



When an employee brings a private action under the FLSA and presents a proposed settlement agreement to the district court, “the district court may enter a stipulated judgment after scrutinizing the settlement for fairness.” *Lynn’s Food Stores, Inc. v. United States Dept. of Labor*, 679 F.2d 1350, 1353 (11th Cir. 1982). Part of this reasonableness review may involve some scrutiny of the amount of fees to be paid to plaintiff’s counsel. “FLSA requires judicial review of the reasonableness of counsel’s legal fees to assure both that counsel is compensated adequately and that no conflict of interest taints the amount the wronged employee recovers under a settlement agreement.” *Silva v. Miller*, 307 F. App’x 349, 351 (11th Cir. 2009). This court has previously discussed the conflict of interest that may arise in a FLSA settlement. *See generally Martin v. Huddle House, Inc.*, No. 2:10-CV-0082-WCO, 2011 WL 611625 (N.D. Ga. Feb. 11, 2011).

At the hearing, the court found that there is a bona fide dispute over FLSA provisions in this matter. Additionally, the court concluded that the settlement agreement is a fair and reasonable settlement of plaintiff’s claims. The fee contract between plaintiff and her attorney provided for a 40% contingency fee plus costs and expenses. The fee awarded here conforms with the fee contract, and plaintiff has indicated that she freely accepted this settlement offer and felt that it was fair. Further, plaintiff’s attorney avoided the potential conflict of interest that the court has

noted in previous FLSA cases by negotiating a lump-sum settlement amount and then following the provisions of the fee contract to determine the amount of the fee.

For the foregoing reasons, the parties' "Joint Motion for Judicial Review and Approval of Settlement, and Entry of Stipulated Dismissal" [24] is hereby **GRANTED**. The parties' settlement agreement is hereby **APPROVED**, and plaintiff's claims are hereby **DISMISSED WITH PREJUDICE**. The clerk is hereby **DIRECTED** to close this case.

**IT IS SO ORDERED**, this 18<sup>th</sup> day of April, 2013.

*s/William C. O'Kelley* \_\_\_\_\_

WILLIAM C. O'KELLEY

Senior United States District Judge