

**IN THE UNITED STATES DISTRICT COURT
FOR THE NORTHERN DISTRICT OF MISSISSIPPI
OXFORD DIVISION**

UNITED STATES OF AMERICA

PLAINTIFF

V.

NO. 3:23-CV-315-DMB-RP

KARCHELLA WRIGHT

DEFENDANT

ORDER

On August 15, 2023, the United States of America filed a complaint against Karchella Wright in the United States District Court for the Northern District of Mississippi seeking “to recover treble damages and civil penalties under the False Claims Act (‘FCA’), ... and ... money for common law or equitable causes of action for payment by mistake and unjust enrichment based upon ... Wright’s receipt of Paycheck Protection Program (‘PPP’) funds to which she was not entitled.” Doc. #1 at PageID 1. The complaint alleges that Wright, through misrepresentations, received PPP loans totaling \$41,666.00¹ (for which the Small Business Administration paid \$5,000.00 in total processing fees to the financial institution involved) and that Wright, also through false representations, obtained forgiveness of the loans by the SBA. *Id.* at PageID 6–7.

On October 16, 2023, a “Joint Motion for Entry of Consent Judgment” was filed in which the parties represent that they “have agreed to resolve [this] litigation” and “to the entry of a consent judgment on the terms provided in the proposed order forwarded to the Court’s chambers.” Doc. #4. Both the joint motion and the proposed consent judgment are signed by an Assistant United States Attorney and by Wright who appears pro se.² *Id.* at PageID 17.

Generally, before entering a consent judgment, also called a consent decree, courts must decide whether it represents a reasonable factual and legal determination

¹ The complaint alleges Wright obtained two loans each in the amount of \$20,833.00. Doc. #1 at PageID 6.

² For unexplained reasons, the joint motion’s certificate of service states it was “delivered ... to counsel for Defendants” Doc. #4 at PageID 18.

based on the facts of record, whether established by evidence, affidavit, or stipulation. Courts must also ascertain that the settlement is fair and that it does not violate the Constitution, statutes, or jurisprudence. In assessing the propriety of giving judicial imprimatur to the consent decree, the court must also consider the nature of the litigation and the purposes to be served by the decree.

Jones v. Gusman, 296 F.R.D. 416, 428–29 (E.D. La. 2013) (cleaned up).

The Court has reviewed the proposed consent judgment—which requires Wright to pay \$46,812.41 plus interest and a \$402.00 filing fee—and finds that it represents a fair and reasonable factual and legal determination based on the facts of record. The Court also concludes that the proposed consent judgment does not violate the Constitution, statutes, or jurisprudence. Finally, the proposed consent judgment is consistent with the nature of this litigation. Accordingly, the “Joint Motion for Entry of Consent Judgment” [4] is **GRANTED**. The proposed consent judgment will be signed and entered by the Court.

SO ORDERED, this 14th day of November, 2023.

/s/Debra M. Brown
UNITED STATES DISTRICT JUDGE