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9
10 IN THE UNITED STATES DISTRICT COURT
11 FOR THE DISTRICT OF ARIZONA

12 The Navajo Nation,

13 Plaintiff,

14 v.

15 United States Department of the Interior,
16 et al.

17 Defendants.

18 State of Arizona, et al.,

19 Defendant-Intervenors.
20

Case No. CIV-03-0507-PCT-GMS

**OPPOSITION OF THE
INTERVENOR-DEFENDANTS THE
METROPOLITAN WATER
DISTRICT OF SOUTHERN
CALIFORNIA, COACHELLA
VALLEY WATER DISTRICT,
IMPERIAL IRRIGATION
DISTRICT, AND STATE OF
ARIZONA TO PLAINTIFF'S
MOTION FOR LEAVE TO FILE
THIRD AMENDED COMPLAINT**

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1 Intervener-Defendants The Metropolitan Water District of Southern California
 2 (“Metropolitan”), Coachella Valley Water District (“CVWD”), Imperial Irrigation
 3 District (“IID”), and the State of Arizona respectfully submit this Opposition to
 4 Plaintiff’s Motion for Leave to File Third Amended Complaint. (Doc. 335).

5 These Intervener-Defendants also join the grounds set forth in the Federal
 6 Defendants’ opposition to this instant motion.

7 I. INTRODUCTION AND SUMMARY OF ARGUMENT

8 Granting the Navajo’s Nation’s motion for leave to amend is futile because the
 9 allegations in the Third Amended Complaint are subject to dismissal for lack of subject
 10 matter jurisdiction. Fed. R. Civ. P. 15(a)(2); *Carrico v. City & County of San Francisco*,
 11 656 F.3d 1002, 1008 (9th Cir. 2011). The proposed Third Amended Complaint seeks to
 12 add allegations regarding the history of *Arizona v. California* (¶¶ 26-35, 110-114), the
 13 Secretary’s role as watermaster of the Colorado River in the Lower Basin (¶¶ 75-80), and
 14 numerous allegations asserting “rights” and “interests” of the Navajo Nation in the
 15 mainstream of the Colorado River in the Lower Basin,¹ as the foundation for breach of

16
 17 ¹ For example, plaintiff alleges the following in the proposed Third Amended Complaint:
 18 “[T]he Navajo Nation’s rights to use water from the Colorado River” (¶ 25), the
 19 “Nation’s right to use, its interest in and needs for water from the Mainstream of the
 20 Colorado River in the Lower Basin” (¶ 42, 44, 46), “the Navajo Nation’s rights or needs
 21 to water from the mainstream of the Colorado River in the Lower Basin (¶ 48), “the
 22 Navajo Nation’s needs for and rights to Colorado River water” and “ the rights of the
 23 Navajo Nation’s to the mainstream of the Colorado River in the Lower Basin” (¶ 49),
 24 “allocation of water from the Colorado River without regard to the Navajo Nation’s
 25 rights or the needs of the Navajo Nation and its members for such waters establishes a
 26 system of reliance upon the Colorado River that ensures that entities other than the
 27 Navajo Nation will continue to depend upon water supplies claimed by, reserved for,
 28 needed by, and potentially belonging to the Navajo Nation” and “allocation of Colorado
 River water to the Navajo Nation to satisfy its water rights” (¶ 50), “the legal basis for the
 Navajo Nation’s claim to a reserved right to water from the mainstream of the Colorado
 River in the Lower Basin” (¶ 58), “the Navajo Nation’s beneficial interest in . . . the
 waters of the Colorado River” (¶ 59), “ the Navajo Nation’s rights to and interests in the
 Colorado River” (¶ 81), “the Navajo Nation’s water rights” (¶ 82), “the water rights of
 the Navajo Nation to the waters of the Colorado River” (¶ 91), “the Nation’s unquantified
 rights” (¶ 96), “Navajo Nation’s unquantified right to or its needs for waters of the Lower
 Basin of the Colorado River” (¶ 97), “the Navajo Nation’s water rights and needs for
 water to make Reservation lands in the Lower Basin productive” (¶ 103), “[t]he reserved
 water rights of the Navajo Nation in the mainstream of the Colorado River in the Lower
 Basin” (¶108), “the Nation’s . . . implied right to water” (¶ 122), “the rights of the
 Navajo Nation to use the waters of the Colorado River” and “the rights of the Navajo
 Nation to use water from the Colorado River” (¶ 123), “the Nation’s mainstream

