



Report to the Legislature as directed by
Engrossed Substitute House Bill 3079

Basic Health Enrollees

**Calendar Year 2005 Employment Statistics
January and June 2006 Employers Identified**

November 15, 2006

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Health Care Authority

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Background

Engrossed Substitute House Bill 3079 (ESHB 3079) directs the Health Care Authority (HCA) and Department of Social and Health Services (DSHS) to submit reports to the Legislature on the employment status of Basic Health Program (BH) enrollees and Medical Assistance clients by November 15 of each year. This report provides employer-specific and aggregate employer data related to Basic Health enrollees in compliance with Section 1 of the legislation (enacted as Chapter 264, Laws of 2006 and codified in RCW 70.47.170). See Appendix 1 for a copy of RCW 70.47.170.

Governor Gregoire signed ESHB 3079, but vetoed the emergency clause included in the bill. The Governor's veto message urged caution when interpreting information provided in this report.

The employer information to be provided by the Health Care Authority (HCA) and the Department of Social and Health Services (DSHS) is not a requirement for enrollment or eligibility. Consequently, data contained in the reports will have been provided on a voluntary basis, and will be unverified. The two reports - an employer specific report and an aggregated report - will originate from separate sources. Therefore, they will not be comparable. The reports will also be based on a point-in-time data collection and will therefore not reflect changes in employment status. These data limitations must be considered when interpreting the reports.

The Governor also noted the programs provide health care services to eligible working persons and expressed concern that the information "not be misconstrued to portray beneficiaries of our Basic Health and Medicaid programs in a negative light." See Appendix 2 for a copy of the Governor's veto message.

The Joint Legislative Audit and Review Committee (JLARC) has conducted a two-part study of Basic Health. Part Two of the report includes information on Basic Health enrollee employment status. This is currently a proposed Final Briefing Report titled Basic Health Plan Study – Part 2: Who Is Enrolled? What Services Do They Use? The JLARC report is currently available on the Washington State Legislature Home Page at: http://www1.leg.wa.gov/reports/Preliminary_ProposedFinals/Basic%20Health%20Booklet%20ProposedFinal.pdf.

Report Requirements

ESHB 3079 directs HCA to provide two separate sets of information or reports on the employer status of BH enrollees.

- **Report A:** The first set of information – Report A or the employer-specific report – is to provide the number of BH enrollees who reported being employed and the number of who reported being dependents of employed persons. This information is to be reported for all employers having more than fifty employees or dependents of employees as enrollees. This information is to be provided for the months of January and June in the year the report is submitted – this report includes information for January and June 2006. This report is also to include the total cost of to the state for providing BH coverage to these enrollees.
- **Report B:** The second set of information – Report B or the aggregated report – is to provide the number of employees who are BH enrollees or with dependents who are BH enrollees: by private and governmental employers; by employer size (50 or fewer employees, 51 to 100 employees, 101 to 1,000 employees, 1,000 to 5,000 employees, over 5,000 employees); and by industry type. For each aggregated classification, the report will include the number of hours worked and total cost to the state for these enrollees. This information shall be for each quarter of the preceding year.

Basic Health Data Sources and Limitations

Report A - Employer-specific data

HCA's member database - Basic Health Member Billing and Management System (MBMS) - does not include employer-specific information. It is a legacy system database that cannot be modified or expanded to capture employer names and addresses of BH enrollees. In order to develop the 2006 report, funding was provided in the budget for BH to develop a separate database to capture and report this information.

BH hired temporary staff to collect the most recent employer information identified on supporting documentation submitted by enrollees in compliance with requirements for BH account maintenance, such as applications, recertification, and income verification information. These documents are stored in HCA's Legato imaging system. BH staff manually reviewed the imaged documents and entered employer-specific data into the separate database for each individual account with verified enrollment in the BH member database. BH staff will now enter employer-specific data into the new database as account maintenance information is received by BH. Thus, employer-specific data will be available for BH to prepare future reports.

The data source for Report A has limitations that reduce the comparative value of the data collected. The employer-specific information required by ESHB 3079 is not a requirement for enrollment or eligibility. Enrollees are required to document their family income, but they are not required to disclose their employers. Consequently, data contained in the

report are provided on a voluntary basis which limits the information available when compiling the number of BH enrollees employed.

