1 BEST BEST & KRIEGER LLP **EXEMPT FROM FILING FEES** ERIC L. GARNER, Bar No. 130665 **UNDER GOVERNMENT CODE** 2 JEFFREY V. DUNN, Bar No. 131926 **SECTION 6103** WENDY Y. WANG, Bar No. 228923 3 18101 VON KARMAN AVENUE, SUITE 1000 IRVINE, CALIFORNIA 92612 4 TELEPHONE: (949) 263-2600 TELECOPIER: (949) 260-0972 Attorneys for LOS ANGELES COUNTY 5 WATERWORKS DISTRICT NO. 40 6 OFFICE OF COUNTY COUNSEL 7 COUNTY OF LOS ANGELES MARK J. SALADINO, BAR NO. 118305 8 COUNTY COUNSEL WARREN WELLEN, Bar No. 139152 9 PRINCIPAL DEPUTY COUNTY COUNSEL 500 WEST TEMPLE STREET 10 LOS ANGELES, CALIFORNIA 90012 TELEPHONE: (213) 974-8407 11 TELECOPIER: (213) 687-7337 Attorneys for LOS ANGELES COUNTY 12 WATERWORKS DISTRICT NO. 40 13 [See Next Page For Additional Counsel] SUPERIOR COURT OF THE STATE OF CALIFORNIA 14 COUNTY OF LOS ANGELES - CENTRAL DISTRICT 15 ANTELOPE VALLEY GROUNDWATER Judicial Council Coordination Proceeding 16 CASES No. 4408 17 Included Actions: **CLASS ACTION** Los Angeles County Waterworks District No. 18 40 v. Diamond Farming Co., Superior Court of Santa Clara Case No. 1-05-CV-049053 California, County of Los Angeles, Case No. Assigned to the Honorable Jack Komar 19 BC 325201; PUBLIC WATER SUPPLIERS' 20 Los Angeles County Waterworks District No. OPPOSITION TO THE BLUM TRUST 40 v. Diamond Farming Co., Superior Court of MOTION FOR SUMMARY JUDGMENT 21 California, County of Kern, Case No. S-1500-CV-254-348: 22 Wm. Bolthouse Farms, Inc. v. City of Date: December 22, 2014 23 Lancaster, Diamond Farming Co. v. City of Time: 10:00 a.m. Lancaster, Diamond Farming Co. v. Palmdale Dept.: TBD 24 Water Dist., Superior Court of California, Judge: Hon. Jack Komar County of Riverside, Case Nos. RIC 353 840. 25 RIC 344 436, RIC 344 668 26 RICHARD WOOD, on behalf of himself and all other similarly situated v. A.V. Materials, 27 Inc., et al., Superior Court of California. County of Los Angeles, Case No. BC509546 28

	1	RICHARDS WATSON & GERSHON
	2	James L. Markman, Bar No. 43536
	2	355 S. Grand Avenue, 40 th Floor Los Angeles, CA 90071-3101
	3	(213) 626-8484 (213) 626-0078 fax
	_	Attorneys for City of Palmdale
	4	
	_	MURPHY & EVERTZ LLP
	5	Douglas J. Evertz, Bar No. 123066
	6	650 Town Center Drive, Suite 550 Costa Mesa, CA 92626
		(714) 277-1700; (714) 277-1777 fax
	7	Attorneys for City of Lancaster and Rosamond
		Community Services District
	8	I EMIETLY & O'NIETLI
	9	LEMIEUX & O'NEILL Wayne Lemieux, Bar No. 43501
		Keith Lemieux, Bar No. 161850
0	10	4165 E. Thousand Oaks Blvd., Ste. 350
000		Westlake Village, CA 91362
- E = -	11	(805) 495-4770 (805) 495-2787 fax
R LL S. SI 926	12	Attorneys for Littlerock Creek Irrigation District, Palm Ranch Irrigation District, Desert Lake
EGE ENUE A G	12	Community Services District, North Edwards Water
AVE ORNI	13	District, Llano Del Rio Water Company, Llano
ST & MAN ALIF		Mutual Water Company, and Big Rock Mutual
KAR.	14	Water Company
BEST BEST & KRIEGER LLP VON KARMAN AVENUE, SUITE IRVINE, CALIFORNIA 92612	15	LAGERLOF SENECAL GOSNEY & KRUSE
3 7 6		Thomas Bunn III, Bar No. 89502
0 0	16	301 North Lake Avenue, 10 th Floor
_		Pasadena, CA 91101-4108
	17	(626) 793-9400 (626) 793-5900 fax
	18	Attorneys for Palmdale Water District
	10	CHARLTON WEEKS LLP
	19	Bradley T. Weeks, Bar No. 173745
	-	1007 West Avenue M-14, Suite A
	20	Palmdale, CA 93551 (661) 265 0060 (661) 265 1650 for
	21	(661) 265-0969 (661) 265-1650 fax Attorneys for Quartz Hill Water District
	21	7 Moneys for Quartz fills water District
	22	CALIFORNIA WATER SERVICE COMPANY
		John Tootle, Bar No. 181822
	23	2632 West 237 th Street
	24	Torrance, CA 90505 (310) 257-1488; (310) 325-4605-fax
	24	(510) 257-1400, (510) 525-4005-1ax
	25	
	26	
	27	
	۷1	
	28	