1 trust claims against the federal defendants. The Nation seeks leave to pray for an order
 2 that “requires the Federal Defendants . . . to (3) manage the Colorado River in a manner
 3 that does not interfere with the plan to secure the water from the Colorado River needed
 4 by the Navajo Nation.” (Third Amended Complaint (Doc. 335, Ex. 1), First and Second
 5 Prayers for Relief, p. 53, lines 11-17.)

6 The Navajo Nation’s claims are founded on the assertion that the Nation has a
 7 water right in the mainstream of the Colorado River in the Lower Basin. Absent such a
 8 right, there would be no basis for a breach of trust claim. However, the determination of
 9 whether the Nation has such a water right lies within the exclusive and retained
 10 jurisdiction of the Supreme Court in *Arizona v. California*, No. 8, Original (547 U.S. 150,
 11 166-167 (2006), and this Court therefore cannot decide the issue. Because the absence of
 12 jurisdiction here cannot be cured by any amendment, amendment is futile, and leave to
 13 amend therefore should be denied. *See Krainski v. Nevada ex rel. Bd. of Regents of*
 14 *Nevada System of Higher Ed.*, 616 F.3d 963, 972 (9th Cir. 2010) (proposed amendment is
 15 futile if clear that complaint could not be saved by any amendment). Additionally, the
 16 claim of the Second Amended Complaint should also be dismissed for the jurisdictional
 17 grounds asserted by Intervener-Defendants in their prior motions to dismiss, which are
 18 incorporated herein by reference. (Docs. 242-248, 251.)

19 II. BACKGROUND

20 A. The Navajo Nation’s Colorado River Water Right Claim in *Arizona v.* 21 *California*

22 The 1922 Colorado River Compact apportioned waters of the Colorado River
 23 System between the Upper Basin and Lower Basin,² but did not further divide the

24 Colorado River claims” (¶ 129), “its rights to the mainstream of the Colorado River”
 25 (¶ 130), and “its rights to the mainstream of the Colorado River in the Lower Basin”
 (¶ 132.)

26 ²The Colorado River Compact defined the term “Colorado River System” to mean “that
 27 portion of the Colorado River and its tributaries within the United States.” Colorado
 28 River Compact, Art. II (a). The “Lower Basin” means “those parts of Arizona,
 California, Nevada, New Mexico and Utah within and from which waters naturally drain
 into the Colorado River System below Lee Ferry, and also all parts of said States located
 without the drainage area of the Colorado River System which are now or shall hereafter
 be beneficially served by waters diverted from the System below Lee Ferry.” *Id.*,

1 apportioned waters within each Basin. After a major dispute arose between Arizona and
2 California over their respective apportionments in the Lower Basin, Arizona commenced
3 an action in 1952 within the original jurisdiction of the United States Supreme Court.
4 The case, *Arizona v. California*, United States Supreme Court Case No. 8, Original,³
5 spanned fifty-four years between the State of Arizona's motion for leave to file a bill of
6 complaint in 1952, and the entry of the Consolidated Decree in 2006. *Arizona v.*
7 *California, supra*, 547 U.S. 150 (2006). Metropolitan, IID and CVWD were named
8 defendants, and actively participated in all phases of the case. During that fifty-four year
9 period, the Court comprehensively and finally adjudicated many issues regarding the
10 rights and entitlements to waters of the mainstream of the Colorado River in the Lower
11 Basin, and translated those rulings into the injunctions in the Consolidated Decree. What
12 is relevant for this motion is that: (1) *Arizona v California* adjudicated rights to the
13 mainstream of the Colorado River in Arizona above Lake Mead and below Lee Ferry,
14 which is where the Navajo Nation now claims to have Colorado River water rights; (2)
15 the United States represented the Navajo Nation in *Arizona v. California* and asserted a
16 water right claim for the Navajo to the Little Colorado River, but not to the mainstream
17 of the Colorado River; (3) the United States had the opportunity, but declined to assert
18 any Navajo Nation water right to the Colorado River mainstream; (4) the final
19 Consolidated Decree did not recognize any Navajo Nation rights in the mainstream of the
20 Colorado River; and (5) the Supreme Court's adjudication in *Arizona v. California* was
21 intended to be a complete and final resolution of rights to the mainstream of the Colorado
22 River in the Lower Basin.

