COUNTY WATERWORKS		
26	DISTRICT NO. 40; ROSAMOND		
27	COMMUNITY SERVICES DISTRICT; and DOES 1 through 100,))	
28	Cross-Defendants.		
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	CROSS-COMPLAINT OF TEJON RANCHCORP		

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PARTIES

- 1. Cross-Complainant Teion Ranchcorp is a corporation and owner of the Teion Ranch, a large parcel of real property a portion of which is located in and around the western end of the Antelope Valley. Tejon Ranchcorp pumps and uses groundwater for reasonable and beneficial purposes on its real property. In addition, Tejon Ranchcorp purchases, imports, stores, and uses water acquired from the State Water Project on and under its property. Tejon Ranchcorp's pumping, use, and storage of groundwater in the Antelope Valley is limited to the western sub-basins of the Antelope Valley Groundwater Basin.
- 2. Plaintiff and Cross-Defendant Los Angeles County Waterworks District No. 40 ("Waterworks") is a public agency governed by the Los Angeles County Board of Supervisors that supplies water to customers in the Lancaster Sub-basin of the Antelope Valley Groundwater Basin.
- 3. Cross-Complainant and Cross-Defendant Rosamond Community Services District ("Rosamond") supplies groundwater to customers in the Lancaster Sub-basin of the Antelope Valley Groundwater Basin.
- 4. Tejon Ranchcorp is informed and believes and thereon alleges that Cross-Defendants Does 1 though 100 claim some right, title, or interest to use and store groundwater that is adverse to the right, title, or interest of Tejon Ranchcorp in that Cross-Defendants assert prescriptive rights against Tejon Ranchcorp or assert other water rights that purport to reduce or restrict or to be superior to the rights of Tejon Ranchcorp to use, pump, or store groundwater on or beneath Tejon Ranchcorp's property. Cross-Defendants Does 1 through 100 include any party, other than Waterworks and Rosamond, that asserts such water rights claims against Tejon Ranchcorp by complaint or crosscomplaint in these coordinated actions. Tejon Ranchcorp is unaware of the true names and identities of Does 1 through 100 and therefore sues them by such fictitious names and will amend this pleading to reflect their true identities and capacities when they are ascertained.

THE ANTELOPE VALLEY GROUNDWATER BASIN AND SUB-BASINS

5. The Waterworks' Complaints and the Rosamond Cross-Complaint herein seek a general adjudication of all rights to use and store groundwater within a groundwater basin that they

describe as the "Antelope Valley Groundwater Basin." However, neither Waterworks nor Rosamond specifically allege the lateral or vertical boundaries of the Antelope Valley Groundwater Basin.

- 6. The Antelope Valley Groundwater Basin has been studied and reported on by various investigators, including the United States Geological Survey ("USGS"). According to the most recent reports by the USGS, the Antelope Valley Groundwater Basin covers approximately 920 square miles and is located within the larger Antelope Valley drainage basin. According to the USGS reports, the Antelope Valley Groundwater Basin consists of seven of the twelve sub-basins of the Antelope Valley drainage basin: from west to east the Finger Buttes, West Antelope, Neenach, Lancaster, North Muroc, Pearland, and Buttes Sub-basins. The Antelope Valley Groundwater Basin, drainage basin, and sub-basins are depicted in the USGS map attached hereto as Exhibit A. This Cross-Complaint assumes that the lateral boundaries of the Antelope Valley Groundwater Basin and sub-basins are approximately as depicted on Exhibit A hereto, subject to future correction or modification of the boundaries following discovery and trial.
- 7. Tejon Ranchcorp pumps, uses, and stores groundwater on and beneath its land located in the three "western sub-basins" of the Antelope Valley Groundwater Basin the Finger Buttes, West Antelope, and Neenach Sub-basins.
- 8. Tejon Ranchcorp is informed and believes and thereon alleges that Waterworks and Rosamond pump, use, and/or store groundwater only in the central sub-basin of the Antelope Valley Groundwater Basin the Lancaster Sub-basin. In the Riverside actions listed in the caption above, Waterworks initially alleged that the Lancaster Sub-basin is separate from and has "no hydrologic connection with the Neenach Sub-basin" and the other western sub-basins. (E.g., Waterworks Answer to Diamond Farming's First Amended and Supplemental Complaint, dated July 3, 2000, ¶ 6.) However, in Waterworks' Complaints herein, filed in Los Angeles and Kern Counties in November, 2004, Waterworks alleges water rights in and to the Antelope Valley Groundwater Basin without reference to any of its sub-basins.
 - 9. Tejon Ranchcorp is informed and believes and thereon alleges:
- (a) That the Lancaster Sub-basin is, for water supply and management purposes, practically separate from and has little hydrologic connection with the western sub-basins of

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imported water supplies and Tejon Ranchcorp's water bank. 15.

