OFFICIAL TRANSCRIPT PROCEEDINGS BEFORE

THE SUPREME COURT OF THE UNITED STATES

DKT/CASE NO. 65 orig.

STATE OF TEXAS, Plaintiff TITLE

STATE OF NEW MEXICO

PLACE Washington, D. C.

DATE March 30, 1983

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(202) 628-9300 440 FIRST STREET. N.W. WASHINGTON, D.C. 20001

1	IN THE SUPREME COURT OF THE UNITED STATES										
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3	STATE OF TEXAS, :										
4	Plaintiff :										
5	v. : No. 65 Orig.										
6	STATE OF NEW MEXICO :										
7	x										
8	Washington, D.C.										
9	Wednesday, March 30, 1983										
10	The above-entitled matter came on for oral										
11	argument before the Supreme Court of the United States										
12	at 10:10 o'clock a.m.										
13	APPEARANCES:										
14	R. LAMBETH TOWNSWND, ESQ., Assistant Attorney General of										
15	Texas, Austin, Texas; on behalf of the Plaintiff.										
16	CHARLOTTE URAM, ESQ., Special Assistant Attorney General										
17	of New Mexico, Santa Fe, New Mexico; on behalf of the										
18	Defendant.										
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- 2 CHIEF JUSTICE BURGER: We will hear arguments
- 3 first this morning in the original jurisdiction case,
- 4 the State of Texas against the State of New Mexico.
- 5 Mr. Townsend, you may proceed whenever you are
- 6 ready.
- 7 ORAL ARGUMENT OF R. LAMBETH TOWNSEND, ESQ.
- 8 ON BEHALF OF PLAINTIFF
- 9 MR. TOWNSEND: Mr. Chief Justice and may it
- 10 please the Court, this is a suit to enforce the Pecos
- 11 River Compact. Texas and New Mexico intended the
- 12 Compact to equitably apportion the waters of the Pecos
- 13 River between the states. The Compact contemplates
- 14 continuing administration of the Pecos River in
- 15 conformity with the terms of the Compact.
- 16 The Compact imposes upon New Mexico, the
- 17 upstream state, the obligation not to deplete by man's
- 18 activities the state line flow below that available to
- 19 Texas under the 1947 condition.
- 20 The controversy between the states as to the
- 21 meaning of the 1947 condition precipitated this
- 22 lawsuit. The Special Master rejected the conflicting
- 23 contentions of the states concerning the 1947 condition
- 24 and defined the 1947 condition in his 1979 report. His
- 25 1979 report was confirmed in all respects and his

- 1 definition of the 1947 condition was approved.
- 2 Since that time, we have been attempting to
- 3 translate the definition of the 1947 condition into
- 4 water quantities to provide a numerical standard by
- 5 which compliance can be measured. The states disagree
- 6 as to the procedure to implement the definition of the
- 7 1947 condition. As a result, numerous hearings have
- 8 been held and the Master has issued his report and
- 9 recommendations.
- 10 The Master has recommended that the New Mexico
- 11 motion to dismiss the suit be denied, that the Texas
- 12 motion to substitute the double mass analysis for the
- 13 river routing as the accounting procedure be denied --
- 14 QUESTION: But without prejudice to the --
- 15 MR. TOWNSEND: Without prejudice for further
- 16 consideration at the Commission.
- 17 Also, he recommended that the United States
- 18 representative on the Pecos Commission or some third
- 19 party be vested with the power to participate in
- 20 Commission deliberations and to vote when the states are
- 21 not able to agree.
- 22 He then recommended that the matter should be
- 23 returned to the Commission for the performance by it of
- 24 its duties and that the Court retain jurisdiction.
- 25 QUESTION: Mr. Counsel, do you think the

- 1 Master rejected Texas' motion to use the double mass
- 2 analysis on the merits, or did he just decide that it
- 3 shouldn't be decided until other issues are resolved?
- 4 MR. TOWNSEND: I do not believe that he
- 5 rejected the double mass on its merits.
- 6 QUESTION: The language is unclear, is it
- 7 not?
- 8 MR. TOWNSEND: It's -- the Master found the
- 9 double mass to be an accounting procedure useful in the
- 10 inflow-outflow method. However, he was concerned about
- 11 some language that the engineer advisors to the Compact
- 12 negotiators used in their report, and based on their
- 13 statement the allocation shouldn't be based on a
- 14 straight line he felt it was not proper for him to use
- 15 the double mass.
- 16 Texas contends that Texas has addressed the
- 17 concerns of the engineer advisors and that double mass
- 18 is based upon a curvolinear basis as opposed to
- 19 straight-line percentage. Texas believes that the
- 20 Master has not rejected the double mass on its merits.
- 21 He -- there are not sufficient findings in his report to
- 22 reach that conclusion.
- The primary position of Texas is that this
- 24 suit not be dismissed and that the Court retain
- 25 jurisdiction so that the disputes between the states may

- 1 be resolved by whatever means the Court deems
- 2 appropriate. If the suit is dismissed, Texas' only
- 3 alternative is to take -- to try to take steps to
- 4 institute an equitable apportionment of the waters of
- 5 the Pecos River between the states.
- 6 However, Article XIV of the Compact provides
- 7 that it takes the action of the legislatures of both
- 8 states to terminate the Compact. So this Compact
- 9 provision may prevent Texas from seeking the remedy of
- 10 equitable apportionment. However, Texas believes that
- 11 this Court has jurisdiction to continue the suit to a
- 12 complete resolve of the disputes concerning the
- 13 Compact.
- 14 Texas accepted the Master's recommendation
- 15 that a tie-breaker vote be placed upon the Commission.
- 16 This was not a Texas idea. Texas has never argued this,
- 17 but Texas accepted that as a practical solution to an
- 18 ongoing problem. Because this is not a Texas idea, we
- 19 prefer to rely upon the argument of the Master contained
- 20 in his report for support of that recommendation.
- 21 Texas would like to move to its alternative
- 22 exceptions in the event the Court does not accept the
- 23 Master's recommendation that a tie-breaker vote be
- 24 placed upon the Commission.
- 25 QUESTION: In other words, you feel we have

- 1 the power to impose that tie-breaker proposition, even
- 2 though this is a compact between states?
- 3 MR. TOWNSEND: Yes, Your Honor. We feel that
- 4 you do have the power to do that because it would carry
- 5 out the express intent and purpose of the Compact, and
- 6 those primary purposes were to provide an equitable
- 7 apportionment of the use of the waters, and to remove
- 8 the causes of present and future controversies.
- 9 QUESTION: What is the basic trouble with the
- 10 Commission? Why can't the states' representatives
- 11 agree?
- 12 MR. TOWNSEND: As the Master has found, the
- 13 good faith differences as far as engineering judgments
- 14 as to the procedure to implement or to determine whether
- 15 or not compliance with the Compact is continuing.
- 16 QUESTION: Certainly the Compact is deficient,
- 17 isn't it, in this respect?
- 18 MR. TOWNSEND: It's deficient. This
- 19 particular compact, like many other compacts, provides
- 20 for a unanimous vote, and there are no mechanisms to
- 21 resolve impasses when the commissioners cannot agree.
- 22 QUESTION: So the -- either you appoint a
- 23 tie-breaker or you make the determination yourself that
- 24 the Commission should make.
- 25 MR. TOWNSEND: Your Honor, I believe that the