Los Angeles County Waterworks District No. 40 ("District No. 40"), City of Palmdale, City of Lancaster, Rosamond Community Services District, Littlerock Creek Irrigation District, Palm Ranch Irrigation District, Desert Lake Community Services District, North Edwards Water District, Llano Del Rio Water Company, Llano Mutual Water Company, Big Rock Mutual Water Company, Palmdale Water District, Quartz Hill Water District, and California Water Service Company (collectively, "Public Water Suppliers") respectfully submit the following Opposition to Blum Trust's Motion for Summary Judgment/Summary Adjudication ("Motion"):

I. INTRODUCTION

The Motion should be denied for each of the following reasons:

- Blum Trust has presented insufficient evidence of its self-help or reasonable use as against the Public Water Suppliers' prescriptive rights claims.
- The Motion is procedurally defective and is based on inadmissible evidence in support of its claims. (See Public Water Suppliers' Separate Statement,
 Evidentiary Objections to Declaration of Sheldon Blum; Evidentiary Objections to Ali Shahroody; Evidentiary Objections to Blum Trust's Exhibits; Opposition to Blum Trust's Request for Judicial Notice.)
- The Motion challenges a proposed settlement agreement and reveals confidential settlement communication.
- The Motion inappropriately and prematurely challenges a "replenishment assessment."

II. BLUM TRUST HAS NOT ESTABLISHED SELF-HELP OR REASONABLE AND BENEFICIAL USE AGAINST THE PUBLIC WATER SUPPLIERS' PRESCRIPTIVE RIGHTS

Blum Trust asks the court to determine its overlying water rights without providing evidence of self-help or reasonable and beneficial use during the time the Antelope Valley Adjudication Area was in a condition of overdraft, from 1951 to the present. By failing to do so, Blum Trust is asking the court to ignore its overdraft finding in the Phase 3 trial and the Public Water Suppliers' prescriptive rights claims.

The Court has determined the Adjudication Area to have been in a state of overdraft since

1951. Thus, the Public Water Suppliers have been in a position to establish a prescriptive right as against overlying landowners for approximately sixty years. (See Public Water Suppliers' Request for Judicial Notice ("PWS RJN"), Ex. "A" at pp. 5-6.)

In City of Santa Maria v. Adam (2012) 211 Cal. App 4th 266 ("Santa Maria"), the Court of Appeal summarized the interplay between overlying users' water rights and appropriators' rights when the basin is in overdraft:

"Courts typically classify water rights in an underground basin as overlying, appropriative, or prescriptive." The overlying right, like the riparian right, is associated with the ownership of land. "Overlying rights are special rights to use groundwater under the owner's property." Appropriative rights, on the other hand, are not derived from land ownership but depend upon the actual taking of water. . . .

Although an appropriator is entitled to take groundwater that the overlying landowner does not need, the appropriator is limited to the remainder of the "safe yield."

When the safe yield is insufficient to satisfy the reasonable and beneficial needs of all users, those with overlying rights take precedence. As among overlying owners, the rights are correlative. "[E]ach may use only his reasonable share when water is insufficient to meet the needs of all." As among appropriators, those first in time are first in right. Prescriptive rights arise when an appropriator continues to pump water during times of overdraft. "An appropriative taking of water which is not surplus is wrongful and may ripen into a prescriptive right where the use is actual, open and notorious, hostile and adverse to the original owner, continuous and uninterrupted for the statutory period of five years, and under claim of right."

Overlying landowners who fail to seek an injunction preventing an adverse use may nevertheless protect their interests by means of self-help. Self-help in this context requires the landowner to continue to pump nonsurplus water concurrently with the adverse users. When they do, the landowners retain their overlying rights, losing only the amount of the prescriptive taking.