Employers shown on supporting documents may reflect previous income documentation required in determining eligibility and does not necessarily reflect the adult's current employment status. In addition, BH is not able to verify the active or current employer status of enrollees.

This report is based on a point-in-time data collection (January and June 2006) and will, therefore, not reflect changes in employment status.

Many BH enrollees work for multiple employers. Comparing employers based on the number of BH enrollees they employ and their dependents can result in over-counting the number of BH enrollees and the state costs for providing BH coverage. Table a1 notes that in January 2006 there was a gross total of 5,911 BH enrollees either employed by or the dependent of a person employed by an employer with 50 or more BH enrollees. However, the net total number of these employees and dependents enrolled in BH for January 2006 was 5,215 persons. Thus, evaluating the cost to the state to provide BH coverage by each employer included in this report would result in an overestimate of \$117,408 for the month (696 – the difference between the gross total and the net total of enrollees – multiplied by \$168.69 – the average BH per member per month cost to the state for CY 2006).

HCA has provided the total cost to the state for providing BH coverage to the net total number of enrollees either employed by or the dependent of a person employed by one or more employers included in this report (see Table a1). The reader may estimate the monthly cost to the state for an individual employer by multiplying the total number of adults and dependents for the employer in Table a2 (either January or June 2006) and multiply by \$168.69 – the BH per member per month cost to the state.

The data source does not allow HCA to accurately report BH enrollment by employer, as we cannot access employer identifier data through the Employee Security Department for the purpose of reporting employer-specific information. As HCA was required to manually collect information for this report, we developed protocols to enter employer-specific information from all documentation provided by enrollees including responses to employment questions on the BH application and recertification materials as well as copies of payroll information. BH collected employer address information from the documents and used this information to separate individual businesses by location or corporate address. This is the methodology used for compiling the employer information in Table a2.

This methodology allows for consideration of individual franchises. However, whether HCA utilizes the employer name or the employer address to identify employers there are inaccuracies in the resulting data. The methodology used by HCA does not identify an employer that owns more than one "unit" within a franchise system or identify other employers that utilize multiple corporate locations or business addresses in compensating their employees. The employer addresses used in this report are provided in Table a3.

Report B – Aggregate employer data

BH member data compiled from the MBMS was cross-matched to Employment Security Department (ESD) quarterly Unemployment Insurance (UI) employer data. The data match was completed for each of the four quarters of 2005. ESHB 3079 directs that HCA report the aggregate data for each of the four quarters of 2005. HCA has provided this information in Tables b5 through b20. HCA has also provided the 2005 annual aggregate data in Tables b1 through b4.

The aggregate data by employer classification is understated as the data match is conducted by matching the Social Security number (SSN) of BH enrolled adults. BH enrollees may voluntarily provide their Social Security number to BH, but BH cannot require that enrollees provide this information. Thus, the data match excludes 16.5% of the enrolled adults in BH.

As noted above, BH enrollees work for multiple employers, including employers in differing employer classifications. Comparing employer classifications based on the number of BH enrollees they employ can result in over-counting the number of BH enrollees and the state costs for providing BH coverage.

HCA has provided the total cost to the state for providing BH coverage to the net total number enrollees identified in the data match with ESD (see Table b1). The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.69 – the average BH per member per month cost to the state for CY 2006.

Comparison of Data in Report A and Report B

The two reports originate from completely separate data sources. HCA strongly cautions the reader not to make direct comparisons as the information in the reports are not comparable. The reports will also be based on a point-in-time data collection and will, therefore, not reflect changes in employment status. These data limitations must be considered when interpreting the reports.

Observations

Report A - Employer-specific data: Employers with fifty or more adults and family members enrolled.

The January 2006 employer-specific analysis shows a net 3.3 percent (2,753) of BH adults with an employer identified on forms required for account maintenance having fifty or more adults and family members enrolled. Based on the average BH per member per month cost to the state for CY 2006 of \$168.69, the cost to the state for those adults and their enrolled family members is \$879,718.