- 1 Court --
- 2 QUESTION: That's your second suggestion,
- 3 isn't it?
- 4 MR. TOWNSEND: Our second suggestion is that
- 5 the Court retain jurisdiction and as --
- 6 QUESTION: And proceed to determine the --
- 7 MR. TOWNSEND: Whether or not New Mexico has
- 8 fulfilled its obligations. That necessarily requires --
- 9 QUESTION: And to do that despite the fact
- 10 that the Compact calls for that decision to be made by
- 11 the Commission?
- 12 MR. TOWNSEND: The Commission is granted the
- 13 power to make certain factfindings concerning the
- 14 obligations.
- 15 QUESTION: But you think we have the authority
- 16 to take the place of the Commission in that respect?
- 17 MR. TOWNSEND: Yes, Your Honor, because --
- 18 QUESTION: Just like we have the authority to
- 19 appoint a tie-breaker, you think.
- 20 MR. TOWNSEND: Well, I think it's within this
- 21 Court's jurisdiction to fashion remedies to resolve the
- 22 dispute.
- 23 QUESTION: Yes. All right.
- 24 QUESTION: Well, where is -- what's the source
- 25 of our authority to appoint a tie-breaker? It's not the

- 1 compact itself by construction, is it?
- MR. TOWNSEND: It's not -- you're right --
- 3 QUESTION: You can't construe the compact as
- 4 authorizing?
- 5 MR. TOWNSEND: Not any specific terms other
- 6 than --
- 7 QUESTION: Well, then, what do you think is
- 8 the source of our authority to appoint a tie-breaker?
- 9 MR. TOWNSEND: According to the Master, it's
- 10 your equitable powers to do the essence of equity, is to
- 11 do equity and fashion a mode.
- 12 QUESTION: Well, he cited nothing to support
- 13 that. Do you have anything to suggest?
- 14 MR. TOWNSEND: The only other thing that I
- 15 have to suggest that is the case of Virginia versus West
- 16 Virginia, which has been cited by the parties for the
- 17 proposition that the Court can enforce its judgments
- 18 even though that may require or involve state
- 19 governmental instrumentalities.
- QUESTION: And you don't think that's
- 21 different in the case of -- don't you think that's
- 22 different where the states themselves have entered into
- 23 a compact? If this had just been a dispute between the
- 24 states, I could see the merit in your argument, but is
- 25 that true when there's a compact that the states have

- 1 entered into?
- 2 MR. TOWNSEND: Well, in Virginia versus West
- 3 Virginia there was a compact, and the court, in reaching
- 4 its conclusion, held that the congressional power to
- 5 consent to agreements between the states necessarily
- 6 implied the congressional power to legislate an
- 7 enforcement of that compact. But the court determined
- 8 that the fact that Congress can legislate a solution
- 9 does not prevent the court from exercising its
- 10 jurisdiction under Article III to resolve a controversy
- 11 between the states.
- 12 QUESTION: When you strip the form away from
- 13 this idea of a tie-breaker, wouldn't the tie-breaker in
- 14 effect be a super-special master who would merely advise
- 15 this Court in which way to break the tie?
- 16 MR. TOWNSEND: I would envision the
- 17 tie-breaker to be an ongoing participant in the
- 18 Commission.
- 19 QUESTION: Well, then it would be contrary to
- 20 Vermont against New York and to other cases from this
- 21 Court.
- MR. TOWNSEND: If he's viewed as an arbiter,
- 23 yes.
- 24 QUESTION: As a super-special master
- 25 particularly with --

- 1 MR. TOWNSEND: Exactly.
- 2 QUESTION: Certainly then it would be outside
- 3 of our decisions entirely.
- 4 MR. TOWNSEND: I agree. I believe the
- 5 Master's idea is a novel one and we are not
- 6 necessarily --
- 7 QUESTION: Don't we have to declare the
- 8 compact unenforceable, non-enforceable?
- 9 MR. TOWNSEND: To do --
- 10 OUESTION: I don't see how we can act under
- 11 the compact. If you get rid of the compact, then I
- 12 could understand, but to say that we are a tie-breaker
- 13 under the compact to me is not quite correct, because
- 14 it's not mentioned in the compact.
- 15 QUESTION: Where would you find the authority
- 16 to -- where would you find the authority to, if we
- 17 didn't appoint a tie-breaker, to go ahead and exercise
- 18 the authority of the Commission?
- MR. TOWNSEND: Well, I believe that it's a
- 20 controversy between the states, be it, even though the
- 21 Compact is involved, is within the Court's jurisdiction
- 22 under Article III, controversies between the states.
- 23 Texas has alleged that New Mexico has violated
- 24 the Compact. In order to determine whether or not New
- 25 Mexico has violated the Compact, there must be an

- 1 implementation of the Master's definition of the '47
- 2 condition to create the numerical standard by which
- 3 compliance can be measured.
- 4 QUESTION: Well, why would this be much
- 5 different -- why is what Texas is asking much different
- 6 than saying there is a dispute between New Mexico and
- 7 Texas over the apportionment of water and just like if
- 8 you're litigating that without a compact you would look
- 9 at the boundary that Congress has established between
- 10 Texas and New Mexico to decide, you know, where the
- 11 Pecos flows from New Mexico into Texas?
- Here, in addition, you've got another statute
- 13 of Congress, a compact, which says something about the
- 14 water rights in the states. Why coulin't the Master
- 15 simply treat that the same way he does the boundary
- 16 statute and say we've got two Federal statutes here and
- 17 we've got to work with them?
- 18 MR. TOWNSEND: I believe that he can, and that
- 19 has been our -- that's the argument of our alternative
- 20 exceptions, that the determination of the measure is
- 21 necessary in the inquiry of has there been a violation
- 22 of the Compact, and in Texas' opinion that is a judicial
- 23 inquiry, a judicial function and was stated in Prentiss
- 24 versus Atlantic Coast Lines, 211 U.S. 210, a 1908 case.
- 25 We have not cited that, but in that case it

- 1 states that a judicial inquiry investigates, declares,
- 2 and enforces liabilities based upon past or present
- 3 facts and under existing law. And I believe that Texas
- 4 contends that that is the situation with this law suit,
- 5 that the Compact could have been written without a
- 6 Commission to make a factfinding, and it would have
- 7 been -- the duty would have been upon the states to do
- 8 their own accounting to see that there was compliance,
- 9 and if the states felt like there was non-compliance
- 10 then its remedy is exactly what it is today under the
- 11 Compact.
- 12 QUESTION: If one state accuses the other
- 13 state of violating the compact, the only way you can get
- 14 redress is for the other state to admit they did wrong.
- 15 Is that what the Compact says?
- 16 MR. TOWNSEND: Well, Your Honor, I think it
- 17 would also encompass us proving that the other state did
- 18 wrong. The Compact provides that the findings of the
- 19 Commission are not conclusive in any court. It
- 20 specifically provides that, so the Compact negotiators
- 21 were anticipating court action to enforce the Compact.
- There are no enforcement powers in the Pecos
- 23 River Commission as enforcement powers are in the usual
- 24 range of federal administrative agencies and others.
- 25 QUESTION: Well, is there anything more to it

