

Jonathan O. Hafen (6096) (jhafen@parrbrown.com)
Jeffery A. Balls (12437) (jballs@parrbrown.com)
PARR BROWN GEE & LOVELESS, P.C.
101 South 200 East, Suite 700
Salt Lake City, Utah 84111
Telephone: (801) 532-7840
Attorneys for Court-Appointed Receiver Wayne Klein

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF UTAH
CENTRAL DIVISION

UNITED STATES OF AMERICA,

Plaintiff,

v.

RAPOWER-3, LLC; INTERNATIONAL
AUTOMATED SYSTEMS, INC.; LTB1,
LLC; R. GREGORY SHEPARD; NELDON
JOHNSON; and ROGER FREEBORN,

Defendants.

RECEIVER’S THIRTIETH
QUARTERLY STATUS REPORT

*For the period January 1, 2026 to
March 31, 2026*

Civil No. 2:15-cv-00828-DN-DAO

District Judge David Nuffer

R. Wayne Klein, the Court-Appointed Receiver (the “Receiver”) in this matter, hereby submits this Thirtieth Quarterly Status Report (“Report”) for the period from January 1, 2026 to March 31, 2026 (“Reporting Period”).

I. INTRODUCTION AND BACKGROUND

The Court’s October 31, 2018 *Receivership Order* (“Order”),¹ created the Receivership Estate. The Receivership Estate was expanded in 2019 to include 13 additional affiliated entities (“Affiliated Entities”).²

¹ [Docket no. 490](#). A *Corrected Receivership Order* (“CRO”), which corrected formatting errors, was entered the following day. [Docket no. 491](#), filed Nov. 1, 2018.

² [Docket no. 636](#), filed May 3, 2019.

During the Reporting Period, the principal activities in the main Receivership case were marketing of the three remaining real properties in the Receivership Estate, court filings in the last remaining litigation matter, and managing the receivership estate.

II. ASSET RECOVERY, SETTLEMENT RECOVERIES

A. Settlement Recoveries. During the quarter, the Receiver received \$5,332.65 in installment payments from two prior settlements.

B. DOJ Recoveries. During the quarter, the United States recovered \$17,613.26 on a judgment the Receiver previously obtained against Joel Bean and assigned to the United States. The United States has filed a satisfaction of judgment in that matter.

C. Status of Settlement Agreements. To date, 85 settlement agreements have been satisfied in full and the underlying lawsuits have been dismissed or notices were filed that the judgments were satisfied. The table below shows the status of the sole remaining settlement agreement where the debtor is making payments to the Receiver.

Settlement Agreements Allowing Installment Payments				
Name	Case No.	Case Status	Prior	Current
Johnson, Randale	2:19-cv-00532-DN-PK	Judgment/Bkpt.	20%	30%

III. REMAINING LITIGATION

A. Pending District Court Litigation. Only one recovery action remains pending:

1. Becky Johnson. The Receiver filed suit against Becky Johnson, the former wife of Randale Johnson, to recover the value of real properties Randale Johnson transferred to her after being sued by the Receiver.³ There are two motions pending:

³ Case no. 2:24-cv-00450-DN-DPB.

a. Receiver's Motion for Summary Judgment. The Receiver filed a motion for summary judgment on December 4, 2025. Becky Johnson was granted an extension of time to respond, which she did on February 24, 2026. The Receiver replied on March 10, 2026. The matter is ready for disposition.

b. Becky Johnson's Motion to Dismiss. Becky Johnson filed a motion to dismiss/motion for summary judgment on December 5, 2025, which the Receiver opposed on January 2, 2026. Becky Johnson was granted an extension to file a reply by February 23, 2026, but filed no reply.⁴ This matter is ready for disposition.

