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6	Attorneys for U.S. Borax Inc.	
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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	COUNTY OF LOS ANGELES	
10		
11	Coordination Proceeding Special Title (Rule 1550(b))	Judicial Council Coordination Proceeding No. 4408
12	ANTELOPE VALLEY GROUNDWATER	· ·
13	CASES	U.S. BORAX PRE-HEARING STATEMENT ON
14	Included Actions:	JURISDICTIONAL BOUNDARIES
15	Los Angeles County Waterworks District No. 40 v. Diamond Farming Co.	Date: July 24, 2006 Time: 10:00 a.m.
16	Superior Court of California, County of Los Angeles, Case No. BC 325 201	Dept: 1
17	Los Angeles County Waterworks District No. 40	
18	v. Diamond Farming Co. Superior Court of California,	
19	County of Kern, Case No. S-1500-CV-254-348	
20	Wm. Bolthouse Farms, Inc. v. City of Lancaster Diamond Farming Co. v. City of Lancaster	
21	Diamond Farming Co. v. Palmdale Water Dist. Superior Court of California, County of	
22	Riverside, consolidated actions, Case Nos. RIC 353 840, RIC 344 436, RIC 344 668	
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U.S. Borax submits this pre-hearing statement in conjunction with the Declaration of Bruce N. Nelson, P.E., in advance of the hearing currently set for July 24, 2006. At that hearing, the Court will receive testimony to determine jurisdictional boundaries for the service and joinder of parties in the case.

One of the central parties to this case, the United States of America, has raised issues with respect to the McCarran Act (43 U.S.C. § 666). Under the McCarran Act, the United States waives its sovereign immunity in a "general adjudication" of all of the rights of various owners to a given water resource. Dugan v. Rank, 372 U.S. 609, 618 (1963). The waiver "is limited to comprehensive adjudications of all of the water rights of various users of a specific water system." Gardner v. Stager, 103 F.3d 886. 888 (9th Cir. 1996). In recognition of this statutory requirement, U.S. Borax anticipates that so long as the McCarran Act is satisfied, then any concerns of U.S. Borax will also be addressed.

Put plainly, U.S. Borax also wishes to assure that this case will result in a "comprehensive adjudication of all of the water rights of various users." This case will likely require a lot of time, effort and expense. No party to this case will benefit if the ultimate resolution may be undermined by a person that should have been joined, but was not. The Declaration of Bruce N. Nelson is submitted with that interest in mind.

9 Dated: June 28, 2006

Respectfully submitted,

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By:

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sf-2154010