IN THE UNITED STATES DISTRICT COURT

FOR THE DISTRICT OF NEW MEXICO STATES CISTRICT COURT

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UNITED STATES OF AMERICA,

Plaintiff,

CIV No. 01 0072 BB/WWD-ACE

v.

ZUNI RIVER BASIN

STATE OF NEW MEXICO, ex rel. STATE ENGINEER, et al.,

Defendants.

STATE'S RESPONSE TO THE UNITED STATES' PROPOSED ADJUDICATION SCHEDULING ORDER

THE STATE OF NEW MEXICO, by and through its counsel of record, and pursuant to the Court's Notice of Adjudication Meeting, hereby responds to Plaintiff the United States' ("U.S.") Proposed Adjudication Scheduling Order, and states as follows:

On January 31, 2002 the United States filed its Proposed Adjudication Scheduling Order. The United States' Proposal refers in several instances to points of agreement with the State of New Mexico which do not exist. Its proposal fails to contemplate the complete adjudication of the basin. Additionally, it limits the United States' involvement in prosecuting its own complaint to the minimal commitment of conducting a hydrographic survey of two discrete areas within the basin, and the joinder and dismissal of parties in those two areas. As such, the State objects to it.

1. There is no Agreement Between the State of New Mexico and the United States

The U.S.' proposal alleges certain "agreements" between the State of New Mexico and the United States. More specifically, the U.S.' Proposal states that the State "agreed to make available appropriate technical personnel to identify the extent of

hydrological connection between the surface and groundwater," that it "further agreed that this task is to begin within two (2) months after the entry of the adjudication scheduling order," and that it "agrees to provide the United States' survey team with appropriate personnel to assist in the conduct and completion of the survey." U.S. January 31, 2002 Proposal, pp. 2, 3. This is incorrect. No agreements have been made by the State of New Mexico with the United States with regards to the adjudication of the Zuni River stream system.

The State of New Mexico's involvement by the State of New Mexico in certain hydrological studies and a hydrographic survey in the course of settlement negotiations engaged in by those two parties pursuant to the Court's Order dated December 20, 2001 (No. 92). However, the State of New Mexico has been clear from the start that any positions taken by it pursuant to settlement negotiations with the United States were taken only in the context of those negotiations. The State of New Mexico's position has always been that it contemplated no agreement with the United States except one being taken in the context of a fully realized adjudication plan expressed in a joint proposed scheduling order executed by both the State of New Mexico and the United States. On January 29, 2002 the U.S. terminated negotiations before that point was reached.

At the present time, the State of New Mexico and the United States have filed competing proposed scheduling orders with the Court. They may be similar in some respects, but they differ greatly in others. Although the State of New Mexico's proposal provides for the State's involvement in certain hydrological studies and a hydrographic

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¹ Notwithstanding any "agreement" with the U.S., or lack thereof, there are statutory and resource limitations on the State's involvement with this adjudication. The State described those limitations in the State of New Mexico's Alternative Proposals for an Adjudication Scheduling Order (No.), and reasserts them here by reference.

survey, this is offered only as part of the State's entire proposal. The State of New Mexico's Proposal cannot be severed so as to allow the United State's to cherry pick those provisions which it finds favorable, and leave those which it does not.

As such, there is no reasonable basis for the U.S. to assert agreement by the State to participate in hydrological studies and a hydrographic survey. The State herewith repudiates the U.S.' allegations that such agreements exist, and objects to the U.S. Proposal on that basis.

2. The United States' Unwillingness to Commit its Resources to the Complete Adjudication of the Zuni River Stream System Appears Consistent with Its Complaint; That is, File the Suit, and Get the Court to Order the State to Complete It

The U.S.' Proposal characterizes its Complaint as being one which seeks a "comprehensive general stream system adjudication." U.S.' January 31, 2002 Proposal, p. 1. However, the U.S. Proposal falls far short of providing for the completion of such an adjudication. Once the hydrological extent of the basin has been determined, the U.S.' Proposal provides only for 1) the "hydrographic survey of areas one and two as identified by the map of the Zuni River surface water basin submitted by the United States in connection with its proposal of May 31, 2001²; 2) joinder and dismissal of parties in areas

The United States' understanding is "dead" wrong. Area 2 on the map, which includes the "Muerto" and is comprised of 16 sections, is very sparsely populated. Similarly, areas 1, 4 and 5 are also very sparsely populated. Area 3, which includes the town of Ramah, is the only one of the five areas that has what might be called a population.

Response by Defendant Paul Petrano to the Reports of the United States and the State of New Mexico, p. 7 (No.81). As such, the significance of the five areas identified by the U.S. map remains unclear. The only thing that is known for certain is that the U.S. wants to adjudicate two of them.

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² The U.S. Proposal alleges that these are two of five areas which contain the majority of non-government defendant/landowners in the Zuni River stream system. U.S. January 31, 2002 Proposal, p. 4, FN. 2. The U.S. provides no evidentiary basis for this factual allegation. At least one litigant disputes it:

one and two; and 3) providing offers of judgment to claimants in areas one and two³. U.S.' January 31, 2002 Proposal, pp. 4, 6. No material proposal is made for the adjudication of any portion of the basin beyond areas one and two.