The June 2006 employer-specific analysis shows a net 3.5 percent (2,971) of BH adults with an employer identified on forms required for account maintenance having fifty or more adults and family members enrolled. Based on the average BH per member per month cost to the state for CY 2006 of \$168.69, the cost to the state for those adults and their enrolled family members is \$905,022.

Report B - Program data match to ESD: BH adults with identifiable SSN.

The ESD employer analysis shows a net 45.0 percent (42,402) of BH adults employed during calendar year 2005. Based on the average BH per member per month cost to the state for CY 2006 of \$168.69, the cost to the state for those adults and their enrolled family members is \$80,980,141, with an average of 7.3 months' enrollment during periods identified as employed.

Of those employed, 25.2 percent (10,691) worked in one quarter, 19.8 percent (8,415) worked in two quarters, 19.3 percent (8,202) worked in three quarters, and 35.6 percent (15,094) worked within each quarter.

Throughout Calendar Year 2005, 32.2 percent (13,645) of BH adults worked for multiple employers: 36.1 percent (15,299) worked total accumulative hours of three months, 25.0 percent (10,616) worked six months, and the remaining 38.9 percent (16,487) worked nine months or more.

Within private and governmental employers, we see a gross 87.6 percent (39,044) employed in the private sector.

Within the five employer sizes identified (covered workers), we see 98.0 percent (52,273) employed within the following four categories:

- 1) 50 or fewer employees - 42.1 percent;
- 2) 51 to 100 employees - 11.3 percent;
- 3) 101 to 1,000 employees - 30.7 percent;
- 4) 1,001 to 5,000 employees - 13.8 percent.

The findings also show that 50.8 percent (27,013) of BH employed adults worked within four of the 20 Industries identified:

- 1) Accommodation and Food Services - 14.9 percent;

- 2) Administrative and Support and Waste Management and Remediation Services - 9.6 percent;
- 3) Health Care and Social Assistance - 12.9 percent;
- 4) Retail Trade - 13.4 percent.

Report Detail Information and Tables

Report A

Table a1) Net Cost to the State - January and June 2006
BH Adults with an Employer identified on forms required for account maintenance

	January		June	
	Net* Total BH Members	Cost to the State**	Net* Total BH Members	Cost to the State**
Net BH Adults and Enrolled Family Members				
BH Adults associated with Employer document	2,753	\$ 464,404	2,971	\$ 501,178
Enrolled Family	2,462	\$ 415,315	2,394	\$ 403,844
Net Total Adults and Dependents	5,215	\$ 879,718	5,365	\$ 905,022

*Net Total (excludes multiple employer counts)

**Net Total cost to the State (CY 2006 average state subsidy PMPM (rounded))

Gross BH Adults and Enrolled Family Members (includes multiple Employer counts)	January	June
BH Adults associated with Employer document	2,810	3,025
Enrolled Family	3,101	2,932
Gross Total Adults and Dependents	5,911	5,957

The monthly cost to the state was determined by multiplying the average BH per member per month cost to the state for CY 2006 - \$168.69 - by the net total of Basic Health members.

Report A

**Table a2) January and June 2006
BH Adults by Employer identified**

Table One of Four - Gross BH member Count - (includes multiple Employer counts) - Total Family 50 or More									
Employer identified on BH account maintenance supporting document	BH Adults associated with Employer identified on forms		Enrolled Family		Total Adults and Dependents		Total Family Percent of Gross Total		
	Jan-06	Jun-06	Jan-06	Jun-06	Jan-06 Descending Sort Order	Jun-06	Jan-06	Jun-06	
Zurkle Fruit Company	197	218	302	293	499	511	8.4%	8.6%	
Evans Fruit Company	136	138	191	184	327	322	5.5%	5.4%	
Wal-Mart	215	253	93	94	308	347	5.2%	5.8%	
Stemilt Management	117	108	190	147	307	255	5.2%	4.3%	
Broetje Orchards	107	113	168	152	275	265	4.7%	4.4%	
Borton & Sons	75	74	107	111	182	185	3.1%	3.1%	
Kelly Services	83	91	49	50	132	141	2.2%	2.4%	
Barrett Business Services	68	62	63	53	131	115	2.2%	1.9%	
Jack in the Box	69	77	51	48	120	125	2.0%	2.1%	
N.W. Management & Realty Services	43	24	74	34	117	58	2.0%	1.0%	
Northwest Horticulture	42	40	66	65	108	105	1.8%	1.8%	
Monson Fruit	48	44	55	61	103	105	1.7%	1.8%	
Pride Packing	50		53		103		1.7%	0.0%	
Valley Roz Orchards	47	57	54	73	101	130	1.7%	2.2%	
Regis	75	71	25	24	100	95	1.7%	1.6%	
Stemilt Growers	42	44	55	69	97	113	1.6%	1.9%	
Continued to page 6	SubTotal	1,414	1,414	1,596	1,458	3,010	2,872	50.9%	48.2%