- 1 than verbiage about a tie-breaker? Suppose it said that
- 2 I just will decide this as the Master and he had not
- 3 said a tie-breaker.
- 4 MR. TOWNSEND: We have been requesting the
- 5 Master to do exactly that, Your Honor.
- 6 QUESTION: That's what I thought.
- 7 MR. TOWNSEND: And we have argued that the
- 8 Court should make that decision, that it can make that
- 9 decision, but we accepted his recommendation because it
- 10 seemed to be a practical solution.
- 11 The -- Texas is, as I said --
- 12 QUESTION: May I ask you a guestion right here?
- MR. TOWNSEND: Yes, Your Honor.
- 14 QUESTION: Is it correct that what the
- 15 tie-breaker would do would be to resolve disputes on
- 16 some of these underlying findings, how much water was
- 17 available in 1947 and so forth? Is there any issue that
- 18 you would submit to the tie-breaker that the Master
- 19 could not himself decide if he didn't suggest that he
- 20 wasn't -- didn't have the expertise to do so? He has
- 21 this rather strange paragraph in his opinion, that it's
- 22 an awfully tough case and he doesn't have the expertise
- 23 to decide it.
- 24 MR. TOWNSEND: That's right, Your Honor.
- 25 Texas believes that the Master can make any of the

- 1 decisions necessary in determining whether or not the
- 2 Compact has been violated.
- 3 QUESTION: It would seem to me that both sides
- 4 really are in agreement on that, if I'm not mistaken.
- 5 The only person who's balking is the Master.
- 6 MR. TOWNSEND: It appears to be, Your Honor.
- 7 That's the case. The United States has --
- 8 QUESTION: The United States says the same
- 9 thing.
- 10 MR. TOWNSEND: -- contends that this Court has
- 11 jurisdiction to continue the law suit and to make all
- 12 necessary determinations in that suit.
- 13 QUESTION: How many days has he actually spent
- 14 in hearings on this case since it was last here?
- 15 MR. TOWNSEND: Last March we had approximately
- 16 two weeks of hearings and I became involved in the suit
- 17 in 1981 and we have probably had a total of 15 days of
- 18 hearing.
- 19 QUESTION: And during those hearings have you
- 20 -- have they been spent receiving evidence or has a lot
- 21 of the time been devoted to negotiation and argument?
- 22 MR. TOWNSEND: The last two weeks -- the
- 23 two-week period in last March was receiving evidence,
- 24 and the evidence was that -- presented -- Texas
- 25 presented the double mass analysis as the accounting

- 1 procedure and then it submitted evidence as an
- 2 alterative a river routing procedure that it felt,
- 3 believed to be an accurate procedure that would
- 4 accurately depict that definition.
- 5 QUESTION: You didn't rest exclusively on your
- 6 double mass analysis, as I understood it. You had an
- 7 alternative theory of how to figure out the numbers,
- 8 don't you?
- 9 MR. TOWNSEND: We had an alternative theory,
- 10 and that's the double mass.
- 11 QUESTION: And that -- evidence pertaining to
- 12 that is in the record, but there's no resolution
- MR. TOWNSEND: It's in the record. No
- 14 resolution. We were anticipating a resolution of those
- 15 issues in the report, but the Master has taken a
- 16 different tack.
- 17 QUESTION: Those hearings were pursuant to a
- 18 pre-trial order?
- 19 MR. TOWNSEND: Those hearings were pursuant
- 20 not to the original pre-trial order. Those hearings
- 21 were pursuant to an order that was issued, I believe, in
- 22 December of '81 and the hearings were in March of '82.
- 23 QUESTION: Mr. Townsend, the Compact itself,
- 24 in Article VI seems to indicate that unless and until a
- 25 more feasible method is devised and adopted by the

- 1 Commission that the inflow-outflow method will be used.
- 2 Would it be your position that if the Court were to
- 3 direct the Master to proceed, that notwithstanding that
- 4 clear provision of the Compact, that some other method
- 5 should be considered?
- 6 MR. TOWNSEND: Your Honor, the double mass
- 7 analysis is an inflow-outflow method. It is an
- 8 accounting procedure that can be used in --
- 9 QUESTION: Yes, except it says the method as
- 10 described in the report of the engineering advisory
- 11 committee will be used.
- MR. TOWNSEND: All right. In respect to that,
- 13 what is described in the engineering advisory report is
- 14 a statement that the inflow-outflow method involves the
- 15 determination of the correlation between the index of
- 16 the inflow and the outflow from the basin. That, in the
- 17 view of the Master and in view of the Texas, is the
- 18 inflow-outflow method described and defined in the
- 19 report of the engineer advisors.
- What also is contained in the report of the
- 21 engineer advisors is a river routing study that is what
- 22 we have been referring to throughout as the S.D. 109
- 23 river routing, which produced the Plate 2 standard of
- 24 measurement. In the 1979 report, the Master found that
- 25 river routing to be incorrect, inconsistent and

- 1 contained omissions.
- Therefore, he held that river routing to be a
- 3 nullity and that is why he defined the 1947 condition in
- 4 the terms that this Court approved. So when you
- 5 revert -- the Compact specifically says that the 1947
- 6 condition is that situation described and defined in the
- 7 report of the engineer advisors, just like the language
- 8 in Article VI.
- 9 So by the Master's early ruling, he has made
- 10 that phrase, as described and defined in reference to
- 11 the river routing, a nullity. There is a void at that
- 12 point and Texas contends that the controlling language
- 13 is "shall use the inflow-outflow method" and then we
- 14 look at page 149 of S.D. 109, and that is where the
- 15 statement is that the inflow-outflow method involves the
- 16 determination that the correlation between the upstream
- 17 -- or the index of the inflow and outflow from the
- 18 basin.
- 19 Texas contends that if the Court were to
- 20 remand it back to the Master to proceed, then he is left
- 21 with the choice as to any inflow-outflow method to
- 22 depict the 1947 condition and is not restricted to a
- 23 river routing.
- 24 Texas proposed the inflow-outflow method
- 25 because the Master repeatedly expressed his concerns

