



Office of Appeals
U.S. Department of Housing and Urban Development
Washington, D.C. 20410-0001

In the Matter of:

Kathleen A. Frahm,

Petitioner

HUDBCA No. 10-H-CH-LL66
Claim No. 7-7080621100B

Dale Frahm
405 Idaho Court
Murphy, TX 75094

For Petitioner

James Webster, Esq.
U.S. Department of Housing and
Urban Development
Office of Assistant General Counsel
For Midwest Field Offices
77 West Jackson Boulevard
Chicago, IL 60604

For the Secretary

RULING ON SECRETARY'S MOTION TO DISMISS

Petitioner was notified by a Due Process Notice, pursuant to 31 U.S.C. §§ 3716 and 3720A, that the Secretary of the U.S. Department of Housing and Urban Development ("HUD") intended to seek offset by the United States Department of the Treasury of any federal payments due to Petitioner to recover a claimed past-due, legally enforceable debt of Petitioner to HUD.

Petitioner filed a timely request to present evidence that the debt was not past-due or not legally enforceable. Pursuant to 24 C.F.R. §§ 17.150 et. seq. and 20.4(b), the administrative judges of the HUD Office of Appeals are authorized to determine whether these debts are past due and legally enforceable. As a result of Petitioner's request, referral of the debt to the Department of the Treasury was temporarily stayed by this Office.

While the death of a debtor does not bar or estop a creditor from pursuing enforcement of a debt against the debtor's estate, on March 8, 2010 a Motion to Dismiss, along with a certified copy of Petitioner's Certificate of Death, was filed on behalf of the Secretary stating that the Secretary has determined that after the issuance of the Notice of Docketing, Order, and Stay of Referral, "Petitioner's son forwarded documentation that his parents are deceased." The Secretary further states "upon suggestion of death, the Secretary recognizes that the cause has been abated and respectfully request that this matter be DISMISSED." (Motion to Dismiss.)

Upon due consideration, the Secretary's Motion to Dismiss is **GRANTED**. It is hereby

ORDERED that the Secretary shall not seek to collect the claimed debt of Petitioner by means of administrative offset of any federal payment due to Petitioner. The stay of referral of this matter to the Department of the Treasury is made permanent.

This matter is **DISMISSED** with prejudice.



Vanessa L. Hall
Administrative Judge

March 10, 2010