23
24
25
26
27 Art. II (g).

28 ³ The docket for the case is available on the U.S. Supreme Court's website by using
"22o8" (using the letter o and not the number zero) as the case number for the docket
search. The 2006 Consolidated Decree summarizes the procedural history of the three
phases of the case. See *Arizona v. California, supra*, 547 U.S. at 150-152.

1 B. The Navajo Nation’s Colorado River Claim in Proceedings Before the
2 Special Master

3 The United States’ Petition for Intervention in *Arizona v. California* made specific
4 water right claims for Indian reservations in the Lower Basin, including the Navajo
5 Reservation. See Petition for Intervention, pp. 56-57, ¶¶ XXV through XXVII, and
6 Appendix IIA. (Doc. 247-1⁴, Ex. A, pp. 5-6.) However, the Navajo Reservation claim
7 was limited to water from the Little Colorado River and did not seek water from the
8 mainstream of the Colorado River. *Id.* (Doc. 247-1, Ex. A, p.6)

9 Several Indian Tribes, including the Navajo, filed a motion with Special Master
10 Rifkind, seeking appointment of a Special Assistant Attorney General to represent their
11 interests. The Special Master denied the motion but granted the Tribes leave to file
12 amicus briefs if they wished. (Reporter’s Transcript (“RT”) 2432-2498 [July 6, 1956]
13 (argument) (Docs. 247-9 and 247-10); RT 2638-2646 [July 18, 1956] (ruling) (Doc. 248-
14 1).) None of the Tribes did so.

15 The trial before Special Master Rifkind proceeded on the basis that all rights in the
16 Colorado River System in the Lower Basin were to be adjudicated. In its opening
17 statement on its reserved water rights claims for the Indian Reservations, the United
18 States claimed no water from the mainstream of the Colorado River for the Navajo
19 Reservation, but did make claims for 10 projects on the reservation with the water source
20 being the Little Colorado River system and springs and washes. (RT 12500-12502 [Aug.
21 13, 1957] (Doc 248-2); U.S. Exhibit 349 (Doc. 247-3).)

22 When the United States was presenting its evidence regarding the irrigable acreage
23 of the Indian reservations, an important colloquy between the Special Master and counsel
24 for the United States occurred which established on the record that the United States
25 would be held to have set forth (as a “bill of particulars”) all of the claims for reserved
26 water rights for Indian Reservations in the Lower Basin. See RT 14154-14157 [Jan. 7,
27 1958] (Doc. 248-4.). The Supreme Court would later rely on this colloquy in holding that

28 ⁴ Copies of all the relevant documents cited herein are already contained in the docket, for
example, here as attachments to the prior Request for Judicial Notice.

1 reserved Indian water rights for “omitted lands” which were not previously asserted were
2 barred by principles of *res judicata* and finality, and could not be asserted at a later point
3 in the litigation. *See Arizona v. California*, 460 U.S. 605, 617-628, and n. 14 (1983)
4 (describing the colloquy among the Special Master and counsel for the United States).

