Exempt from filing fee DOUGLAS J. EVERTZ, SBN 123066 1 Government Code § 6103 MURPHY & EVERTZ LLP 650 Town Center Drive, Suite 550 Costa Mesa, California 92626 Telephone: (714) 277-1700 3 Fax: (714) 277-1777 4 Attorneys for City of Lancaster and 5 Rosamond Community Services District 6 7 SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 FOR THE COUNTY OF LOS ANGELES 9 10 ANTELOPE VALLEY GROUNDWATER LASC Case No. BC 325201 11 **CASES** Judicial Council Coordination Proceeding No. 4408 **Included Actions:** 12 13 Los Angeles County Waterworks District CLASS ACTION No. 40 v. Diamond Farming Co. Santa Clara Case No. 1-05-CV 049053 Superior Court of California, County of 14 Assigned to The Honorable Jack Komar Los Angeles, Case No. BC325201; 15 Los Angeles County Waterworks District No. 40 v. Diamond Farming Co. REPLY OF WOOD CLASS SETTLING 16 Superior Court of California, County of Kern, **DEFENDANTS IN SUPPORT OF** Case No. S-1500-CV-254-348 MOTION TO BE RELIEVED OF ALL 17 **COURT ORDERS FOR PAYMENT OF COURT-APPOINTED EXPERT FEES** 18 Wm. Bolthouse Farms, Inc. v. City of Lancaster, Diamond Farming Co. v. City of AND COSTS 19 Lancaster, Diamond Farming Co. v. Palmdale Water Dist., Superior Court of California January 7, 2014 Date: 9:00 a.m. County of Riverside, consolidated actions; Case Time: 20 Nos. RIC 353 840, RIC 344 436, RIC 344 668. **TBD** Dept.: 21 Trial Date: February 10, 2014 (Phase V) 22 23 24 25 26 27 28

REPLY IN SUPPORT OF MOTION TO BE RELIEVED OF ALL COURT ORDERS FOR PAYMENT OF COURT-APPOINTED EXPERT FEES AND COSTS

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I. <u>INTRODUCTION</u>.

Los Angeles County Waterworks District No. 40 ("District 40") opposes the motion of the Wood Class Settling Defendants¹ to be relieved of all court-appointed expert fees and costs ("Motion") on the sole theory that the Settling Defendants must continue to fund the court-appointed expert until such time as the Wood Class' water rights are established and quantified. District 40 is wrong. The court-appointed expert was retained by the Court in response to the operative Wood Class First Amended Complaint - - a complaint which seeks to defend the members of the Wood Class against claims of prescription asserted by various public agency water suppliers. That issue, as to the Settling Defendants, is now moot. Because the Wood Class and Settling Defendants have fully and finally resolved all of the claims in the Wood Class First Amended Complaint as among themselves, the Settling Defendants should have no continuing obligation to fund the work of the court-appointed expert. The Motion should be granted.

II. THE PRIMARY OBJECTIVE OF THE WOOD CLASS FIRST AMENDED COMPLAINT IS NOT A QUANTIFICATION OF WATER RIGHTS.

The Wood Class' First Amended Complaint, filed June 20, 2008, defines the "Nature of the Action" as follows:

"This action is necessary in that defendants assert a common law prescriptive right to the groundwater in the Basin which right they claim is superior to that of Plaintiff and the Class. By definition, a prescriptive right requires a wrongful taking of non-surplus water from the Basin, in an open, notorious, continuous, uninterrupted, hostile and adverse manner to the original owner for the statutory period of five years. To the extent defendants fail to prove any element of prescription or the evidence shows that defendants have indeed taken non-surplus water in derogation of the rights of

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¹ The Wood Class Settling Defendants ("Settling Defendants") are the City of Lancaster, Rosamond Community Services District, Palmdale Water District and Phelan Pinon Hills Community Services District.

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1	overlying landowners, plaintiff's and the Class's property interests
2	have been damaged and/or infringed."
3	(First Amended Complaint, p. 2, lns. 9-16.)
4	Similarly, the first and primary cause of action of the Wood Class First Amended Complaint is
5	one for declaratory relief and alleges in paragraph 28:
6	"Plaintiff and the Class seek a judicial determination that their rights
7	as overlying users are superior to the rights of all non-overlying users
8	and that they have correlative rights vis-à-vis other overlying
9	landowners."
10	(First Amended Complaint, ¶ 28, p. 9, lns. 2-4.)
11	As between the Wood Class and the Settling Defendants, these issues raised by the Wood Class
12	First Amended Complaint have been fully resolved. As to the Wood Class' overlying correlative
13	rights, Section IV.C.2 (at page 9) of the Wood Class Stipulation for Settlement ("Settlement")
14	provides:
15	"The Settling Parties agree between and among themselves, that the
16	Wood Class Members have an Overlying Right to a correlative share
17	of the Native Safe Yield for reasonable and beneficial uses on their
18	overlying land. The Settling Defendants will not take any positions
19	or enter into any agreements that are inconsistent with the Wood
20	Class Members' Overlying Right to produce and use their correlative
21	share of the Basin's Native Safe Yield."
22	And as to prescription, the Settlement provides at Section IV.D.2. (page 11) as follows:
23	"Safe Harbor: The Wood Class Members acknowledge that the
24	Settling Defendants may at trial prove prescriptive rights against all
25	groundwater pumping of the Basin during a prior prescriptive period.
26	If the Settling Defendants do acquire prescriptive rights, those
27	prescriptive rights shall not be exercised to reduce the Wood Class
28	Members' Overlying Rights."
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As between the Settling Defendants and the Wood Class, the Wood Class First Amended Complaint has been resolved. The Settlement preserves any alleged overlying rights of the Wood Class Members and precludes the Settling Defendants from diminishing any overlying rights of the Wood Class through claims of prescription.