The reader may estimate the monthly cost to the state for an individual employer by multiplying the total number of adults and dependents for an employer in Table a2 (either January or June 2006) and multiply by \$168.69 – the average state subsidy per member per month for calendar year 2006.

Report A

**Table a2) January and June 2006
BH Adults by Employer identified**

Table Two of Four - Gross BH member Count - (includes multiple Employer counts) - Total Family 50 or More									
Employer identified on BH account maintenance supporting document	BH Adults associated with Employer identified on forms		Enrolled Family		Total Adults and Dependents		Total Family Percent of Gross Total		
	Jan-06	Jun-06	Jan-06	Jun-06	Jan-06 Descending Sort Order	Jun-06	Jan-06	Jun-06	
Del Monte Corporation	57	63	40	47	97	110	1.6%	1.8%	
Washington Fruit & Produce	52	56	45	44	97	100	1.6%	1.7%	
Olsen Brothers Ranches	32	45	61	70	93	115	1.6%	1.9%	
Valley Fruit Enterprises	46	56	44	56	90	112	1.5%	1.9%	
Catholic Community Services	70	70	20	18	90	88	1.5%	1.5%	
Washington Beef	37	40	53	48	90	88	1.5%	1.5%	
Roy Farms	30	28	59	43	89	71	1.5%	1.2%	
Emerald City Pizza	49	50	38	37	87	87	1.5%	1.5%	
Auvil Fruit Company	31	27	55	47	86	74	1.5%	1.2%	
Wyckoff Farms	42	63	41	57	83	120	1.4%	2.0%	
Blue Bird Inc	28	34	55	59	83	93	1.4%	1.6%	
Schwartz Brothers Restaurants	39	35	42	30	81	65	1.4%	1.1%	
Congdon Orchards Inc	31		46		77		1.3%	0.0%	
National Food Corporation	23	33	52	50	75	83	1.3%	1.4%	
Gilbert Orchards	31		42		73		1.2%	0.0%	
Washington Fruit Administrative Services	28	38	42	49	70	87	1.2%	1.5%	
Continued to page 7	SubTotal	626	638	735	655	1,361	1,293	23.0%	21.7%

The reader may estimate the monthly cost to the state for an individual employer by multiplying the total number of adults and dependents for an employer in Table a2 (either January or June 2006) and multiply by \$168.69 – the average state subsidy per member per month for calendar year 2006.

