1 2 3 4 5 6 7 8 8	RYAN S. BEZERRA, State Bar No. 178048 BARTKIEWICZ, KRONICK & SHANAHAN A PROFESSIONAL CORPORATION 1011 TWENTY-SECOND STREET SACRAMENTO, CALIFORNIA 95816-4907 TELEPHONE: (916) 446-4254 TELECOPIER: (916) 446-4018 E-MAIL: rsb@bkslawfirm.com Attorneys for Cross-Defendant Copa De Oro Land Company	E STATE OF CALIFORNIA	
9	COUNTY OF LOS ANGELES		
10 11 12	Coordination Proceeding Special Title (Rule 1550(b) ANTELOPE VALLEY GROUNDWATER	JUDICIAL COUNCIL COORDINATION PROCEEDING NO. 4408 Case No. BC 391869 Assigned to Hon. Jack Komar	
13	CASES CASES	(Santa Clara Case No. 01-05-CV-049053)	
14	This Pleading Relates To Consolidated Action:	COPA DE ORO LAND COMPANY'S OPPOSITION TO MOTION FOR PRELIMINARY APPROVAL OF	
16 17	RICHARD A. WOOD, an individual, on behalf of herself and all others similarly situated,	WOOD CLASS SETTLEMENT BY FAX	
18	Plaintiff,	Date: May 24, 2011 Time: 9 a.m. Dept: 316	
20	vs.	Judge: Hon. Jack Komar	
21	LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40; et al.		
23	Defendants.		
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COPA DE ORO'S OPPOSITION TO MOTION FOR PRELIM. APPROVAL OF WOOD SETTLEMENT

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OPPOSITION TO MOTION FOR PRELIMINARY APPROVAL OF WOOD CLASS SETTLEMENT

Copa de Oro Land Company ("Copa de Oro") is not a party to the Wood class action, but objects to the motion for preliminary approval of the settlement of that action because that proposed settlement purports to establish priority overlying rights in the class's members. The proposed settlement ignores the Court's explicit order that settlement of specific cases in this consolidated matter would not affect parties outside of those cases. The proposed settlement also would quantify those purported priority rights at three acre-feet a year for each member of the thousands in the class, resulting in the Wood class consuming a large percentage of the basin's safe yield. The asserted basis for the proposed settlement's establishment of class members as holding a priority over other landowners — Water Code section 106 — cannot be applied wholesale as the proposed settlement attempts. In addition, the proposed settlement seeks to allow the United States — which is not even a party to the Wood class action — to establish a priority right in the basin's safe yield, even though it is at best unclear whether any such right could have any priority over the senior overlying rights in this basin. Copa de Oro accordingly joins in the other landowners' oppositions to the motion for preliminary approval of the Wood class settlement.

The Court should deny that motion for at least the following reasons:

• <u>Violation of the consolidation order</u>: The proposed settlement purports to obligate the other landowners to reduce their pumping in order to allow each member of the Wood class to pump three acre-feet per year without assessment. (Wood Class Stipulation of Settlement, p. 12:14-15.) In its order consolidating these cases, however, the Court stated: "Any . . . settlement can only affect the parties to the settlement and cannot have any affect on the rights and duties of any party who is not a party to any such settlement." (Order Transferring And Consolidating Actions For All Purposes, filed Feb. 24, 2010, p. 5:1-3.) Approval of the proposed Wood settlement would violate the Court's order by

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resulting in the Wood class obtaining priority rights relative to landowners that were not part of the Wood class action.

- Very large, unknown permanent allotment of portion of safe yield. The Wood class apparently consists of thousands of landowners. The class's June 20, 2008 motion for class certification stated: "The Class here is comprised of a large number of property owners believed to total approximately 7,500." (Notice Of Motion And Motion To For [sic] Class Certification; Memorandum of Points and Authorities, dated June 20, 2008, p. p. 7:18-19.) The proposed settlement accordingly would result in an allocation of 22,500 acre-feet to the Wood class, as well as 15% of the basin's "Federally Adjusted Native Safe Yield" to the water suppliers and some unknown amount to the United States. (Wood Class Stipulation of Settlement, pp. 9:8-18, 9:24-26, 11:4-9, 12:14-15.) In total, the proposed Wood settlement appears to attempt to allocate about 40,000 to 50,000 acre-feet of water to its preferred parties. Given that the Court's recent tentative decision would establish the basin's safe yield at 110,000 acre-feet a year, the proposed Wood settlement would be an unreasonable allocation that would prejudice other parties' ability to protect their water rights in the remainder of this litigation.
- Asserted priority over other landowners. The proposed Wood settlement seeks to prioritize the rights of Wood class members over other landowners' overlying rights by declaring the class members' use of water "domestic use pursuant to California Water Code section 106." (Wood Class Stipulation of Settlement, p. 12:25-27.) Cases interpreting that statute, however, declare that it does not prioritize all uses of water associated with residences and therefore that, under the statute, "[w]hat constitutes a reasonable use is, in the first instance, a question for the trier of facts." (*Prather v. Hoberg* (1944) 24 Cal.2d 549, 562; *Deetz v. Carter* (1965) 232 Cal.App.2d 851, 856 (raising livestock for commercial purposes is not within Water Code § 106).) These cases contradict

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27 28 the proposed settlement's declaration that all water uses by all members of the Wood class would be covered by Water Code section 106.

Improper allocation to United States. The proposed settlement would subordinate the Wood class's overlying rights, and the water suppliers' appropriative rights, to an undefined federal reserved right of the United States. (Wood Class Stipulation of Settlement, p. 9:14-18, 9:24-26, 11:16-22.) By subordinating the other landowners' overlying rights to the Wood class's rights, the proposed settlement appears to propose that other landowners' rights would be subordinate to the United States' rights. Federal reserved rights, however, are appropriations that have the priority date of the date of the relevant federal reservation of land from the public domain and are quantified by the reservation's purpose. (Cappaert v. United States (1976) 426 U.S. 128, 138 (in reserving land, "the United States acquires a reserved right in unappropriated water which vests on the date of the reservation and is superior to the rights of future appropriators"), 141 (emphasis added).) Such rights therefore are appropriative rights that derive not from the United States' general ownership of land, but rather from the land's specific reservation. Under California law, such appropriative rights cannot be senior to overlying landowners' rights, which derive from simple land ownership. (See City of Barstow v. Mojave Water Agency (2000) 23 Cal.4th 1224, 1240 (describing basis for overlying rights).) The Wood settlement's purported prioritization of the United States' rights is contrary to law.

For these reasons and the reasons stated in the oppositions of other landowners, Copa de Oro respectfully requests that the Court deny the motion for preliminary approval of the Wood class settlement.

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2	Dated: May 10, 2011	Respectfully submitted,
3		BARTKIEWICZ, KRONICK & SHANAHAN A Professional Corporation
4		A Professional Corporation
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6		By: Ryan S. Bezerra
7		Attorneys for Copa de Oro Land Company
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PROOF OF SERVICE

I, Terry M. Olson, declare as follows:

I am a citizen of the United States and a resident of Sacramento County. I am over the age of 18, not a party to this action and am employed at Bartkiewicz, Kronick & Shanahan, 1011 Twenty-Second Street, Sacramento, California 95816. On May 11, 2011, I served, in the manner described below, the following documents:

COPA DE ORO LAND COMPANY'S OPPOSITION TO MOTION FOR PRELIMINARY APPROVAL OF WOOD CLASS SETTLEMENT

I posted these documents to the Court's World Wide Website located at www.scefiling.org.

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

Executed at Sacramento, California on May 11, 2011.

Jerry M. Olson