- 12. As a result of Tejon Ranchcorp's ownership of land overlying the western subbasins of the Antelope Valley Groundwater Basin and its watershed, Tejon Ranchcorp also owns "overlying water rights" to extract, store, and put groundwater to reasonable and beneficial use on its property.
- 13. Now, and at all relevant times in the past, Tejon Ranchcorp has pumped, stored, and put groundwater to reasonable and beneficial use on its property.
- 14. Tejon Ranchcorp has also paid for, imported, stored and/or used on its property imported water from the State Water Project, and this water supply is not native to the Antelope Valley Groundwater Basin or drainage basin. Tejon Ranchcorp intends to continue to purchase, import, store, and use water imported from the State Water Project and to establish a "water bank" on Tejon Ranchcorp's property. A portion of this imported water reenters and augments the groundwater supply, and Tejon Ranchcorp has the sole and paramount right to recapture these return flows and banked water attributable to its importation of water from outside of the Antelope Valley Groundwater Basin, except to the extent that other parties contract with Tejon Ranchcorp to share the costs and benefits of these
- Tejon Ranchcorp is informed and believes and thereon alleges that each of the Cross-Defendants extracts groundwater from the Antelope Valley Groundwater Basin for use on property that is not owned by such Cross-Defendant and/or for some other non-overlying use.
- 16. Tejon Ranchcorp is informed and believes and thereon alleges that each of the Cross-Defendants claims to have prescriptive rights or other rights to pump, use, and store groundwater from the Antelope Valley Groundwater Basin and claims that those purported water rights are superior or equal to the water rights of Tejon Ranchcorp.
- 17. The right of Cross-Defendants to continue to pump, store, and use water in the western sub-basins and/or the entire Antelope Valley Groundwater Basin is subordinate to the right of Tejon Ranchcorp to do so pursuant to its rights alleged above.
- 18. An actual controversy has arisen between Tejon Ranchcorp and Cross-Defendants. Tejon Ranchcorp is informed and believes and thereon alleges that Cross-Defendants dispute the contentions and challenge the water rights of Tejon Ranchcorp and claim that their rights to

pump, use, and store water are superior to those of Tejon Ranchcorp either in the western sub-basins or in the entire Antelope Valley Groundwater Basin.

- 19. Tejon Ranchcorp desires a judicial determination of: the entitlement of Tejon Ranchcorp and all other parties to pump, use, or store in the western sub-basins and/or the Antelope Valley Groundwater Basin as a whole; and the priority and character of each party's respective rights.
- 20. Tejon Ranchcorp is informed and believes and thereon alleges that Cross-Defendants are pumping or claim the right to pump groundwater from the western sub-basins or from the Antelope Valley Groundwater Basin as a whole without regard to the water rights of Tejon Ranchcorp, and they use amounts of groundwater that are wasteful or unreasonable in light of the arid conditions and limited water supplies in the Antelope Valley. Unless restrained by order of this Court, Cross-Defendants will continue to pump increasing amounts of groundwater from the western sub-basins or from the Antelope Valley Groundwater Basin as a whole, thereby causing irreparable damage and injury to Tejon Ranchcorp and to all parties who rely on these groundwater supplies.
- 21. In order to prevent irreparable injury to Tejon Ranchcorp and other parties, it is necessary and appropriate that the Court exercise and retain continuing jurisdiction to develop and enforce a physical solution that protects, manages, conserves, and adjudicates groundwater supplies in the western sub-basins separately from the central and eastern sub-basins of the Antelope Valley Groundwater Basin. Such a physical solution may include, in the Lancaster sub-basin: restrictions on groundwater production, reasonable monetary assessments on groundwater extractions and for supplemental water supplies, prohibitions against wasteful and excessive use of water by Cross-Defendants and their customers in violation of Article X, Section 2 of the California Constitution, mandatory conservation measures, a groundwater monitoring and reporting program, assessment of costs to remediate land subsidence and groundwater contamination in the Lancaster sub-basin, and the appointment of a watermaster to administer and enforce the judgments and orders of this Court. The costs of such a physical solution and measures to remediate the overdraft in the Lancaster sub-basin should not be borne by parties in the western sub-basins.

PRAYER FOR RELIEF

Wherefore, Cross-Complainant Tejon Ranchcorp prays for judgment as follows:

CROSS-COMPLAINT OF TEJON RANCHCORP

1 PROOF OF SERVICE 2 3 The undersigned declares: 4 I am employed in the County of, State of California. I am over the age of 18 and am not a party to the within action; my business address is c/o Nossaman, Guthner, Knox & Elliott, LLP, 445 S. 5 Figueroa Street, 31st Floor Los Angeles, California 90071-1602. 6 On November 23, 2005, I served the foregoing CROSS-COMPLAINT OF TEJON **RANCHCORP** on parties to the within action by placing () the original (x) a true copy thereof 7 enclosed in a sealed envelope, addressed as shown on the attached service list. 8 (X) (By U.S. Mail) On the same date, at my said place of business, said correspondence was sealed and placed for collection and mailing following the usual business practice of my said employer. 9 I am readily familiar with my said employer's business practice for collection and processing of correspondence for mailing with the United States Postal Service, and, pursuant to that practice, the correspondence would be deposited with the United States Postal Service, with postage 10 thereon fully prepaid, on the same date at Los Angeles, California. 11 () (By Facsimile) I served a true and correct copy by facsimile pursuant to C.C.P. 1013(e), to the 12 number(s) listed above or on the attached sheet. Said transmission was reported complete and without error. A transmission report was properly issued by the transmitting facsimile machine. which report states the time and date of sending and the telephone number of the sending 13 facsimile machine. 14 (By Federal Express) I served a true and correct copy by Federal Express or other overnight 15 delivery service, for delivery on the next business day. Each copy was enclosed in an envelope or package designated by the express service carrier; deposited in a facility regularly maintained 16 by the express service carrier or delivered to a courier or driver authorized to receive documents on its behalf; with delivery fees paid or provided for; addressed as shown on the accompanying 17 service list. 18 Executed on November 23, 2005 at Los Angeles, California. 19 (X) (STATE) I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. 20 () (FEDERAL) I declare under penalty of perjury under the laws of the United States of America 21 that the foregoing is true and correct. n Brukata 22 23 24 25 26 27 28 316640 1.DOC

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