IV. REAL PROPERTY HOLDINGS

The Receivership Estate holds three properties that were subject to a purchase option that expired, unexercised, on December 15, 2025. All three properties have been listed for sale with a local real estate agent. The Receiver believes property values for undeveloped properties in this area are depressed due to the dramatic reduction in demand for solar powered electrical generation, which reduction is due to the elimination of most government subsidies for solar generation.

A. HD-3511 (600 Acres). This property has an assessed value of \$318,000. The property is listed for sale at \$240,000. The Receiver received an offer of \$127,000 for the property, which he rejected.

B. MA-2662-B (360 Acres). This property has an assessed value of \$190,800. The property is listed for sale at \$180,000. There have been no offers received for the property.

⁴ Docket no. 26, filed Feb. 2, 2026.

C. HD-3511-1 (40 Acres). This property has an assessed value of \$22,230. The property was listed for sale at \$36,000. After rejecting two offers at values significantly below the listing price, the Receiver conditionally accepted a purchase offer of \$37,000. On March 3, 2026, the court granted the Receiver’s motion for a public sale of the property.⁵ The Receiver set an auction date of April 9, 2026 and ordered publication of notice of the auction. The publication was completed on April 1, 2026 and no other bidders timely qualified for the auction, so the Receiver will cancel the auction and proceed to close with the buyer. The Receiver will file a separate notice summarizing the results of the sale.

V. FINANCIAL OPERATIONS OF THE RECEIVERSHIP ESTATE

A. Receipts and Disbursements. The table below summarizes the revenue and expenditures of the Receivership Estate during the quarter:

Category	Revenue	Expenditures
Settlement payments	\$5,332.65	
Interest earnings	\$4,464.76	
Royalty payments: Shepard	\$573.06	
Credit card settlement fee	\$11.95	
Tax filing fee		\$100.00
Operating expenses		\$289.82
Total	\$10,382.42	\$389.82

On December 2, 2025, the Receiver filed a fee application for work performed during the third quarter. That motion was approved on January 5, 2026⁶ and \$7,563.00 was paid to the Receiver, Parr Brown, and Lone Peak Valuation Group on January 5, 2026. A fee application will be submitted covering both the fourth quarter of 2025 and the first quarter of 2026.

⁵ Docket no. 1312, filed Mar. 3, 2026.

⁶ Docket no. 1310, filed Jan. 5, 2026.

B. Bank Account Balances. The balances of funds in the Receivership accounts at Wells Fargo Bank and Wells Fargo Advisors as of March 31, 2026 were:

Account Balances	
Account	Amount
Checking account	\$15,448.75
Bank savings account	\$15,021.66
Money market fund	\$515,866.69
Total	\$546,337.10

VI. NEXT STEPS

The remaining tasks for the Receivership are:

- A. Recovery Litigation. Litigation will continue against Becky Johnson.
- B. Disposition of Remaining Properties. The Receiver will close on the sale of the 40-acre parcel in Millard County and continue marking the two other properties.

VII. CONCLUSION

The Receiver hopes to soon conclude the final outstanding litigation and sell the real estate still held and obtain a ruling on the final outstanding litigation. When these tasks are completed, the Receiver will consult with the United States and propose a plan to terminate the Receivership Estate.

The Receiver certifies that the information in this Thirtieth Quarterly Status Report is accurate to the best of his knowledge.

/s/ Wayne Klein
 Wayne Klein
 Receiver

DATED this 2nd day of April, 2026.

PARR BROWN GEE & LOVELESS

/s/ Jeffery A. Balls

Jonathan O. Hafen

Jeffery A. Balls

Attorneys for Receiver

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that the above **RECEIVER'S THIRTIETH QUARTERLY STATUS REPORT** was electronically filed with the Clerk of the Court through the CM/ECF system on April 2, 2026, which sent notice of the electronic filing to all counsel of record. A copy was also mailed to the following:

Neldon Johnson
1309 N. 550 West
Pleasant Grove, UT 84062
Pro se Defendant

/s/ Wendy V. Tuckett