NOSSAMAN, GUTHNER, KNOX & ELLIOTT, LLP 1 FRED A. FUDACZ (SBN 050546) 2 HENRY S. WEINSTOCK (SBN 089765) 445 S. Figueroa Street, 31st Floor 3 Los Angeles, California 90071-1602 Telephone: (213) 612-7800 4 Facsimile: (213) 612-7801 5 Attorneys for Defendant and Cross-Complainant Tejon Ranchcorp 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 FOR THE COUNTY OF LOS ANGELES ANTELOPE VALLEY 10 Judicial Council Coordination Proceeding No. GROUNDWATER CASES 11 Included Actions: Santa Clara Case No. 1-05-CV-049053 12 Los Angeles County Waterworks District No. 40 Assigned to The Honorable Jack Komar v. Diamond Farming Co. 13 Superior Court of California JOINT CASE MANAGEMENT PROPOSAL County of Los Angeles, Case No. BC 325 201 14 OF TEJON RANCHCORP, CITY OF LOS ANGELES, CITY OF LANCASTER, CITY Los Angeles County Waterworks District No. 40 15 OF PALMDALE, AND NORTHROP v. Diamond Farming Co. **GRUMMAN CORPORATION** 16 Superior Court of California, County of Kern, Case No. S-1500-CV-254-348 Date: November 5, 2007 17 Time: 10:00 a.m. Wm. Bolthouse Farms, Inc. v. City of Lancaster Department: 1 18 Diamond Farming Co. v. City of Lancaster Diamond Farming Co. v. Palmdale Water Dist. 19 Superior Court of California, County of Riverside,) consolidated actions, Case Nos. 20 RIC 353 840, RIC 344 436, RIC 344 668 21 22 Tejon Ranchcorp, City of Palmdale, City of Los Angeles, City of Lancaster, and 23 Northrop Grumman Corporation 1 make the following case management proposal: 24 PHASE 2 TRIALS RE PRESCRIPTION - JUNE & OCTOBER 2008. I. 25 Progress in the litigation and mediation efforts requires that the case move forward 26 toward a resolution. At the Case Management Conference on October 16, Tejon Ranchcorp again 27 28 Counsel for these parties notified Tejon Ranch counsel that they join in this Case Management Proposal. 347779 1.DOC JOINT CASE MANAGEMENT PROPOSAL OF TEJON RANCHCORP, CITY OF LOS ANGELES, CITY OF LANCASTER, CITY OF PALMDALE, AND NORTHROP GRUMMAN CORPORATION

1	proposed scheduling the next trial in Spring 2008 to adjudicate the purveyors' prescription claims. The
2	
3	October 23, followed by additional discussions and negotiations. As a result of those negotiations, we
4	
5	as follows:
6	Part A – Yield of the Basin and other information about the hydrogeological "character" of the Basin.
7	Proposed Date - June 2008.
8	Part B – All other elements of prescription (overdraft, notice, etc.), excluding the defense of self-help.
9	Proposed Date - October 2008.
10	This proposal gives all parties sufficient time to conduct discovery and prepare for trial.
11	The Court should exclude from the prescription trial only the landowners' affirmative
12	defense of "Self Help" for three reasons:
13	(1) It would be a waste of time to present evidence regarding self help unless specific purveyors
14	prevail and establish prescriptive rights for specified years against identified landowners.
15	(2) Given the enormous number of Antelope Valley landowners, proof of self help could add months
16	of percipient witness testimony to this trial.
17	(3) If the Court initially made findings of prescriptive rights, the parties may negotiate stipulations
18	regarding self help.
19	II. ORDER RE JURISDICTION OVER TRANSFEREES.
20	Prior to the May 21, 2007 Case Management Conference, the Court asked Tejon
21	Ranchcorp counsel to brief the question of how best to obtain jurisdiction over transferees of Antelope
22	Valley land so that the Court's judgment will be binding on them. In its brief dated May 11, 2007,
23	Tejon Ranchcorp discussed these issues, including the inadvisability of relying on a lis pendens, and it
24	recommended that the Court order the following:
25	"1. That landowner parties (individuals and class members) do the following:
26	(a) post notice of transfer on the Court website within 10 days
27	contact information of the transferee; and
28	(b) notify their transferees of this litigation and provide them a copy of the public water suppliers' Cross-Complaint; and
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That the public water suppliers promptly serve their Cross-Complaint on transferees, substituting the transferees as cross-defendants per CCP § 368.5." At the May 21, 2007 Case Management Conference, the Court noted that no party had objected to or opposed these recommendations, but the Court deferred making any rulings on this subject. We propose that the Court issue the above order, subject to any further discussion and proposals the Court deems appropriate, e.g., dealing with transferees of class members. Dated: October 30, 2007 NOSSAMAN, GUTHNER, KNOX & ELLIOTT, LLP FREDRIC A. FUDACZ HENRY S. WEINSTOCK Attorneys for Tejon Ranchcorp

· 1	PROOF OF SERVICE
2	
3	The undersigned declares:
4 5	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. Figueroa Street, 31st Floor Los Angeles, California 90071-1602.
6	On October 30, 2007, I served the foregoing JOINT CASE MANAGEMENT PROPOSAL OF TEJON RANCHCORP, CITY OF LOS ANGELES, CITY OF LANCASTER, CITY OF
7	PALMDALE, AND NORTHROP GRUMMAN CORPORATION on all interested parties:
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. I am readily familiar with my said employer's business practice for collection and processing of
10	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 thereon fully prepaid, on the same date at Los Angeles, California, addressed to:
11	
12	Honorable Jack Komar Judge of the Superior Court of California County of Santa Clara
13	191 North First Street, Department 17C
14	San Jose, CA 95113
15 16	(X) (By E-Filing) I posted the document(s) listed above to the Santa Clara County Superior Court website in regard to the Antelope Valley Groundwater matter in compliance with the Court's electronic posting instructions and the Court's Clarification Order dated October 27, 2005.
17 18 19	() (By Federal Express) I served a true and correct copy by Federal Express or other overnight 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 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 service list.
20	Executed on October 30, 2007 at Los Angeles, California.
21	(X) (STATE) I declare under penalty of perjury under the laws of the State of California that the
22	foregoing is true and correct.
23	() (FEDERAL) I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.
24	
25	Mitchi Shibata
26	Witch Shibata
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	LANCASTER, CITY OF PALMDALE, AND NORTHROP GRUMMAN CORPORATION