5 Following trial, the Special Master’s Report scaled back the scope of the water
6 rights being adjudicated in two respects. First, the Special Master concluded that the
7 statutory apportionment of water under the Boulder Canyon Project Act only covered
8 water in Lake Mead behind Hoover Dam, and water in the mainstream of the Colorado
9 River below Lake Mead. (Special Master Report December 5, 1960 (“Report”), pp. 225-
10 226, 305 (Doc. 247-4, Doc. 247-6).) Second, the Special Master found that with the
11 exception of the Gila River, there were no interstate controversies over Colorado River
12 tributaries, nor had tributary water been apportioned by the Boulder Canyon Project Act;
13 therefore, there was no need to adjudicate water rights on the tributaries, including any
14 reserved water rights for Indian reservations on the tributaries. *Id.* at 316-324 (Doc. 247-
15 6). Because the United States had not made any claim for the Navajo on the mainstream
16 of the Colorado River, but only on the tributary of the Little Colorado River, the Special
17 Master’s Report did not discuss and made no recommendation regarding water rights for
18 the Navajo Reservation. The Special Master also interpreted the term “present perfected
19 rights” in the Boulder Canyon Project Act, 43 U.S.C. § 617e, which rights were to be
20 addressed in the adjudication, as including both private water rights acquired under state
21 law, and federal reserved rights, including those for Indian Reservations. (Report, pp.
22 306-311 (Doc. 247-6).)

23 The United States filed exceptions objecting to the Special Master’s exclusion of
24 the mainstream of the Colorado River above Lake Mead from the scope of the
25 adjudication. (Exceptions of the United States, pp. 1-2. (Doc. 247-7)) The United States
26 did not object to the exclusion of the tributaries or the exclusion of Navajo claims to the
27 Little Colorado River from the recommended decree.
28

1 After the United States filed its exceptions, the Navajo Nation moved to intervene
2 in the case in 1961. The Supreme Court denied that motion. *Arizona v. California*, 368
3 U.S. 917 (1961). The Navajo Nation moved for reconsideration and contended that the
4 United States was not adequately representing its interests. The Court denied that motion
5 as well. *Arizona v. California* 368 U.S. 950 (1962).

6 C. The 1963 Opinion and 1964 Decree in *Arizona v. California*

7 The Supreme Court’s 1963 decision in *Arizona v. California*, 373 U.S. 546, held
8 that, contrary to the Special Master’s recommendation, the apportionment of the
9 Colorado River water under the Boulder Canyon Project Act included not just the
10 mainstream of the Colorado River below Lake Mead, but extended to the entire
11 mainstream of the Colorado River in the Lower Basin, including the portion of the river
12 above Lake Mead and below Lee Ferry. *Id.* at 590-591. The Court did agree with the
13 Special Master that reserved water claims for Indian Reservations on the tributaries
14 should be excluded from the litigation. *Id.* at 595. Thus, the Navajo Nation’s claim to
15 the Little Colorado River was carved out of the litigation, but not any claim the Navajo
16 might have to the Colorado mainstream above Lake Mead and below Lee Ferry. The
17 Court also accepted the Special Master’s recommendation to use the “practicably
18 irrigable acreage” standard for measuring the quantum of water rights, and agreed with
19 the Special Master that “present perfected rights” included federal reserved water rights
20 for Indian Reservations. *Id.* at 595-601.

21 The 1964 decree in *Arizona v. California*, 376 U.S. 340, incorporated these rulings
22 and modified the definition of the “mainstream” to refer to “the mainstream of the
23 Colorado River downstream from Lee Ferry,” *Id.* at 340. The 1964 Decree also directed
24 the States to submit lists of “present perfected rights” in waters of the Colorado River
25 mainstream, and directed the United States to submit a similar list with respect to claims
26 for federal reserved rights within each State. *Id.* at 351-352. Article VII of the Decree
27 also provided that the Decree would not affect “[t]he rights or priorities, except as
28 specific provision is made herein, of any Indian Reservation,” *id.* at 352-353, and Article

1 IX of the Decree provided that parties may apply to amend the decree, and that the Court
2 retained jurisdiction of the case for any modification or supplemental decree. *Id.* at 353.