- 1 about the river routing. The river routing has too
- 2 many, he continually said, the river routing has too
- 3 many unmeasured values, too many judgment-dependent
- 4 techniques. That has caused the problem between the
- 5 states and he was -- expressed his desire that some
- 6 other method could be used.
- 7 Texas proposed the double mass. The double
- 8 mass eliminates the judgment-dependent techniques and
- 9 eliminates the unmeasured values. And with that
- 10 understanding Texas proposed this as a solution and a
- 11 superior method to the laborious river routing.
- The Pecos -- in regard to the claim that
- 13 continuation of the suit would require this Court to
- 14 perform administrative functions, Texas replies that
- 15 this is not -- this is a suit to enforce the Compact.
- 16 This is a suit to enforce Federal rights that are
- 17 created by the Compact, since it is the law of the
- 18 Union, and that it is completely a judicial function to
- 19 determine those rights, even though it may require
- 20 making those difficult decisions concerning the
- 21 engineering procedures.
- 22 Texas submits that this process is easier than
- 23 the difficult processes involved in an equitable
- 24 apportionment suit, because the Compact limits your
- 25 inquiry to a certain extent. Admittedly, it's not

- 1 simple, but it is not as difficult as an equitable
- 2 apportionment.
- 3 QUESTION: Did the Commission adopt the river
- 4 routing method ever?
- 5 MR. TOWNSEND: The Compact, yes, Your Honor,
- 6 they did. The Compact negotiators used the river
- 7 routing, and that was going to be the basis. And the
- 8 RBD -- excuse me.
- 9 QUESTION: That wasn't stated in the Compact.
- 10 MR. TOWNSEND: The Compact stated that the
- 11 1947 condition is that situation described and defined
- 12 in the report of the engineer advisors, and when you
- 13 look at the report of the engineer advisors there is a
- 14 river routing.
- 15 QUESTION: And has the Commission proceeded
- 16 on, purported to proceed on that basis?
- 17 MR. TOWNSEND: The Commission has not
- 18 proceeded very far, Your Honor, but they were attempting
- 19 to utilize the river routing in S.D. 109 from the
- 20 beginning of the Compact administration.
- 21 QUESTION: Well, why is it consistent with the
- 22 Compact to adopt another method for determining the 1947
- 23 condition?
- 24 MR. TOWNSEND: Because the Compact requires
- 25 the use of an inflow-outflow method and there are more

- inflow-outflow methods than the river routing.
- 2 QUESTION: Although you say the legislative
- 3 history of the Compact indicates that the river routing
- 4 was anticipated to be the method to be employed.
- 5 MR. TOWNSEND: That was the method at that
- 6 time, in 1949. The double mass is an outgrowth -- I
- 7 think is a method that has been used by engineers, but
- 8 the present-day superiority of it is due to the fact of
- 9 the advancement and statistical analysis and to
- 10 computers and to the present day we believe that the
- 11 Commission should not necessarily be saddled with an
- 12 antiquated approach when there is something else
- 13 available.
- 14 QUESTION: May I ask, do you understand the
- 15 result of the first report in this Court's decision, the
- 16 last time the case was here, that entirely repudiated
- 17 the report of the Engineering Advisory Committee or just
- 18 said it shouldn't be controlling?
- MR. TOWNSEND: I agree with the Master, Your
- 20 Honor, that he has found the RBD to have been adopted by
- 21 the Commission solely for the purposes of finding facts
- 22 between 1950 and 1961 and then, I think, '62, and not
- 23 used -- adopted by the Commission for future purposes,
- 24 accounting purposes.
- 25 So Texas submits that RBD has been utilized

- 1 for a limited period but not accepted as the standard
- 2 for the future and that the Master is correct in his
- 3 finding.
- I have retained a few minutes for rebuttal and
- 5 if there are no further questions, I will --
- 6 CHIEF JUSTICE BURGER: Very well, Mr. Townsend.
- 7 Miss Uram.
- 8 ORAL ARGUMENT OF CHARLOTTE URAM, ESQ.
- 9 ON BEHALF OF DEFENDANT
- MS. URAM: Mr. Chief Justice and may it please
- 11 the Court, Justice Stevens, you asked whether all sides
- 12 agreed that the Master could make all the necessary
- 13 determinations, and Mr. Townsend answered yes, and
- 14 that's correct, except that the parties disagree on the
- 15 nature of the Court's review and the extent to which it
- 16 can take action on behalf of the Commission or action
- 17 that's delegated to the Commission.
- 18 The Court here is presented --
- 19 QUESTION: But isn't it true that one of the
- 20 problems is getting an understanding of some of the
- 21 basic underlying facts -- how much water -- how much of
- 22 the water was flowing in 1947 and so forth? And the
- 23 Commission is supposed to make some of those findings
- 24 and has been unable to do so.
- 25 Is it not correct the Master could make those

- 1 factual findings if he would decide between the
- 2 contending parties?
- MS. URAM: No, Your Honor. That is where we
- 4 disagree.
- 5 QUESTION: I see.
- 6 MS. URAM: The Court in this case is presented
- 7 with two very different ways of dealing with disputes
- 8 from interstate compact agencies. One way, New Mexico's
- 9 way, takes a standard administrative and statutory law
- 10 approach. The compact is a law. The commission is a
- 11 statutory agency and the Court's review is structured,
- 12 it is limited accordingly.
- The other approach, Texas' approach, would
- 14 require the Court to get into the detail of disputes
- 15 between compact agencies and in instances rewrite
- 16 compacts, write rules and methods under compacts.
- 17 QUESTION: I take it from your brief and what
- 18 you say that you say we have no more authority to do
- 19 what Texas suggests or the Master has, that he has no
- 20 more authority to go forward than we have to appoint a
- 21 tie-breaker.
- 22 MS. URAM: That's correct -- not to do the
- 23 things that Texas asked. The Master can review the
- 24 decision that the Commission made. There is a
- 25 particular decision that the Commission made that

- 1 brought the parties to the court and was the subject of
- 2 this dispute for the first eight years of the case.
- 3 QUESTION: Well, then, how is this problem
- 4 going to be resolved? You say they can't agree. The
- 5 Master has no authority, and we have no authority to
- 6 appoint a tie-breaker.
- 7 MS. URAM: There is something for the Court to
- 8 review to resolve the dispute. Justice Blackmun asked
- 9 what the problem was here, and the problem here is that
- 10 the Commission made a decision. That decision, the
- 11 adoption of the review of basic data, is not a finding
- 12 of fact. And that decision is similar to an
- 13 administrative rule, a rulemaking by an administrative
- 14 agency.
- 15 It sets the standard to be applied to make
- 16 findings of fact and those findings of fact go to
- 17 whether New Mexico is delivering the correct amount of
- 18 water to Texas. So the Commission unanimously -- Texas
- 19 and New Mexico agree -- adopted this review of basic
- 20 data.
- 21 In 1974, over a decade after the Commission
- 22 had adopted it and begun drafting further documents
- 23 based on it, the State of Texas repudiated the review of
- 24 basic data and brought this law suit. The Court then
- 25 went on to determine -- to make various determinations

