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Attorney for Defendant and Cross-Defendant, GGF, LLC

SUPERIOR COURT OF THE STATE OF CALIFORNIA  
 FOR THE COUNTY OF LOS ANGELES

**ANTELOPE VALLEY  
 GROUNDWATER CASES**

Included Actions:

Los Angeles County Waterworks District  
 No. 40 v. Diamond Farming Co.  
 Los Angeles County Superior Court  
 Case No. BC 325201

Los Angeles County Waterworks District  
 No. 40 v. Diamond Farming Co.  
 Kern County Superior Court  
 Case No. S-1500-CV-254-348

Wm. Bolthouse Farms, Inc. v. City of  
 Lancaster, Diamond Farming Co. v. City  
 of Lancaster, Diamond Farming Co. v.  
 Palmdale Water Dist.  
 Riverside County Superior Court  
 Consolidated actions  
 Case Nos. RIC 353 840, RIC 344 436,  
 RIC 344 668

Case No.: Judicial Council Coordination No. 4408

For filing purposes only:

Santa Clara County Case No. 1-05-CV-049053

Assigned to The Honorable Jack Komar

**ANSWER TO COMPLAINT AND ALL  
 CROSS-COMPLAINTS BY DEFENDANT  
 GGF, LLC**

GGF, a Limited Liability Company, answers the Complaint and all Cross-Complaints which  
 have been filed as of this date, specifically those of Antelope Valley East-Kern Water Agency, Palmdale  
 Water District & Quartz Hill Water District, Rosamond Community Services District and Waterworks

District No. 40 of Los Angeles County. GGF LLC does not intend to participate at trial or other proceedings unless ordered by the Court to do so, but it reserves the right to do so upon giving written notice to that effect to the Court and all parties. GGF, LLC owns the following properties located in the Antelope Valley that are subject to this litigation:

PARCEL 1:

The Southeast quarter of Section 13, Township 8 North, Range 16 West, San Bernardino Meridian, in the unincorporated territory of the County of Los Angeles, according to the Official Plat of said land. EXCEPT therefrom the North 60 acres thereof.

PARCEL 2:

The North 30 acres of the Southeast quarter of Section 13, Township 8 North, Range 16 West, San Bernardino Meridian, in the unincorporated territory of the County of Los Angeles, according to the Official Plat of said land.

PARCEL 3:

The South 30 acres of the North 60 acres of the Southeast quarter of Section 13, Township 8 North, Range 16 West, San Bernardino Meridian, in the unincorporated territory of the County of Los Angeles, according to the Official Plat of said land.

APN #3278-025-019

APN #3278-025-020

APN #3278-025-021

APN #3278-025-022

APN #3278-024-007

Lot 251, of Tract No. 30639, as per map recorded in Book 784, Pages 1-20, inclusive, of Maps, in the office of the County Recorder of said County.

APN #3257-004-021-06.000

APN #3257-007-005

**GENERAL DENIAL**

1. Pursuant to Code of Civil Procedure section 431.30(d), Defendant and Cross-Defendant hereby generally denies each and every allegation set forth in the Complaint and Cross-Complaint, and the whole thereof, and further denies that Plaintiff and Cross-Complainant are entitled to any relief against Defendant and Cross-Defendant.

**AFFIRMATIVE DEFENSES****First Affirmative Defense**

(Failure to State a Cause of Action)

2. The Complaint and Cross-Complaint and every purported cause of action contained therein fail to allege facts sufficient to constitute a cause of action against Defendant and Cross-Defendant.

**Second Affirmative Defense**

(Statute of Limitation)

3. Each and every cause of action contained in the Complaint and Cross-Complaint is barred, in whole or in part, by the applicable statutes of limitation, including, but not limited to, sections 318, 319, 321, 338, and 343 of the California Code of Civil Procedure.

**Third Affirmative Defense**

(Laches)

4. The Complaint and Cross-Complaint, and each and every cause of action contained therein, is barred by the doctrine of laches.

**Fourth Affirmative Defense**

(Estoppel)

5. The Complaint and Cross-Complaint, and each and every cause of action contained therein, is barred by the doctrine of estoppel.

**Fifth Affirmative Defense**

(Waiver)

6. The Complaint and Cross-Complaint, and each and every cause of action contained therein, is barred by the doctrine of waiver.

**Sixth Affirmative Defense**

(Self-Help)

7. Defendant and Cross-Defendant has, by virtue of the doctrine of self-help, preserved its paramount overlying right to extract groundwater by continuing, during all times relevant hereto, to extract groundwater and put it to reasonable and beneficial use on its property.

**Seventh Affirmative Defense**

(California Constitution Article X, Section 2)

8. Plaintiff and Cross-Complainant's methods of water use and storage are unreasonable and wasteful in the arid conditions of the Antelope Valley and thereby violate Article X, Section 2 of the California Constitution.

**Eighth Affirmative Defense**

(Additional Defenses)

9. The Complaint and Cross-Complaint do not state their allegations with sufficient clarity to enable Defendant and Cross-defendant to determine what additional defenses may exist to Plaintiff and Cross-Complainant's causes of action. Defendant and Cross-Defendant therefore reserve the right to assert all other defenses which may pertain to the Complaint and Cross-Complaint.

**Ninth Affirmative Defense**

10. The prescriptive claims asserted by governmental entity Cross-Complainants are *ultra vires* and exceed the statutory authority by which each entity may acquire property as set forth in Water Code sections 22456, 31040 and 55370.