3 D. The United States' List of Present Perfected Rights for Federal
4 Reservations

5 Pursuant to Article VI of the 1964 Decree, the United States submitted its list of
6 present perfected rights in March 1967. The list only included water right claims for the
7 Yuma, Fort Mojave, Chemehuevi, Cocopah and Colorado River Indian Reservations.
8 (List of Present Perfected Rights Claimed by the United States, filed March 10, 1967
9 (Doc. 247-8).) The United States did not list or seek any water rights for the Navajo
10 Reservation even though the scope of the adjudication covered the mainstream of the
11 Colorado River in Arizona below Lee Ferry and above Lake Mead. After intense and
12 protracted negotiations among the State parties and the United States, the parties filed a
13 joint motion asking the Supreme Court to enter a supplemental decree confirming the
14 present perfected rights submitted by the parties. The Court granted the motion, and
15 entered the 1979 Supplemental Decree, *Arizona v. California*, 439 U.S. 419 (1979). The
16 Supplemental Decree did not recognize or confirm any reserved water rights for the
17 Navajo Reservation.

18 E. Later Claims for Additional Indian Reserved Water Rights

19 While the joint motion for a supplemental decree was under submission, the
20 United States filed a motion to modify the decree to claim additional reserved water
21 rights in the Colorado River mainstream for various Indian reservations. The Navajo
22 Reservation was not one of these reservations. When the Supreme Court entered the
23 1979 supplemental decree, it referred the United States' motion for additional Indian
24 reserved water rights to the Special Master, along with various motions by Indian Tribes
25 to intervene.

26 The claims for additional Indian reserved rights fell into two categories: (1) water
27 for so-called "omitted lands" which were irrigable lands within the 1964 recognized
28 boundaries of reservations but which had not been asserted in previous proceedings, see

1 *Arizona v. California, supra*, 460 U.S. at 612-628; and (2) water for “boundary lands”
2 which were irrigable lands whose inclusion within reservation boundaries had been
3 disputed or was uncertain in the past, but whose status as part of the reservation had
4 supposedly been resolved. *Id.* at 628-641.

5 After receiving the Special Master’s Report, the Court ruled on the “omitted” and
6 “boundary” lands claims in 1983 in *Arizona v. California, supra*, 460 U.S. 605. The
7 Court ruled that notwithstanding the retention of jurisdiction in Article IX to modify the
8 decree, principles of *res judicata* and finality barred any further claims for additional
9 water for “omitted” Indian reservation lands. *Id.* at 615-628. The Court stressed the
10 importance of having certainty of water rights in the Western United States. *Id.* at 620.
11 The Court also noted that an increase in reserved Indian water rights would necessarily
12 diminish the water rights of other parties, *id.* at 620-621; that advances in irrigation
13 technology making it feasible to irrigate an area that previously was infeasible to irrigate
14 was not a sufficient “change in circumstances” to justify modifying the decree, *id.* at 625,
15 n. 18; and that the Court would not revisit a water right determination to reconsider a
16 factual determination that had been previously made. *Id.* at 624-625. The Court also
17 held that even though the Tribes were not parties to former proceedings, they had been
18 represented by the United States and were bound by the previous water right
19 determinations. *Id.* at 626-628. Turning to the claims for the “boundary” lands, the
20 Court held that where there had been a final judicial determination of reservation
21 boundaries, claims for such lands were permissible. *Id.* at 628-641. But where the final
22 boundary determinations had been by administrative action which had not yet been
23 subject to judicial review, such claims would not be recognized. *Id.* The Court then
24 entered a supplemental decree incorporating the water rights for certain boundary lands.
25 *Arizona v. California*, 466 U.S. 144 (1984).

26 The remaining *Arizona v. California* proceedings, which went on for another 20
27 years, dealt with disputed reservation boundary issues for the Colorado River, Fort
28 Mohave and Fort Yuma Indian Reservations, and water right claims for those disputed

1 boundary lands. When those controversies were finally resolved, the Court issued its
2 2006 Consolidated Decree. No claims for reserved water rights in the mainstream of the
3 Colorado River for the Navajo Reservation were ever made throughout the 50 year
4 course of the litigation.