- 1 regarding the Commission's authority to adopt the review
- 2 of basic data after the Court in 1980 decided the
- 3 Commission had authority to make such a change. Texas
- 4 then raised dispute as to specific items in the review
- 5 of basic data. She complained about eleven specific
- 6 decisions. We are now down to four. We have only four
- 7 items remaining in that dispute.
- 8 New Mexico urges the Court to direct the
- 9 Master that his role is to review those four remaining
- 10 items as the Court reviews an administrative decision.
- 11 QUESTION: Miss Uram, the Master found that
- 12 the review of basic data was developed only for the
- 13 period of 1950 to 1961 and so it does not answer the
- 14 questions for the future. I mean, that was the Master's
- 15 determination.
- 16 MS. URAM: That's what the Master said, and
- 17 the first time he said it was in 1979 in his last
- 18 report, but at the time that he said it then he also he
- 19 had not yet reached the consequence of that decision or
- 20 that issue and indeed there had been no discussion of it
- 21 before 1979.
- 22 QUESTION: The United States in its brief
- 23 also, if I remember correctly, indicated that we
- 24 certainly can't decide everything based on the review of
- 25 basic data, that maybe it's a guideline to be employed

- 1 but that it won't solve all the problems.
- 2 MS. URAM: The review of basic data may not
- 3 solve all the problems, but the Master's understanding
- 4 or ruling that the review of basic data was not to be
- 5 applied in the future was wrong.
- 6 The Compact is set up so that there should
- 7 never be a time when there is not a method to be
- 8 applied. It established a method in the first place.
- 9 It said that you're supposed to use the method as to the
- 10 inflow-outflow method, as described in the report of the
- 11 Engineering Advisory Committee. That method should
- 12 continue to be used until the Commission changes it.
- 13 The Commission has authority to change it.
- 14 So that method continues until the Commission
- 15 changes it. The next method continues until the
- 16 Commission changes it again, and the Compact does not
- 17 envision adoption of a method to be applied only for a
- 18 limited period. It is an ongoing administrative
- 19 measure, a technique, and in fact, when you look at what
- 20 the Commission did here, the Commission did not say we
- 21 adopt the review of basic data to be used for findings
- 22 of fact for a 12-year period.
- 23 They had worked a decade making the
- 24 corrections in the review of basic data so that the
- 25 routing method could work. After they worked a decade,

- 1 they said we adopt it for use in all actions and
- 2 findings, for all actions and findings of the
- 3 Commission. And then they went on, clearly explaining
- 4 their intention to use it that way.
- 5 They told the Committees to go ahead and
- 6 prepare the next set of findings and prepare a draft
- 7 inflow-outflow manual, both based on the review of basic
- 8 data. So the Master erred when he said that the review
- 9 of basic data was intended to be used only until 1962
- 10 and certainly the first eight years of this litigation
- 11 indicate that everyone understood that the review of
- 12 basic data was still the subject of this suit.
- 13 It was -- the entire pre-trial order is
- 14 written toward the early phases, the question whether
- 15 the Commission acted within its authority to adopt it,
- 16 and then whether certain technical portions are valid.
- 17 QUESTION: Basically are you requesting that
- 18 the Master quantify the water as of 1947 and then
- 19 provide for annual distribution techniques?
- 20 MS. URAM: No. Texas is asking that the
- 21 Master come in and make those kinds of determinations.
- 22 The determinations of how you translate the 1947
- 23 condition, what standard or method you use, are
- 24 contained in the review of basic data.
- 25 The Master's role in an administrative law

- 1 context, which is the one New Mexico urges as the
- 2 appropriate one here, is to review the method and say
- 3 whether it is valid within the statute -- a standard,
- 4 traditional type of judicial function.
- 5 Instead --
- 6 QUESTION: Well, Miss Uram, what is the
- 7 authority for your position that the Master and,
- 8 ultimately, this Court can sit as a reviewing court to
- 9 review the findings of the Compact agency? Ordinarily,
- 10 those sort of things are set out in the statute, that
- 11 the agency does certain things and then a court does
- 12 certain other things, and here you're just kind of
- 13 superimposing this Court on the agency without any
- 14 statutory structure.
- MS. URAM: You're correct, Your Honor.
- 16 Ordinarily --
- 17 QUESTION: Doesn't the Compact itself say that
- 18 the determinations of the Commission are reviewable in
- 19 the Court?
- 20 MS. URAM: Yes. It says findings of fact are
- 21 reviewable in court.
- QUESTION: Does it say in what court?
- MS. URAM: No. It says in courts or in
- 24 administrative agencies findings of fact are prima facie
- 25 evidence.

- 1 QUESTION: Well, this would be the first
- 2 agency, I think, that had its findings directly
- 3 reviewable in the Supreme Court.
- 4 MS. URAM: That's probably true, Your Honor.
- 5 But the -- this Compact, you will recall, was signed in
- 6 1948 and the Administrative Procedure Act was signed
- 7 only two years -- was enacted only two years before. In
- 8 modern compacts one will see a good deal of the type of
- 9 language one sees in the Administrative Procedure Act,
- 10 with specifications as to period for review and so forth.
- 11 But certainly in an early compact like this,
- 12 the language will be somewhat different. But the basic
- 13 framework is the same. The -- since World War II
- 14 particularly we have been seeing an increase in the
- 15 growth of compacts and these compacts have had
- 16 interstate agencies charged with positive powers. Those
- 17 compacts have not simply been an adjustment of a
- 18 one-time dispute.
- 19 They have positive inter-governmental powers,
- 20 and the question is how is the Court going to deal with
- 21 disputes from these agencies.
- 22 QUESTION: Do these more recent compacts that
- 23 you refer to which specify agency authority and court
- 24 review specify the court in which the review shall take
- 25 place?

- 1 MS. URAM: In some instances, they do. For
- 2 example, the Washington Metropolitan Area Transit
- 3 Authority Compact, the one that governs transportation
- 4 here in the District of Columbia, specifies that review
- 5 from certain types of things shall go to one type of
- 6 court and review from other types of things will go to
- 7 another type of court.
- 8 QUESTION: Neither specify this Court, I take
- 9 it.
- MS. URAM: I don't recall that they do.
- 11 But what we have here is we have a situation
- 12 where undoubtedly there will be disputes between states
- 13 on how these -- on decisions that these agencies make,
- 14 and if those disputes are brought to this Court, the
- 15 question is how should the Court deal with this. Should
- 16 the Court be called upon to jump in and make all the
- 17 findings that are delegated by the compacts to
- 18 commissions? Is that the correct role of the Court?
- 19 Or is it, rather, to take that great body of
- 20 administrative law which has been developed in the last
- 21 40 or 50 years and use the principles there to --
- 22 QUESTION: What standard of review? What
- 23 standard of review by the Court?
- 24 MS. URAM: Well, the standard -- I would think
- 25 the appropriate standard would be the one that the Court

