

The City of New York Department of Investigation

ROSE GILL HEARN COMMISSIONER

80 MAIDEN LANE NEW YORK, NY 10038 212-825-5900 Release #23-2008 nyc.gov/html/doi

FOR IMMEDIATE RELEASE MONDAY, MARCH 24, 2008

DOI CONTACT: KEITH SCHWAM (212) 825-5931

STATEMENT OF DOI COMMISSIONER ROSE GILL HEARN ON THE CONVICTIONS OF TWO FORMER CITY EMPLOYEES ON FEDERAL BRIBERY CHARGES INVOLVING THE RECONSTRUCTION OF THE THIRD AVENUE BRIDGE

The former DOT employees who pleaded guilty today on federal bribery charges used their authority within the New York City Department of Transportation to garner payoffs and pad their own pockets on a construction project involving the Third Avenue Bridge, an important part of New York City's infrastructure. Even more serious, one of the individuals convicted today, BALRAM CHANDIRAMANI, was the head of the Movable Bridges Division at the DOT, and he had oversight of all 25 of the City's Movable Bridges. What CHANDIRAMANI and UDAY SHAH did not know, was that their corrupt actions were being watched by DOI and our law enforcement partners.

The audacious conduct charged in this case involved the defendants' scheme to obtain money from the company that conducted a multi-million reconstruction of the bridge. During the time when the company was negotiating payment for work on the bridge with the City, the two defendants offered to use their respective positions within DOT to resolve payment issues with the City, in exchange for a total of \$450,000.

During the scheme, DOI was able to make sure that while the investigation moved forward, the \$6.5 million negotiated settlement with the contractor that was outlined in the charges was not paid out.

I am grateful to the state and federal law enforcement agencies who collectively worked on this extensive and fruitful undercover investigation, each bringing something different to the effort.

DOI will continue to vigorously pursue this type of criminal conduct throughout the City's agencies. City employees contemplating engaging in this type of corrupt scheme should know that DOI and its law enforcement partners are watching and these convictions are an example of the consequences. These guilty pleas are also a testament to the strength of the evidence collected during this investigation.

DOI is one of the oldest law-enforcement agencies in the country. The agency investigates and refers for prosecution City employees and contractors engaged in corrupt or fraudulent activities or unethical conduct. Investigations may involve any agency, officer, elected official or employee of the City, as well as those who do business with or receive benefits from the City.

Get the worms out of the Big Apple. To report someone ripping off the City, call DOI at (212) 825-5959.