Report A

**Table a2) January and June 2006
BH Adults by Employer identified**

Table Three of Four - Gross BH member Count - (includes multiple Employer counts) - Total Family 50 or More									
Employer identified on BH account maintenance supporting document	BH Adults associated with Employer identified on forms		Enrolled Family		Total Adults and Dependents		Total Family Percent of Gross Total		
	Jan-06	Jun-06	Jan-06	Jun-06	Jan-06 Descending Sort Order	Jun-06	Jan-06	Jun-06	
McDougall & Sons Inc	29	30	41	40	70	70	1.2%	1.2%	
Elite International Inc	29	29	41	39	70	68	1.2%	1.1%	
Washington State University	45	67	21	29	66	96	1.1%	1.6%	
Welcome Market	29	25	37	30	66	55	1.1%	0.9%	
Seattle Public Schools	40	39	25	22	65	61	1.1%	1.0%	
Green Acre Farms	27	49	37	51	64	100	1.1%	1.7%	
Macy's Northwest	45	58	19	23	64	81	1.1%	1.4%	
Washington State Migrant Council	40	53	22	27	62	80	1.0%	1.3%	
Sears	38		24		62		1.0%	0.0%	
Safeway	47	49	14	18	61	67	1.0%	1.1%	
Hogue Ranches	27	27	33	35	60	62	1.0%	1.0%	
Marley Orchards	23		37		60		1.0%	0.0%	
Tacoma School District No 10	44	47	15	22	59	69	1.0%	1.2%	
Yakima Valley Orchards	19	24	40	38	59	62	1.0%	1.0%	
Volt Management	35	35	23	15	58	50	1.0%	0.8%	
RA Rasmussen & Sons	24	32	32	36	56	68	0.9%	1.1%	
Continued to page 8	SubTotal	541	564	461	425	1,002	989	17.0%	16.6%

The reader may estimate the monthly cost to the state for an individual employer by multiplying the total number of adults and dependents for an employer in Table a2 (either January or June 2006) and multiply by \$168.69 – the average state subsidy per member per month for calendar year 2006.

Report A

**Table a2) January and June 2006
BH Adults by Employer identified**

Table Four of Four - Gross BH member Count - (includes multiple Employer counts) - Total Family 50 or More								
Employer identified on BH account maintenance supporting document	BH Adults associated with Employer identified on forms		Enrolled Family		Total Adults and Dependents		Total Family Percent of Gross Total	
	Jan-06	Jun-06	Jan-06	Jun-06	Jan-06 Descending Sort Order	Jun-06	Jan-06	Jun-06
Wendy's International, Inc.	28		28		56		0.9%	0.0%
Baker Produce	25	36	30	40	55	76	0.9%	1.3%
Tacoma Goodwill Industries	39	39	16	19	55	58	0.9%	1.0%
Dovex Fruit Company	21	21	34	35	55	56	0.9%	0.9%
MMP Orchards	19	26	35	39	54	65	0.9%	1.1%
Stadelman Fruit	25	23	29	32	54	55	0.9%	0.9%
King Fuji Ranch, Inc	14	17	39	39	53	56	0.9%	0.9%
Mountain View Fruit	16		37		53		0.9%	0.0%
CPC International Apple Co	22		30		52		0.9%	0.0%
Outwest Fruit	20		31		51		0.9%	0.0%
Brandt Management Co		33		45		78	0.0%	1.3%
Armstrong Uniserve, Inc		48		26		74	0.0%	1.2%
Andrus & Roberts Produce		31		30		61	0.0%	1.0%
Seattle Goodwill Industries		39		21		60	0.0%	1.0%
American Bldg Maintenance		33		22		55	0.0%	0.9%
Central Washington University		39		16		55	0.0%	0.9%
Vignerone Management		24		30		54	0.0%	0.9%
SubTotal	229	409	309	394	538	803	9.1%	13.5%
Gross Total (includes multiple Employer counts)	2,810	3,025	3,101	2,932	5,911	5,957	100.0%	100.0%

The reader may estimate the monthly cost to the state for an individual employer by multiplying the total number of adults and dependents for an employer in Table a2 (either January or June 2006) and multiply by \$168.69 – the average state subsidy per member per month for calendar year 2006.

Report A

Table a3) - In consideration of individual franchisees, we have provided the Employer address identified on the BH account maintenance supporting document. The collection of employer address allowed the separation of an individual business by location.