- 1 used to apply before it had statutes such as the
- 2 Administrative Procedure Act. The Court would look to
- 3 whether the action is constitutional, whether it
- 4 complies with the statute, whether it was done properly
- 5 under the procedures in the statute, and whether it was
- 6 reasonable.
- 7 So there are -- there are standards to look
- 8 to. They are basically in the Compact, and we urge the
- 9 Court that the states here, they agreed to shoulder
- 10 these responsibilities themselves.
- 11 QUESTION: But isn't it true that all the
- 12 examples you give are situations in which there is a
- 13 neutral factfinder or a neutral administrative law judge
- 14 of some kind to start with? Here you have a situation
- 15 in which there are two parties, either of which can veto
- 16 the findings, and if you have a situation in which one
- 17 decides to be obstinant -- and I'm not suggesting either
- 18 has -- and just doesn't agree to anything, you simply
- 19 can't apply the principles you describe.
- MS. URAM: Well, we have here a special
- 21 situation. That's correct, Your Honor. But we have a
- 22 decision to be reviewed and there doesn't seem to be any
- 23 reason --
- 24 QUESTION: It seems to me one of the initial
- 25 problems is you have a lot of decisions that haven't

- 1 even been made in the first instance.
- MS. URAM: Oh, well, you see, Your Honor, the
- 3 situation is really a little simpler than it looks.
- 4 There is a lot of detail in the case and it does give
- 5 one the impression that the situation's more complicated
- 6 than it appears to be.
- 7 QUESTION: You identified four specific
- 8 controversies that remain unresolved.
- 9 MS. URAM: Yes.
- 10 QUESTION: Now is it possible that the Master
- 11 could, if he felt himself qualified to do so, could have
- 12 decided each of those four issues?
- MS. URAM: Yes. The Master --
- 14 QUESTION: Well, why do we have to worry about
- 15 administrative review? Isn't it just a question of
- 16 somebody going ahead and making the decisions?
- 17 MS. URAM: Well, because Texas says that --
- 18 Texas tells the Court not to look at those four issues
- 19 any more but to choose another method.
- 20 QUESTION: Well, he agreed a few minutes ago
- 21 that the Master simply hadn't decided some things that
- 22 would have moved the case along.
- MS. URAM: That's correct.
- QUESTION: You seem to be saying the same
- 25 thing.

- 1 MS. URAM: We say the Master --
- 2 QUESTION: You identify different issues. I
- 3 understand that, but apparently he hasn't decided any of
- 4 these issues.
- 5 MS. URAM: We agree on the same four issues.
- 6 The place where we part is that Texas says the Master
- 7 can substitute another method, one that's never been
- 8 brought before the Commission, for the method that the
- 9 Commission decided on.
- 10 QUESTION: But they also have an alternative
- 11 position, that even if he doesn't buy the double mass
- 12 analysis argument, go ahead and use the routing
- 13 approach.
- 14 MS. URAM: That's correct. But then we part
- 15 again.
- 16 QUESTION: And you won't get either.
- 17 MS. URAM: Because New Mexico says after
- 18 you've made this basic decision the dispute will be
- 19 resolved and the matter should go back to the Commission
- 20 for administration. The appropriate body to make
- 21 corrections in the review of basic data is the
- 22 Commission. The Court says what is invalid, if
- 23 anything's invalid in those four remaining disputes, and
- 24 then sends it back to the Commission for correction.
- 25 Texas --

- 1 QUESTION: Well, has the Commission already
- 2 decided all those four? Has the Commission already
- 3 addressed those four issues?
- 4 MS. URAM: The Commission adopted the review
- 5 of basic data. These four issues are challenges to the
- 6 review of basic data.
- 7 QUESTION: Yes.
- 8 MS. URAM: And, Justice White, I don't even
- 9 know if these four issues remain, because Texas in open
- 10 court before the Master said that if she had a hearing
- 11 on the double mass method she would waive any remaining
- 12 issues on the review of basic data.
- So if this case goes back to the Master and
- 14 takes an administrative law rather than an open-ended
- 15 approach, the Master would not then have to go on and
- 16 make findings of fact and determine how much water was
- 17 at a certain point at a certain time. That would not be
- 18 his responsibility. That would be the responsibility of
- 19 the Commission.
- 20 The matter should then be remanded to the
- 21 Commission.
- 22 QUESTION: What if they continue in their
- 23 present state of mind? How is this matter going to be
- 24 resolved?
- 25 MS. URAM: Let's take the -- if the matter is

- 1 remanded to the Commission, in 1980 Texas counsel said
- 2 that if New Mexico prevailed on the review of basic data
- 3 there would be no problem working things out because
- 4 Texas would abide by that decision. So all the
- 5 Commission would have to do, if everything works as it
- 6 should, is proceed with the -- to apply the review of
- 7 basic data to make findings of fact to the present.
- 8 It could also proceed to consider the double
- 9 mass diagram if Texas chooses to bring it before the
- 10 Commission.
- 11 QUESTION: But it would require the Commission
- 12 to go back and quantify the datas based on the
- 13 principles established in the review of basic data.
- 14 MS. URAM: That's correct. There would be
- 15 additional engineering and other types of decisions that
- 16 would need to be made.
- Now let's take --
- 18 QUESTION: And at this point they've been
- 19 unable to agree for some years.
- MS. URAM: They had a dis -- it's not a
- 21 situation where they've been unable to agree. The
- 22 language of impasse and deadlock has made the problem
- 23 sound as if it is an extraordinary problem we have here,
- 24 and certainly unanimity does cause some additional
- 25 delays and problems, but the problem here is --

- 1 QUESTION: Is the problem that two of you
- 2 couldn't agree and they had to put a tie-breaker in? Is
- 3 that the problem that's here now?
- 4 MS. URAM: The problem here is --
- 5 QUESTION: Is that the problem?
- 6 MS. URAM: Yes and no.
- 7 QUESTION: Well, assuming that it is, does it
- 8 make any sense to send it back to those same two people?
- 9 MS. URAM: Yes.
- 10 QUESTION: On the same point?
- 11 MS. URAM: Yes, because what happened --
- 12 QUESTION: Well, what makes you think they'll
- 13 agree now?
- MS. URAM: Because one of them questioned the
- 15 Commission's authority to do what it had done, and
- 16 questioned the validity of what was done. If the Court
- 17 completes judicial review and it completed the first
- 18 phase -- yes, there is authority -- the second phase is,
- 19 is it otherwise valid.
- 20 If the Court completes it, the Commission has
- 21 its answer. This is what the Commission fell into
- 22 dispute about. The Commission agreed to something. It
- 23 continued to operate that something for a time. Then
- 24 one of the parties decided that in fact it no longer
- 25 agreed with its earlier agreement, and it brought