**Tenth Affirmative Defense**

11. The prescriptive claims asserted by governmental entity Cross-Complainants are barred by the provisions of Article 1 Section 19 of the California Constitution.

**Eleventh Affirmative Defense**

12. The prescriptive claims asserted by governmental entity Cross-Complainants are barred by the provisions of the 5<sup>th</sup> Amendment to the United States Constitution as applied to the states under the 14<sup>th</sup> Amendment of the United States Constitution.

**Twelfth Affirmative Defense**

13. Cross-Complainants' prescriptive claims are barred due to their failure to take affirmative steps that were reasonably calculated and intended to inform each overlying landowner of cross-complainants' adverse and hostile claim as required by the due process clause of the 5<sup>th</sup> and 14<sup>th</sup> Amendments of the United States Constitution.

**Thirteenth Affirmative Defense**

14. The prescriptive claims asserted by governmental entity Cross-Complainants are barred by the provisions of Article 1 Section 7 of the California Constitution.

**Fourteenth Affirmative Defense**

15. The prescriptive claims asserted by the governmental entity Cross-Complainants are barred by the provisions of the 14<sup>th</sup> Amendment to the United States Constitution.

**Fifteenth Affirmative Defense**

16. The governmental entity Cross-Complainants were permissively pumping at all times.

**Sixteenth Affirmative Defense**

17. The request for the court to use its injunctive powers to impose a physical solution seeks a remedy that is in violation of the doctrine of separation of powers set forth in Article 3 section 3 of the California Constitution.

**Seventeenth Affirmative Defense**

18. Cross-Complainants are barred from asserting their prescriptive claims by operation of law as set forth in Civil Code sections 1007 and 1214.

**Eighteenth Affirmative Defense**

19. Each Cross-Complainant is barred from recovery under each and every cause of action contained in the Cross-Complaint by the doctrine of unclean hands and/or unjust enrichment.

**Nineteenth Affirmative Defense**

20. The Cross-Complaint is defective because it fails to name indispensable parties in violation of California Code of Civil Procedure section 389(a).

**Twentieth Affirmative Defense**

21. The government entity Cross-Complainants are barred from taking, possessing or using Cross-Defendants' property without first paying just compensation.

**Twenty-First Affirmative Defense**

22. The governmental entity Cross-Complainants are seeking to transfer water right priorities and water usage which will have significant effects on the Antelope Valley Groundwater basin and the Antelope Valley. Said actions are being done without complying with and contrary to the provisions of California's Environmental Quality Act (CEQA) (Pub.Res.C. 2100 *et seq.*).

**Twenty-Second Affirmative Defense**

23. The governmental entity Cross-Complainants seek judicial ratification of a project that has had and will have a significant effect on the Antelope Valley Groundwater Basin and the Antelope Valley that was implemented without providing notice in contravention of the provisions of California Environmental Quality Act (CEQA) (Pub.Res.C. 2100 *et seq.*).

**Twenty-Third Affirmative Defense**

24. Any imposition by this court of a proposed physical solution that reallocates the water right priorities and water usage within the Antelope Valley will be *ultra vires* as it will be subverting the pre-project legislative requirements and protections of California's Environmental Quality Act (CEQA) (Pub.Res.C. 2100 *et seq.*).

**WHEREFORE**, Defendant and Cross-Defendant prays that judgment be entered as follows:

1. That Plaintiff and Cross-Complainant take nothing by reason of its Complaint or Cross-Complaint.
2. That the Complaint and Cross-Complaints be dismissed with prejudice;
3. For the Defendant and Cross-Defendant's costs incurred herein; and

1           4.       For such other and further relief as the Court deems just and property.

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3       Dated: December 20, 2006

O'ROURKE, FONG & MANOUKIAN, LLP

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5       By:   
6       DENIS M. O'ROURKE

7       Attorneys for Defendant and Cross-  
8       Defendant GGF, LLC  
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**PROOF OF SERVICE**

I, Kerry V. Keefe, declare:

I am a resident of the State of California and over the age of eighteen years, and not a party to the within action; my business address is Best Best & Krieger LLP, 5 Park Plaza, Suite 1500, Irvine, California 92614. On December 21, 2006, I served the within document(s):

**ANSWER TO COMPLAINT AND ALL CROSS-COMPLAINTS BY DEFENDANT  
GGF, LLC**

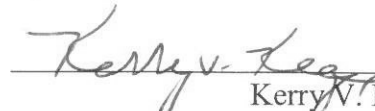
- ☒ by posting the document(s) listed above to the Santa Clara County Superior Court website in regard to the Antelope Valley Groundwater matter.
- ☐ by placing the document(s) listed above in a sealed envelope with postage thereon fully prepaid, in the United States mail at Irvine, California addressed as set forth below.
- ☐ by causing personal delivery by ASAP Corporate Services of the document(s) listed above to the person(s) at the address(es) set forth below.
- ☐ by personally delivering the document(s) listed above to the person(s) at the address(es) set forth below.
- ☐ I caused such envelope to be delivered via overnight delivery addressed as indicated on the attached service list. Such envelope was deposited for delivery by Federal Express following the firm's ordinary business practices.

(SEE ATTACHED SERVICE LIST)

I am readily familiar with the firm's practice of collection and processing correspondence for mailing. Under that practice it would be deposited with the U.S. Postal Service on that same day with postage thereon fully prepaid in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if postal cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit.

I declare under penalty of perjury under the laws of the State of California that the above is true and correct.

Executed on December 21, 2006, at Irvine, California.

  
Kerry V. Keefe