(*Id.* at pp. 278-279 [citations omitted and emphasis added].) Courts have found that constructive notice or general knowledge of the commencement of the overdraft is deemed to satisfy the "open and notorious: and "under claim of right" elements of a prescriptive right. (*Santa Maria*, 211 Cal. App. 4th at pp. 293-294 [citing *Los Angeles v. San Fernando* (1975) 14 Cal. 3d 199, 283 ["In the groundwater context that requires evidence from which the court may fix the time at which the parties 'should reasonably be deemed to have received notice of the commencement of

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

overdraft.' . . . the long-term, severe water shortage itself was enough to satisfy the element of notice."].)

In response to discovery orders and the court's request to each Public Water Supplier to list its asserted water rights and the basis for such rights, the Public Water Suppliers have posted to the Court's website their respective Statements of Claims. For example, District No. 40 posted its Statement of Claims indicating that it has continuously pumped from the Adjudication Area since 1946. (PWS RJN, Exs. "B" and "C".) This couples with the Court's determination that the Adjudication Area has been in overdraft for over sixty years is sufficient to satisfy the elements of the Public Water Suppliers' prescription claim and establish their prescriptive right. (See Los Angeles v. San Fernando (1975) 14 Cal. 3d 199, 293 ["The effect of the prescriptive right would be to give to the party acquiring it and take away from the private defendant against whom it was acquired "].)

As a defense against the Public Water Suppliers' prescriptive claim and to assert overlying rights in an overdraft basin, Blum Trust must prove that it had continuously "pump[ed] nonsurplus water" since 1951. (Santa Maria, 211 Cal. App. 4th at p. 279.) While Blum Trust allegedly measures its groundwater right by "Place of Use' methodology with BOLTHOUSE FARMS . . . [for] the crop season Years 2004-2005", it provided no evidence of continuous pumping by either it or its predecessor from 1951 until present or the continuous farming of its parcel from that period until present. (Motion at 2:23-25.) Consequently, as Blum Trust cannot establish self-help, it has failed to prove that the Public Water Suppliers do not have a prescriptive groundwater right. (Santa Maria, 211 Cal.App.4th at pp. 278-279.)

Moreover, even assuming that Blum Trust can establish that it has pumped groundwater continuously since 1951, it has not established that all such water use was reasonable and beneficial. The only evidence Blum Trust provided was an untimely, inadmissible opinion from its expert, Mr. Ali Shahroody, which is filled with inadmissible conclusory statements and legal conclusions. Blum Trust has failed to establish self-help and has failed to establish the Public Water Suppliers do not have prescriptive rights.

III. BLUM TRUST'S MOTION IS PROCEDURALLY DEFECTIVE

A. The Motion Fails To Dispose Any Causes of Action

A plaintiff is entitled to summary judgment only if it is able to prove that the action has no merit. (Code Civ. Proc., § 437c, subd. (a).) A defendant is entitled to summary adjudication only if it proved that the cause of action has no merit and that there is no triable issue of fact. (Code Civ. Proc., § 437c, subds.,(f)(1), (p)(1), (o).) The Motion is devoid of analysis of the elements of the Public Water Suppliers' causes of action and only claims that Blum Trust has an overlying right superior to Public Water Suppliers' rights. As discussed above, Blum Trust's Motion, fails to completely dispose of any of the Public Water Suppliers' cause of action by failing to establish self-help and reasonable and beneficial use.

B. The Motion's Declarations and Exhibits Are Largely Inadmissible Statements

The moving party has the burden of making a sufficient showing that a plaintiff's claim is without merit; failure to do so results in denial of the motion. (*City of Oceanside v. Superior Court* (2000) 81 Cal.App.4th 269, 273; Code Civ. Proc., § 437c, subd. (p).) To meet this burden, the moving party must support its motion "by affidavits, declarations, admissions, answers to interrogatories, depositions, and matters of which judicial notice shall or may be taken." (Code Civ. Proc., § 437c, subd. (b)(1).)

Supporting affidavits or declarations "shall be made by any person on personal knowledge, shall set forth admissible evidence, and shall show affirmatively that the affiant is competent to testify to the matters stated in the affidavits or declarations." (*Id.* at subd. (d).) Affidavits or declarations not based on personal knowledge, that contain hearsay or impermissible opinions, lack foundation, or are argumentative, speculative or conclusory, are insufficient. (*Gilbert v. Sykes* (2007) 147 Cal.App.4th 13, 26; *Tuchscher Development Enterprises, Inc. v. San Diego Unified Port District* (2003) 106 Cal.App.4th 1219, 1236, 1238.)

