



United States Attorney
Eastern District of Pennsylvania

JGS:eam

3310 United States Courthouse
Independence Mall West
601 Market Street
Philadelphia, Pennsylvania 19106

January 22, 1986

Mike Johnston
Federal Bureau of Investigation
600 Arch St.
Philadelphia, PA 19106

George Hallett
Department of Health & Human
Services
3535 Market St.
Philadelphia, PA 19101

Re: Mody & Mody Civil Fraud
Action

Dear Mike and George:

As you know, this case has been resolved with payment of \$278,000 to the United States and \$190,841 plus interest to Pennsylvania Blue Shield.

We believe that this is an excellent result, particularly given the fact that we were almost left with no money and no defendants after their flight to India.

I am appreciative of Tom Reuter's efforts to bring the civil action forward to us after the criminal declination, and I am extremely grateful that you both stuck with the case and with me when it became a civil matter.

I was very impressed with your thorough preparation of the case, your understanding of the underlying issues, and your persistence both with the defendants and with me

in moving the case to a prompt resolution. It is also clear to me that the excellent relationship you have developed with Pennsylvania Blue Shield has resulted in the development of complex and difficult cases seldom seen in other U. S. Attorneys' offices, and has the effect of discouraging fraud in the Medicare program in Pennsylvania.

Our office has been active in trying to obtain additional resources for U. S. Attorneys in bringing these civil fraud actions, and I have spoken to other offices about the success of your unit. Apparently, no other office in the country can rely on a unit of similar mission, size, experience, and ability for these cases, and the national anti-fraud effort lags as a result.

Please let me know if we can be of further assistance. I look forward to working with you both on similar cases in the future.

Thanks.

Sincerely,

EDWARD S. G. DENNIS, JR.
United States Attorney

JAMES G. SHEEHAN
Assistant United States Attorney

cc: Jack Hartwig
Ron Schwartz, Esq.
Tom Reuter, Esq.