5 III. THE SUPREME COURT RETAINED JURISDICTION IN *ARIZONA V.*
6 *CALIFORNIA*, THEREFORE THIS COURT LACKS JURISDICTION TO
7 DETERMINE WHETHER THE NAVAJO NATION HAS ANY COLORADO
8 RIVER WATER RIGHTS

9 The Supreme Court's proceeding in *Arizona v California* lasted more than half a
10 Century, involved hundreds of witnesses, thousands of exhibits, tens of thousands of
11 pages of transcript, numerous reports of Special Masters, and multiple Supreme Court
12 decisions. *Arizona v. California*, supra, 373 U.S. at 551. The litigation culminated in the
13 2006 Consolidated Decree that comprehensively adjudicated the Colorado River water
14 rights of the Lower Basin States, the United States, Indian Tribes, and private parties.
15 The Navajo Nation was represented in that litigation by the United States, and it is bound
16 by the judgment therein. *Arizona v California*, supra, 460 U.S. at 605, 615, 626-627
17 (1983); *Nevada v. United States*, 463 U.S. 110, 135 (1983).

18 There is a substantial argument that the Navajo Nation is barred under principles
19 of *res judicata* from claiming a Colorado River water right for their Reservation at this
20 late date. See *Nevada v. United States*, supra, 463 U.S. at 128-145. As described above,
21 the United States asserted a water right claim for the Navajo Nation to the Little Colorado
22 River, but not to the mainstream Colorado River in the *Arizona v. California* litigation.
23 The United States could have asserted a Navajo Nation claim to the Colorado River
24 mainstream. The *Arizona v. California* adjudication included all claims to the
25 mainstream of the Colorado River below Lee Ferry. The United States was directed to
26 list the present perfected rights of all Indian Tribes and Reservations to the mainstream.
27 And the parties were on clear notice that the *Arizona v. California* adjudication was
28 intended, for important legal and policy reasons, to be a final and conclusive adjudication
of Colorado River water rights. Principles of *res judicata*, which the Supreme Court has

1 held are applicable in *Arizona v. California*, bar not only claims that were made but also
2 ones that could have been made in the litigation. *Nevada v. United States, supra*, 463
3 U.S. at 129-130.

4 To attempt to avoid a *res judicata* bar, the Navajo Nation will undoubtedly rely
5 upon Article VIII(C) of the Consolidated Decree which provides that the Decree does not
6 affect “[t]he rights or priorities, except as specific provision is made herein, of any Indian
7 Reservation...” But *res judicata* is not so easily disposed of. Whether an issue was or
8 could have been litigated in a prior proceeding is “tested by an examination of the record
9 and proceedings therein, including the pleadings, the evidence submitted, the respective
10 contentions of the parties, and the findings and opinion of the court.” *Oklahoma v.*
11 *Texas*, 256 U.S. 70, 88 (1921). The Supreme Court is in the best position to examine its
12 own proceedings and record in *Arizona v. California* to determine the *res judicata* effect
13 of its own decree in that case. But there is no need to address the merits of the *res*
14 *judicata* issue or any other potential defenses here because this Court lacks jurisdiction to
15 determine whether the Navajo have water rights in the Colorado River.

16 First, the Supreme Court retained jurisdiction in *Arizona v. California*. This Court
17 should not entertain issues and claims that properly can be addressed by the Supreme
18 Court under its retained jurisdiction. Article IX of the Supreme Court’s 2006
19 Consolidated Decree describes the scope of the retained jurisdiction:

20 Any of the parties may apply at the foot of this decree for its
21 amendment or for further relief. The Court retains
22 jurisdiction of this suit for the purpose of any order, direction,
23 or modification of the decree, or any supplementary decree,
24 that may at any time be deemed proper in relation to the
25 subject matter in controversy.

