

UNITED STATES OF AMERICA
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
OFFICE OF HEARINGS AND APPEALS

In the Matter of:

SANDRA NARANJO,

Petitioner.

Docket No. 26-EH-0143-AG-103
(Claim No. 721030737)

May 19, 2026

DISMISSAL ORDER

This matter is before the Court upon Petitioner's request for a hearing concerning the intent of the Secretary of the U.S. Department of Housing and Urban Development ("HUD") to garnish her wages to collect a debt allegedly owed to HUD.

On May 18, 2026, HUD filed the *HUD Secretary's Motion to Dismiss Without Prejudice*. HUD seeks dismissal of this wage garnishment proceeding because Petitioner has provided information demonstrating that garnishment of her wages at this time would cause financial hardship. However, HUD maintains that Petitioner owes a valid debt arising from a Subordinate Note dated September 23, 2013, that came due when petitioner's primary HUD-insured mortgage was paid in full; accordingly, HUD reserves the right to again pursue administrative wage garnishment against Petitioner in the future if her financial circumstances improve.

For good cause shown, HUD's motion is **GRANTED** and this matter is **DISMISSED** without prejudice.

SO ORDERED,


Elizabeth N. Hafmann
Administrative Judge