Clearly, the U.S. Proposal requires only the adjudication of the discrete areas the United States wants adjudicated, rather than provide a comprehensive plan, or any plan for completing the adjudication. The U.S. has filed what it alleges to be a Complaint for such a comprehensive adjudication; it appears to be only a Complaint for the adjudication of only two of the five sections it identifies. With regard to the remainder, which constitutes the vast majority of the basin, the U.S.' Proposal provides only that:

The United States and the State of New Mexico ex rel., Office of the State Engineer [sic] will bring before this Court for resolution the issue of responsibility for the future conduct of the remaining portions of the hydrographic survey and the allocation of its costs. At the conclusion of the survey or at appropriate intervals, offers of judgment will be offered to appropriate claimants.

U.S.' January 31, 2002 Proposal, pp. 6. This action is nothing more than an attempt to dump responsibility for this adjudication on the State. This is expressly stated by the State in its own Proposal:

The State is of the opinion that the United States filed this adjudication with no plan for its completion. Rather, it appears the U.S.' strategy was to file this adjudication and attempt to place responsibility for the cost of its completion upon the shoulders of New Mexico.

[O]ffers of judgment will be provided to all claimants within the two areas after appropriate guidance is provided by the Court.

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³ Even with regard to "providing" offers of judgment to claimants in areas one and two – the two areas the U.S. actually seems interested in having adjudicated - the U.S.' Proposal makes no commitment of resources. Its provision for this is entirely passive:

U.S.' January 31, 2002 Proposal, p. 6 (emphasis added). It is unclear from this who will "provide" the offers of judgment, whether the U.S. even intends to be involved in "providing" offers of judgment, or if ultimately this too will be left to the Court, the State and another day.

State's January 31, 2002 Proposal, p. 5. The State and this Court have experience with the problems which result when adjudications have been commenced without a cogent plan for their completion. The U.S. failure to commit to the completion of the adjudication that it filed destines this adjudication to founder. The State objects to the U.S. Proposal for its failure to provide its plan for its completion of its adjudication of the Zuni River stream system.

Conclusion

The United States' Proposal alleges agreements with the State of New Mexico which do not exist, fails to contemplate the complete adjudication of the Zuni River stream system, and fails to commit the United States to any involvement or participation in the adjudication beyond conducting a hydrographic survey of two discrete areas within the basin and joinder and dismissal of parties in those two areas. The State objects to the U.S. Proposal on those basis.

Respectfully submitted,

Edward C. Bagley

Special Assistant Attorneys General Attorneys for the New Mexico State

Engineer

P.O. Box 25102

Santa Fe, NM 87504-5102 Telephone: (505) 827-6150

Fax: (505) 827-3887

Certificate of Service

I certify that on this 8th day of February, 2001, a true and correct copy of the foregoing pleading was mailed by first class mail to the attached list of counsel of record and pro se parties:

Larry D. Beal, Esq. Beall & Biehler, P.A. 6715 Academy Road, N.E. Albuquerque, NM 87109

Darcy S. Bushnell, Esq.
Water Rights Attorney
USDS-DCNM
333 Lomas Blvd., N.W.
Albuquerque, NM 87102-2272
Jeffrey A. Dahl, Esq.
Lamb, Metzgar, Lines & Dahl, PA
P.O. Box 987
Albuquerque, NM 87103

Charles T. DuMars. Christina Bruff DuMars Albuquerque Plaza 201 3rd Street, N.W., Ste. 1370 Albuquerque, NM 87102 Special Master Vickie L. Gabin. U.S. District Court U.S. Courthouse P.O. Box 2384 Santa Fe, NM 87504-2384 Raymond Hamilton, Esq. U.S. Attorney's Office District of New Mexico P.O. Box 607 Albuquerque, NM 87103 Mary Ann Joca, Esq. U.S. Dept. of Agriculture 517 Gold Ave., S.W. Rm 4017 Albuquerque, NM 87102

Roger Martella, Esq. DOJ/ENRD-IRS P.O. Box 44378 Washington, D.C. 20026-4378

Jeffrie D. Minier, Esq. Law & Resources Planning Assoc. Albuquerque Plaza 201 3rd Street, N.W., Ste. 1370 Albuquerque, NM 87102 Mark K. Adams, Esq.
Rodey, Dickason, Sloan, Akin & Robb
P.O. Box 1357
Santa Fe, NM 87504-1357
Bruce Boynton, Esq.
Boynton, Simms-West Law Office
P.O. Box 1239
Grants, NM 87020

Ernest L. Carroll, Esq. Losee, Carson, Haas & Carroll, P.A. Box 1720 Artesia, NM 88211

Tessa T. Davidson, Esq. Swaim, Schrandt & Davidson, P.C. 4830 Juan Tabo, N.E., Suite F Albuquerque, NM 87111