26 *Arizona v. California*, 547 U.S. 150, 166-167 (2006).⁵ The reservation of jurisdiction
27 is broadly stated, referring to “any order,” “direction” or “modification of the decree,” as

28 ⁵ The initial 1964 Decree contained the same “reservation of jurisdiction” provision. See
Arizona v. California, supra, 376 U.S. at 353. Other supplemental decrees contained
reservations that were worded slightly differently. See *Arizona v. California, supra*, 439
U.S. at 421 (stating that Article IX is not affected by the list of present perfected rights);
Arizona v. California, supra, 466 U.S. at 146 (retaining jurisdiction to order further

1 well as “supplemental decree[s].” Rather than being limited to modification of just the
2 terms of the decree, the retention of jurisdiction extends, without limitation as to time, to
3 the broader “subject matter in controversy.” To be sure, *Arizona v. California, supra*,
4 460 U.S 605 made clear that Article IX is governed by general principles of finality and
5 repose, *id.* at 619, and does not “permit retrial of factual or legal issues that were fully
6 and fairly litigated” in the proceeding. *Id.* at 621. Instead, the reservation of jurisdiction
7 is intended to accommodate “changed circumstances,” *id.* at 619, 622, or “unforeseen
8 issues not previously litigated.” *Id.* at 619.

9 It should be remembered that *Arizona v. California* is a case within the original
10 and exclusive jurisdiction of the Supreme Court under 28 U.S.C. section 1251(a).
11 *California v. Arizona*, 440 U.S. 59, 61 (1979). Given these circumstances, the place to
12 resolve whether *res judicata* bars the Navajo’s Colorado River water rights claim or
13 whether the Navajo are entitled to assert such a claim despite the *Arizona v. California*
14 proceeding and final decree, is the Supreme Court, not this Court.

15 Second, if this Court were to determine that the Navajo have Colorado River water
16 rights, that determination would undermine the rights that water right holders have under
17 the existing *Arizona v. California* decree. The Court explained in *Arizona v. California*,
18 *supra*, 460 U.S. at 620-621, how the recognition of additional Indian reserved water
19 rights, which must be satisfied first in a Colorado River shortage, necessarily harm and
20 diminish the rights of other holders of Colorado River water rights:

21 A major purpose of this litigation, from its inception to the
22 present day, has been to provide the necessary assurance to
23 States of the Southwest and to various private interests, of the
24 amount of water they can anticipate to receive from the
25 Colorado River system. ‘In the arid parts of the West
26 ...claims to water for use on federal reservations inescapably
27 vie with other public and private claims for the limited
28 quantities to be found in the rivers and streams.’ [citation
omitted] If there is no surplus water in the Colorado River, an
increase in federal reserve water rights will require a ‘gallon-

proceedings and enter supplemental decrees as appropriate); *Arizona v. California*, 531
U.S. 1, 3 (2000) (same).

1 for-gallon reduction in the amount of water available for
2 water-needy state and private appropriators.’ [citation
3 omitted]. As Special Master Tuttle recognized, ‘[n]ot a great
4 deal of evidence is really needed to convince anyone that
5 western states would rely upon water adjudications.’ [citation
6 omitted] Not only did the Metropolitan Water District in
7 California and the Central Arizona Project predicate their
8 plans on the basis of the 1964 allocations, but, due to the high
9 priority of Indian water claims, an enlargement of the Tribe’s
10 allocation cannot help but exacerbate potential water shortage
11 problems for these projects and their States.

12 (Emphasis added.) Thus, if this Court were to adjudicate the Navajo Nation’s claim to
13 Colorado River water rights, that could potentially upset the priorities and amount of
14 water available to those with existing rights under the *Arizona v. California* decree.
15 Jurisdiction to modify rights and priorities in the *Arizona v California* decree lies
16 exclusively with the Supreme Court, not the district court. *Nebraska v. Wyoming*, 515
17 U.S. 1, 21 (1995) (“Wyoming’s claim derives not from [water] rights under individual
18 contracts but from the decree, and the decree can be modified only by this Court.”).
19 (Emphasis added.)