The upcoming Phase 6 Trial will focus primarily on claims of prescription against overlying landowners - - claims which have been resolved as between the Wood Class and Settling Defendants through the Settlement. Because the Settling Defendants have resolved all substantive allegations of the Wood Class First Amended Complaint, and because the Phase 6 Trial will address prescription, the Settling Defendants should have no ongoing liability for fees and costs of the court-appointed expert moving forward.

III. TO THE EXTENT ONGOING WORK IS REQUIRED OF THE COURT-APPOINTED EXPERT, HIS FEES AND COSTS SHOULD BE PAID BY EITHER (1) THE NONSETTLING DEFENDANTS, OR (2) ALL PARTIES TO THIS COMPREHENSIVE ADJUDICATION.

The express and stated purpose of the Wood Class First Amended Complaint is to defend the alleged overlying rights of the Wood Class against claims of prescription. Nowhere in the First Amended Complaint does the Wood Class seek a specific quantification of its water rights, collectively or individually. The Settling Defendants have fully and finally resolved the charging allegations of the Wood Class First Amended Complaint - - preservation of claimed overlying rights of the Wood Class against claims of prescription. To the extent the court-appointed expert is utilized by the Court to provide assistance with the Phase 6 Trial, the Settling Defendants should have no ongoing obligation to fund work arising out of, or related to, settled claims. Such costs should be borne entirely by the Non-Settling Defendants, each of which has made the choice to continue litigating prescription claims against the Wood Class, necessitating the continued work by the court-appointed expert.

Conversely, to the extent a comprehensive adjudication and/or quantification of the water rights of the Wood Class is necessitated by other pleadings, and the court-appointed expert is needed to assist the Court in that effort, such costs should be borne by all parties. In this regard, and as District 40 points out in its Opposition:

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"Fairness requires that *all parties* who benefit from the expert's work share a portion of his fees and costs. Unless the Wood Class abandons its water claims, an evidentiary hearing on the Wood Class' groundwater pumping and reasonable and beneficial use of that water is required *as to all parties*."

(Emphasis added; Opposition p. 3, lns. 2-5.)

If the purpose of any work of the court-appointed expert is to quantify the rights of the Wood Class as part of a comprehensive adjudication (relief that is not sought in the operative Wood Class First Amended Complaint against the Public Water Suppliers), then as District 40 contends fairness requires that "all parties" must contribute financially towards the fees and costs of the court-appointed expert.

IV. <u>CONCLUSION</u>.

For all the foregoing reasons and authorities, the Settling Defendants respectfully request, in furtherance of Section VIII.D.4 of the Wood Class Settlement, that they be relieved from all existing court orders for payment of court-appointed expert fees and costs from and after the granting of the final approval motion.

DATED: December 30, 2013 MURPHY & EVERTZ LLP

Douglas J. Evertz, Attorneys for City of Lancaster and Rosamond Community Services District

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1	PROOF OF SERVICE
	VALLEY GROUNDWATER CASES cil Coordination, Proceeding No. 4408
Santa Clara Ca Assigned to th	ase No. 1-05-CV 049053 e Honorable Jack Komar County Superior Court, Central, Dept. 1
am employed i	resident of the State of California, over 18 years of age and not a party to this action. In the County of Orange, State of California. My business address is 650 Town Center 50, Costa Mesa, California 92626.
	cember 30, 2013, I served the within document(s):
	WOOD CLASS SETTLING DEFENDANTS IN SUPPORT OF MOTION TO VED OF ALL COURT ORDERS FOR PAYMENT OF COURT-APPOINTED EXPERT FEES AND COSTS
dedica No. 1	osting the document(s) listed above to the website http://www.scefiling.org , a ated link to the Antelope Valley Groundwater Cases; Santa Clara Case -05-CV 049053, Assigned to the Honorable Jack Komar, said document(s) is onically served/distributed therewith.
	insmitting via e-mail the document(s) listed above to the e-mail address(es) and/or imber(s) set forth below on this date.
	cing the document(s) listed above in a sealed Norco Overnite envelope/package for ight delivery at Costa Mesa, California addressed as set forth below.
	using personal delivery by Nationwide Legal of the document(s) listed above, to the n(s) at the address(es) set forth below.
correspondence on the same date	familiar with Murphy & Evertz, LLP's practice for collecting and processing e for mailing. Under that practice it would be deposited with the U.S. Postal Service ay that the correspondence is placed for collection and mailing, it is deposited in the e of business with the United States Postal Service, in a sealed envelope with postage
I declar	re under penalty of perjury under the laws of the State of California that the foregoing is
Execut	ed on December 30, 2013, at Costa Mesa, California.
	Stephanie Pattis
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