As shown in the evidentiary objections concurrently filed, the Motion should be denied because most, if not all, of the declarant testimony is inadmissible or does not support the statements in the statement of facts. The Motion's accompanying declarations contain hearsay or impermissible opinions, lack foundation, or are argumentative, speculative or conclusory. (See

Code Civ. Proc., § 437c, subd. (d); *Gilbert*, supra, 147 Cal.App.4th at 26; *Tuchscher Development Enterprises, Inc.*, supra, 106 Cal.App.4th at 1236, 1238.)

Similarly, the exhibits used to support the Motion contain inadmissible hearsay and inadmissible settlement communication. (Evid. Code §§ 1152 & 1200.)

C. The Motion Should Be Denied Because It Includes Untimely And Unauthorized Filing

The court set hearing for the Motion on December 22, 2014. Section 437c, subdivision (a), of the Code of Civil Procedure requires the Motion and all supporting papers to be personally served on all parties at least 75 days before the hearing date. (Code Civ. Proc. § 437c, subd. (a).) With the December 22, 2014 hearing date, this means that all evidence supporting the Motion should have been filed on October 8, 2014. Mr. Al Shahroody did not sign his declaration until October 14, 2014—days after the deadline and after the date Blum Trust filed its Motion. By this opposition, the Public Water Suppliers object to Blum Trust's procedurally improper and untimely Motion, and, specifically, to the declaration by Mr. Shahroody.

IV. THE MOTION INAPPROPRIATELY CHALLENGES A POTENTIAL SETTLEMENT AGREEMENT

This Motion challenges a potential stipulated judgment, which has not yet been executed by the settling parties or presented to the court. (See Motion at 5:13-6:1, 21:2-15.) Specifically, Blum Trust alleges that the proposed stipulated judgment "as currently drafted, contravenes due process and equal protection under the law in regards to BLUM TRUST's 'present and prospective' co-equal overlying/correlative share of the Federally adjusted native safe yield for reasonable beneficial use of its 150 acre parcels, free of replacement assessment, and quantified annual Ac. Ft., production right regarding its 120 acres of farmland in times of overdraft and cutback under the CA water priority allocation system." (See Motion at 21:2-8.) In support of its claim, Blum Trust submitted inadmissible settlement communications that this court should not consider. (Evid. Code § 1152.)

Moreover, as Blum Trust admits, the proposed stipulated judgment remains in draft form, from which Blum Trust is drawing its conclusion. Until that time when the court has the final stipulated judgment, it cannot evaluate the merit of Blum Trust's claims as the draft stipulated

judgment is protected by settlement privilege.

V. THE MOTION INAPPROPRIATELY CHALLENGES A "REPLENISHMENT ASSESSMENT"

Blum Trust alleges that it is entitled to pump groundwater free of replenishment assessment. (Motion at 6:16, 21:6.) The Motion does not define or explain what it meant by a "replenishment assessment," or how it would be applied.

Although a replenishment assessment is a common element of a physical solution, no physical solution has been presented to the court. To the extent a "replenishment assessment' is another challenge to the proposed stipulated judgment, it is barred for the same reasons stated above.

VI. <u>CONCLUSION</u>

For each of the reasons stated above, Blum Trust's Motion should be denied.

Dated: December <u>4</u>, 2014

BEST BEST & KRIEGER LLA

By

UEPPREY V. DUNN WENDY Y. WANG

Attorneys for

LOS ANGELES COUNTY

WATERWORKS DISTRICT NO. 40

1	PROOF OF SERVICE
2	I, Kerry V. Keefe, declare:
3	I am a resident of the State of California and over the age of eighteen years, and not a
4	party to the within action; my business address is Best Best & Krieger LLP,18101 Von Karman
5	Avenue, Suite 1000, Irvine, California 92612. On December 8, 2014, I served the within
6	document(s):
7	DUDI IC WATER GURRI IERC) ORROGITION TO THE DULIN TRUICT MOTION FOR
8	PUBLIC WATER SUPPLIERS' OPPOSITION TO THE BLUM TRUST MOTION FOR SUMMARY JUDGMENT
9	
10	by posting the document(s) listed above to the Santa Clara County Superior Court
11	website in regard to the Antelope Valley Groundwater matter.
12	I declare under penalty of perjury under the laws of the State of California that the above
13	is true and correct. Executed on December 8, 2014, at Irvine, California.
14	
15	
16	Kerry V. Keefe
17	26345.00000\9451415.2
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	
l	

PROOF OF SERVICE