20 Third, leaving aside the fact that the adjudication of Colorado River water rights
21 among the Lower Basin States is, by statute, within the exclusive jurisdiction of the
22 Supreme Court, retention of jurisdiction provisions are generally construed to preserve
23 exclusive jurisdiction in the court that issued the judgment or decree, or that approved the
24 settlement agreement, over which jurisdiction was retained. *See United States v. Alpine*
25 *Land & Reservoir Co.*, 174 F.3d 1007, 1012-1013 (9th Cir. 1999) (“Not only is the
26 district court’s jurisdiction continuing, it is exclusive.”); *Flanigan v. Arnaiz*, 143 F.3d
27 540, 545 (9th Cir. 1998) (“The reason why exclusivity is inferred is that it would make no
28 sense for the district court to retain jurisdiction to interpret and apply its own judgment to
29 the future conduct contemplated by the judgment, yet have a state court construing what
30 the federal court meant in the judgment. Such an arrangement would potentially frustrate

1 the federal court’s purpose. [citation omitted] It would also impose an uncomfortable
2 burden on the state judge to determine what the federal judge meant.”).

3 For one court to adjudicate issues within the retained jurisdiction of another court,
4 let alone the highest court in the land, is inappropriate. *See Lapin v. Shulton, Inc.*, 333
5 F.2d 169, (9th Cir.), *cert. denied*, 379 U.S. 904 (1964). (“[F]or a nonissuing court to
6 entertain an action for such relief would be seriously to interfere with, and substantially
7 to usurp, the inherent power of the issuing court... to supervise its continuing decree by
8 determining from time to time whether and how the decree should be supplemented,
9 modified or discontinued in order properly to adapt it to new or changing circumstances.
10 We need not go so far as to hold that these considerations ... deprive all courts other than
11 the issuing court of jurisdiction in such a case as this. We do hold that considerations of
12 comity and orderly administration of justice demand that the nonrendering court should
13 decline jurisdiction of such an action and remand the parties for their relief to the
14 rendering court, so long as it is apparent that a remedy is available there.”). *See also*
15 *Treadaway v. Academy of Motion Picture Arts and Sciences*, 783 F.2d 1418, 1421-1422
16 (9th Cir. 1986); *Mann Manufacturing, Inc. v. Hortex, Inc.*, 439 F.2d 403, 407-408 (5th
17 Cir. 1971); *McGinley v. Houston*, 2003 U.S. Dist. LEXIS 14947, Op at 16-25 (S.D. Ala.
18 2003), *affirmed*, 361 F.3d 1328 (11th Cir. 2004).

19 Fourth, under the “prior exclusive jurisdiction” doctrine, the first court to obtain
20 jurisdiction over a *res* exercises exclusive jurisdiction over actions involving the *res*.
21 *United States v. Alpine Land & Reservoir Co.*, *supra*, 174 F.3d at 1013; *State Engineer v.*
22 *South Fork Band of the Te-Moak Tribe of Western Shoshone Indians*, 339 F.3d 804, 809
23 (9th Cir. 2003). This has been described as a “mandatory jurisdictional limitation.” *Id.* at
24 810. Water adjudications, like that in *Arizona v. California*, are in the nature of an *in rem*
25 proceeding involving a *res*. *Nevada v. United States*, *supra*, 463 U.S. at 143-144; *Alpine*
26 *Land & Reservoir Co.*, *supra*, 174 F.3d at 1014. In water right cases, the “zero-sum
27 nature of the resource,” *State Engineer*, *supra*, 339 F.3d at 811, where an entitlement by
28 one diminishes the amount remaining for others, makes it particularly important to avoid

1 multiple adjudications by different courts. That is what would happen here if this Court
2 were to entertain the Navajo's claims for breach of trust.

3 IV. CONCLUSION

4 Because (1) the Navajo Nation's claims are premised on the Nation having a water
5 right in the mainstream of the Colorado River in the Lower Basin, and (2) this Court
6 lacks jurisdiction to decide whether such a right even exists, no amendment, let alone the
7 proposed amendment, can salvage what remains of this action. Leave to amend should
8 be denied, and the extant claim of the Second Amended Complaint should be dismissed
9 for the jurisdictional grounds asserted by Intervener-Defendants in their prior motions to
10 dismiss. (Docs. 242-248, 251.)

11
12 Dated: May 25, 2018

Respectfully submitted,

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CERTIFICATE OF SERVICE

I hereby certify that on May 25, 2018, I electronically transmitted the attached document to the Clerk's Office using the CM/ECF System for filing and transmitting of a Notice of Electronic Filing to the following CM/ECF registrants:

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