- 1 various claims that were legitimate legal claims to the
- 2 Court.
- 3 The Court should review those legitimate legal
- 4 claims. In the meantime, the Commission hasn't acted
- 5 and it has been a long suit. So increasingly, as time
- 6 goes on, everyone gets more concerned about the impasse
- 7 and the deadlock on the Commission.
- 8 Well, the problem's a fundamental one. If we
- 9 could resolve this fundamental problem, which is nearly
- 10 completed, the Commission would at least have its answer
- 11 to the first phase, to the thing that blocked the
- 12 Commission. They worked for 20 years. They were able
- 13 to agree for 20 years, and they had problems then. But
- 14 they were able to agree. They came to the review of
- 15 basic data and they agreed upon it.
- Now we have --
- 17 QUESTION: You certainly do suggest that Judge
- 18 Breitenstein really had no conception of what the case
- 19 was all about, that he should just have referred it back
- 20 to the Commission.
- 21 MS. URAM: Judge, this has been a very
- 22 difficult case for the Special Master. The parties have
- 23 been pulling the Special Master in many directions and
- 24 I'm sure with the degree of detail it's been frustrating
- 25 for him. But we have had some conceptual difficulties

- 1 in recent times, but particularly with where the case is
- 2 going.
- Part of the problem is the issue of unanimity,
- 4 and the Court has indicated a concern as well. What
- 5 does unanimity do here? Why is it in the Compact?
- 6 Isn't it going to create distortions in the way these
- 7 compacts work? And perhaps I can take just a moment to
- 8 discuss the two reasons for having unanimity in the
- 9 Compact and then discuss a worst case situation -- what
- 10 happens if the states simply do not agree when you get
- 11 back to it.
- 12 The obvious reason for having a unanimity
- 13 requirement in the Compact and, as counsel for Texas
- 14 correctly pointed out, that's a common requirement in
- 15 interstate water compacts. But the common reason is
- 16 that the states here are delegating to an administrative
- 17 body the authority to make decisions that will affect
- 18 those states in the future, and they will agree to do
- 19 this interstate cooperation. It is in everyone's
- 20 interest, but at the same time they want to protect
- 21 their citizens and their sovereignty.
- 22 So the way that they retain control of the
- 23 obvious state protection is in this unanimity
- 24 requirement. The delegation here to the Commission was
- 25 unusual for its time. In its day, it was unusual to

- 1 have a commission given the authority to change the
- 2 method for administering the compact. So one can see
- 3 that the states had some concern that they not be bound
- 4 in ten or 20 or 50 years by something they have no say
- 5 over.
- 6 The other reason for unanimity requirement is
- 7 one suggested by the scholars in the field. Interstate
- 8 relations are different from other kinds of relations.
- 9 and to the extent that they succeed, they succeed on the
- 10 basis of cooperation. So what compacts try to do when
- 11 they require unanimity is to set up a way that the
- 12 compact will work.
- Now Texas has said that there's no enforcement
- 14 mechanism here. The legislative history in Senate
- 15 Document 109 at page 124 indicates that it was
- 16 anticipated that when the states came to a finding the
- 17 upstream state, New Mexico, if it was not delivering
- 18 sufficient water, would then proceed voluntarily,
- 19 without any court enforcement, to go and make the
- 20 necessary decisions under the Compact to shut certain
- 21 users down.
- The unanimity requirement is tied with other
- 23 measures to push the states to come to such agreement,
- 24 and the measures here are the binding nature of the
- 25 compact and the difficulty of getting out of it. The

- 1 states had had disputes for 30 years --
- 2 QUESTION: Well, of course, if nothing ever
- 3 happens under the compact, probably no one wants to get
- 4 out.
- 5 MS. URAM: If -- I'm sorry. I don't quite
- 6 understand.
- 7 QUESTION: Well, if there isn't any
- 8 enforcement mechanism and, as you say, the procedures
- 9 are voluntary, then a party who feels that the compact
- 10 isn't giving that state the fair share that the
- 11 agreement provided for may feel very strongly something
- 12 should be done but the party which feels that it's
- 13 really getting the lion's share, which I suspect may
- 14 more often than not be the upstream state, may be
- 15 perfectly content with a rather ineffectual compact
- 16 organization.
- MS. URAM: Well, let's apply it to this
- 18 specific situation, and I disagree with the
- 19 characterization, Your Honor, that it is ineffectual. I
- 20 think it's set up to function in a different way than
- 21 modern statutes because of the interstate nature of the
- 22 disputes.
- 23 But applying the notion to this particular
- 24 situation, is New Mexico, as an upstream state, in an
- 25 position where she should be happy with the Compact.

- 1 She is satisfied with the Compact, but lest the Court be
- 2 confused about what New Mexico's doing under the
- 3 Compact, she limited her uses to the 1947 condition.
- 4 She made a compromise and she has been shutting down
- 5 users.
- 6 She has been controlling use on that river.
- 7 She shut down about 14,000 acres in the 1950s and '60s
- 8 to comply with the Compact. When people use water
- 9 illegally we have a Special Master, we have metered
- 10 wells in that area. That is an unusual requirement. We
- 11 go out and we track violation and we enforce this
- 12 requirement.
- We take our statutory obligation very
- 14 seriously and we -- that is why we are before the Court
- 15 asking for it and trying to explain our view that the
- 16 Court really can't change a requirement on us 50 years
- 17 down the road or 40 years down the road, doesn't have
- 18 the authority to 10 that. Only the Commission can
- 19 change a requirement.
- 20 What the Court's role is is to review the
- 21 Commission dispute that brought the parties to the
- 22 Court.
- 23 QUESTION: But having said all that -- and I'm
- 24 sure the state is acting in good faith -- it
- 25 nevertheless remains true that even in good faith you

- 1 may be shortchanging the downstream state, because they
- 2 obviously in good faith think they're getting less water
- 3 than the Compact calls for.
- 4 MS. URAM: And the --
- 5 QUESTION: And if there's a stalemate, that
- 6 can't help them.
- 7 MS. URAM: That's correct, Your Honor. The
- 8 stalemate is something that may cause a problem to
- 9 Texas. It may shortchange Texas if New Mexico is not
- 10 delivering the correct amount of water to Texas.
- 11 We are not taking advantage of that situation,
- 12 though, Your Honor. I assure you that New Mexico has
- 13 continued to enforce the 1947 condition obligation as
- 14 she understands it, and if the Commission -- and as the
- 15 Commission decided, you know, we're relying on the
- 16 Commission's earlier decision which we have been
- 17 defending all through the law suit.
- 18 QUESTION: That decision showed there had been
- 19 some shortage, 5,300 acre feet, and that --
- 20 MS. URAM: It's a total of 5,000 acre feet,
- 21 but it did not go on to decide that New Mexico was
- 22 responsible for that shortage.
- 23 QUESTION: Was it attributable to man's
- 24 activities?
- 25 MS. URAM: Well, they didn't make a decision

- one way or the other. That's an unusually small amount
- 2 of deficiency, but that indicated to New Mexico that she
- 3 was doing something right. If upon completion of
- 4 judicial review it turns out that New Mexico was doing
- 5 something wrong, New Mexico -- let's say the Master
- 6 reviews the remaining issues and says that certain
- 7 things were done improperly.
- 8 The Commission then goes on, having the
- 9 benefit of judicial resolution of that particular
- 10 dispute. Let's say the Commission goes on to make the
- 11 further determinations. Then the situation would be one
- 12 where New Mexico would say all right, we have a deficit
- 13 of this amount and would then proceed to take the
- 14 necessary action to shut down users on the river, as
- 15 required by the deficit.
- 16 QUESTION: May I ask one other question? Your
- 17 basic position is the Court can't rewrite the Compact,
- 18 in your exception.
- MS. URAM: That's correct.
- 20 QUESTION: Didn't the Court do exactly that a
- 21 few years ago?
- MS. URAM: I'm sorry. I didn't hear the rest.
- 23 QUESTION: Didn't the Court do exactly that a
- 24 few years ago in accepting the Master's redefinition of
- 25 the 1947 condition?