Peter Fahmy, Office of the Regional Solicitor 755 Parfet St., Suite 151 Lakewood, CO 80215

David R. Gardner, Esq. P.O. Box 62 Bernalillo, NM 87004

Stephen G. Hughes, Esq, NM Land Office 310 Santa Fe Trail P.O. Box 1148 Santa Fe, NM 87504-1147 Lynn A. Johnson, Esq. USDJ-ENRD 999 - 18th St., Suite 945 Denver, CO 80202

Jane Marx, Esq. Williams, Janov & Cooney 2501 Rio Grande Blvd., N.W. Albuquerque, NM 87104-3223

Stephen R. Nelson, Esq. Eastham, Johnson, Monnheimer & Jontz 500 Marquette, N.W., St. 1200 P.O. box 1276 Randolph H. Barnhouse, Esq. Rosebrough & Barnhouse, P.C. P.O. Box 1744
Gallup, NM 87305-174

Steven L. Bunch, Esq. NM Highway & Trans. Dept. P.O. Box 1149 Santa Fe, NM 87504-1149

Kenneth J. Cassutt, Esq, 530-B Harkle Road Santa Fe, NM 87505

Jocelyn Drennan, Esq. Rodey, Dickason, Sloan & Robb P.O. Box 1888 Albuquerque, NM 87103

R. Bruce Frederick, Esq. NM Attorney General's Office P.O. Box 1148 Santa Fe, NM 87504-1148

Deborah S. Gille, Esq.
Eastham, Johnson, Monnheimer etc
500 Marquette, NW, Suite 1200
P.O. Box 1276
Albuquerque, NM 87102
Robert W. Ionta, Esq.
McKim, Head & Ionta
P.O. Box 1059
Gallup, NM 87305

M. Byron Lewis, Esq.
Salmon, Lewis & Weldon
2850 East Camelback Road
Suite 200
Phoenix, Arizona 85016
Mark A. McGinnis, Lewis
Salmon, Lewis & Weldons
2850 East Camelback Road
Suite 200
Phoenix, Arizona 85016
Sunny J. Nixon, Esq.
Rodey, Dickason, Sloan, Akin &
Robb
P.O. Bo 1357
Santa Fe, NM 87504-1357

Charles O'Connell. Esq.
United States Dept. of Justice
601 D. Street, N.W.
Room 3507
Washington, D.C. 20004
Dorothy C. Sanchez, Esq.
715 Tijeras, N.W.
Albuquerque, NM 87102

Mark A. Smith, Esq.
Rodey, Dickason, Sloan Akin & Robb
P.O. Box 1888
Albuquerque, NM 87103
John B. Weldon, Jr., Lewis
Salmon, Lewis & Weldon
2850 East Camelback Road
Suite 200
Phoenix, Arizona 85016

Stanley M. Pollack, Esq. Navajo Nation Dept. of Justice P.O. Box 2010 Window Rock, AZ 86515-2010

Westover, Shadle, Carter & Walsma, PLC 2260 S. Fourth Ave. #2000 Yuma, Arizona 85364
Neil C. Stillinger, Esq. P.O. Box 8378
Santa Fe, NM 87504

Stephen P. Shadle, Esq.

Pamela Williams, Esq. Division of Indian Affairs Office of Solicitor for Interior 1849 C Street, NW, Rm 6456 Washington, D.C. 20240 Martella Rogers, Esq.
DOJ/ENRD-IRS
P.O. Box 44378
Washington, D.C. 20026-4378

Mark H. Shaw, Esq. 3733 Eubank Blvd., NE Albuquerque, NM 87111

William G. Stripp, Esq. P.O. Box 159
Ramah, NM 87321

Susan M. Williams, Esq. Williams, Janov & Cooney 2501 Rio Grande Boulevard, N.W. Albuquerque, NM 87104-3223 Ann Hambleton Beardsley. Pro Se HC 61 Box 747 Ramah, NM 87321

Ted Brodrick. Pro Se P.O. Box 219 Ramah, NM 87321

David Candelaria, Pro Se 12,000 Ice Caves Rd. Grants. NM 87020 Louis E., Sr. DePauli, Pro Se 1610 Redrock Drive Gallup. NM 87301

Sandra S. Drullinger, Pro Se 818 E. Maple Street Hoopeston, IL 60942

Cheryl Duty, Pro Se HC 61 Box 788 Rahma, NM 87321 Kimberly J. Gugliotta, Pro Se 158 W. William Casey Street Corona, AZ 85641

Albert O., Jr. Lebeck, Pro Se P.O. Drawer 38 Gallup, NM 87305

David R. Lebeck, Pro Se P.O. Drawer 38 Gallup, NM 87305 Gerald F. McBride, Pro Se 2725 Aliso Drive, N.E. Albuquerque, NM 87110 Myrrl W. McBride, Pro Se 2725 Aliso Drive, N.E. Albuquerque, NM 87110

Stephen Charnas, Esq. For Information Purposes Sutin, Thayer & Browne PC P.O. Box 1945 Albuquerque, NM 87103-1945