- 1 MS. URAM: No, Your Honor, I don't think they
- 2 did. The difference here -- we had a term to be
- 3 interpreted there, a 1947 condition, and there was a
- 4 question of when it began and whether it was a real or
- 5 artificial condition. Did it begin on December 1,
- 6 December 30, March 20? Was it a condition that was
- 7 meant to be reflected on the river, or was it a
- 8 condition technically defined somewhere regardless of
- 9 what the real condition was?
- 10 So there the Court was defining a particular
- 11 term. The difference here is that Texas is asking the
- 12 Court not to define a particular term in a statute but
- 13 go to into uncharted areas and regardless of what the
- 14 Compact requires require a tie-breaker or require a new
- 15 method or make certain findings that are delegated to
- 16 the Commission.
- 17 So it's not a matter of interpreting, which is
- 18 a standard judicial function. It is a matter of taking
- 19 on the entire administration of the Compact and
- 20 rewriting it, as Texas sees fit as well. So that is the
- 21 basic dichotomy in the presentation of the two states.
- 22 It's two completely different ways of -- two completely
- 23 different ideas of what the Court's role should be in
- 24 interstate compact commission disputes.
- New Mexico asks the Court not to take that

- 1 broader role and throw itself into the suit as if this
- 2 were an equitable apportionment suit, when it is in fact
- 3 a compact suit, to recognize that the states agreed to
- 4 shoulder that responsibility under the Compact. They
- 5 agreed to do that. They agreed that the Compact would
- 6 be binding and that agreement is something which New
- 7 Mexico, as I indicated before, has tried to honor
- 8 through all the years of this dispute.
- 9 New Mexico asks the Court to put this case
- 10 back on course first by recognizing the binding nature
- 11 of the interstate Compact, secondly by giving structure
- 12 and form to judicial review in interstate compact
- 13 commission cases and, third, by returning the
- 14 appropriate responsibility to the administrative compact
- 15 -- by returning the responsibility under the Compact to
- 16 the appropriate administrative body, which is the
- 17 Commission.
- 18 Thank you.
- 19 CHIEF JUSTICE BURGER: Do you have anything
- 20 further, Mr. Townsend?
- 21 ORAL ARGUMENT OF R. LAMBETH TOWNSEND, ESQ.
- 22 ON BEHALF OF PLAINTIFF REBUTTAL
- Mr. Townsend: Thank you, Mr. Chief Justice.
- 24 The upstream state benefits from delay in
- 25 decision and confusion in the Commission. Such injures

- 1 Texas. This is not a suit to review administrative
- 2 actions, and I believe counsel for New Mexico misspoke
- 3 herself about the Compact providing for a review.
- 4 It clearly states that the findings of fact
- 5 made by the Commission shall not be conclusive in any
- 6 court but shall constitute prima facie evidence. That
- 7 is not the language used in the conventional standard of
- 8 review, the conventional standard of review being that
- 9 the administrative decisions are conclusive if they are
- 10 supported by substantial evidence and not the result of
- 11 arbitrary and capricious actions.
- 12 That is the standard that New Mexico is trying
- 13 to impose upon this particular Compact, and this Compact
- 14 Commission is quite different. First, it's not a
- 15 Federal agency. Second, it does not use the language of
- 16 -- the conventional language of substantial evidence
- 17 review. It has no enforcement powers, and the Court in
- 18 Dyer versus Sims recognizes that this Court finally
- 19 determines the nature and scope and enforcement of these
- 20 compacts.
- 21 QUESTION: So you think any determination of
- 22 the Commission would be subject to de novo determination
- 23 in a court.
- MR. TOWNSEND: According to its express terms,
- 25 it would be prima facie evidence and the party would

- 1 have an opportunity to rebut and to contradict findings
- 2 of the Commission.
- 3 QUESTION: So you wouldn't review it on the
- 4 record?
- 5 MR. TOWNSEND: You would not review it on the
- 6 record. There's no due process procedural mechanism to
- 7 protect and to present a record as Mr. Justice Stevens,
- 8 I believe, pointed out. There's not an objective,
- 9 non-biased body that's reviewing the facts, that can
- 10 take the testimony of both sides, and make a decision.
- 11 QUESTION: Tell me. Your opposition says that
- 12 the Commission adopted the BRD or whatever it is, and
- 13 directed that a manual be prepared, and then what
- 14 happened? When did all this so-called disagreement
- 15 start?
- 16 MR. TOWNSEND: The disagreement started --
- 17 QUESTION: This deadlock.
- 18 MR. TOWNSEND: -- I believe after the RBD was
- 19 used for findings of the delivery between 1950 and 1961.
- 20 OUESTION: Yes.
- 21 MR. TOWNSEND: For that period it directed
- 22 them to continue to perfect and to iron out problems
- 23 that were even in that.
- 24 QUESTION: The Commission anticipated that
- 25 that method be used in the future, didn't it?

- 1 MR. TOWNSEND: Well, it anticipated that a
- 2 river routing be used and that the river routing for the
- 3 findings for that period be continually perfected, so it
- 4 was not saying here is the yardstick and this is the
- 5 yardstick we're using forever. It said keep on working
- 6 on it. And that's where disagreement came and there has
- 7 been --
- 8 QUESTION: A disagreement ever since.
- 9 MR. TOWNSEND: -- there is not a decision
- 10 since then.
- 11 OUESTION: Since '61?
- MR. TOWNSEND: Since '61. And, as a matter of
- 13 fact, using RBD, the findings did find a substantially
- 14 more than 5,000 acre feet as being under-delivered, but
- 15 Texas excused a substantial portion -- I believe 40,000
- 16 or something in that neighborhood -- but excused it.
- 17 And so the result was this 5,000 that they
- 18 didn't go forward with. So it was not a complete -- a
- 19 small amount.
- Thank you, Your Honor.
- 21 CHIEF JUSTICE BURGER: Very well. Thank you,
- 22 counsel. The case is submitted.
- 23 (Whereupon, at 11:11 o'clock a.m., the case in
- 24 the above-entitled matter was submitted.)

25

CERTIFICATION

Alderson Reporting Company, Inc., hereby certifies that the attached pages represent an accurate transcription of elactronic sound recording of the oral argument before the Supreme Court of the United States in the Matter of: #65 Orig.
STATE OF TEXAS, Plaintiff y. STATE OF NEW MEXICO

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(REPORTER)

SUPPLIE COURT U.S.