Employer identified on forms	Employer Address (as identified on document)	Employer identified on forms	Employer Address (as identified on document)
American Bldg Maintenance	1617 S Jackson St, Seattle, WA 98144	Northwest Horticulture	14113 River Bend Rd, Mount Vernon, WA 98273
Andrus & Roberts Produce	PO Box 915 Sunnyside, WA 98944	Olsen Brothers Ranches	46002 North District Line Rd, Prosser, WA 99350
Armstrong Uniserve, Inc	747 St Helens Ave #200, Tacoma, WA 98402	Outwest Fruit	PO Box 1685, Mattawa, WA 99349
Auvil Fruit Company	21902 SR 97 Orondo, WA 98843	Pride Packing	560 Lateral B Road, Wapato, WA 98951
Baker Produce	212 W Railroad Ave, Kennewick, WA 99336	RA Rasmussen & Sons	PO Box 675, Granger, WA 98932
Barrett Business Services	1115 Lincoln Suite 101, Yakima, WA 98902	Regis	7201 Metro Blvd, Minneapolis, MN 55439
Blue Bird Inc	P.O. Box 378, Preshastin, WA 98847	Roy Farms	401 Walters Rd, Moxee, WA 98936
Borton & Sons	2550 Borton Road, Yakima, WA 98903	Safeway	PO Box 99 Pleasanton CA 94566
Brandt Management Co	PO Box B, Parker, WA 98939	Schwartz Brothers Restaurants	325 118th Ave. SE. STE 106, Bellevue, WA 98005
Broetje Orchards	1111 Fishhook Park Road, Prescott, WA 98348	Sears	4742 Hugh Howell RD, Tucker, GA 30084
Catholic Community Services	1323 South Yakima Ave Tacoma, WA 98405	Seattle Goodwill Industries	1400 South Lane St, Seattle, WA 98144
Central Washington University	400 E University Way, Ellensburg, WA 98926	Seattle Public Schools	P.O. Box 34165, Seattle, WA 98124
Congdon Orchards Inc	PO Box 2725, Yakima, WA 98907	Stadelman Fruit	PO BOX 445, Zillah, WA 98953
CPC International Apple Co	PO Box 343, Tieton, WA 98947	Sternit Growers	P.O. Box 2779, Wenatchee, WA 98801
Del Monte Corporation	1075 Progress St, Pittsburgh, PA 15212	Sternit Management	PO Box 2837, Wenatchee, WA 98807
Dovex Fruit Company	2833 Euclid Ave, Weatchee, WA 98801	Tacoma Goodwill Industries	714 S 27th St, Tacoma, WA 98409
Elite International Inc	14040 NE 8th St, Suite 101, Bellevue, WA 98007	Tacoma School District No 10	PO Box 1357, Tacoma, WA 98401
Emerald City Pizza	12121 Harbour Reach Dr #200, Mukilteo, WA 98275	Valley Fruit Enterprises	12 Hoffer Rd, Wapato, WA 98951
Evans Fruit Company	P.O. Box 70, Cowiche, WA 98923	Valley Roz Orchards	P.O. Box 9755, Yakima, WA 98909
Gilbert Orchards	10804 Gilbert Road, Yakima, WA 98903	Vigneron Management	61603 N Wiglus RD, Grandview, WA 98930
Green Acre Farms	451 N Island Rd, Harrah, WA 98933	Volt Management	PO Box 13500, Orange, CA 92657
Hogue Ranches	32302 N McDonald Rd, Prosser, WA 99350	Wal-Mart	702 SW 8th St, Bentonville, AR 72716
Jack in the Box	9330 Balboa Ave, San Deigo, CA 92123	Washington Beef	PO Box 832, Toppenish, WA 98948
Kelly Services	PO Box 6600, Portland, OR 97228	Washington Fruit & Produce	PO Box 1588, Yakima, WA 98907
King Fuji Ranch, Inc	844 Tulip Lane, Richland, WA 99352	Washington Fruit Administrative Services	PO Box 1588, Yakima, WA 98907
Macy's Northwest	PO Box 1548, Cincinnati, OH, 45201	Washington State Migrant Council	105 B South Sixth St, Sunnyside, WA 98944
Marley Orchards	PO BOX 2771, Yakima, WA 98907	Washington State University	P.O. Box 641024, Pullman, WA 99163
McDougall & Sons Inc	305 Olds Station RD, Wenatchee, WA 98801	Welcome Market	31056 Genstar Rd, Hayward, CA 94544
MMP Orchards	P.O. Box 27, Yakima, WA 98907	Wendy's International, Inc.	PO Box 256, Dublin, OH 43017
Monson Fruit	252 N Rushmore Rd Selah, WA 98542	Wyckoff Farms	P.O. Box 249, Grandview, WA 98930
Mountain View Fruit	840 Kallum Rd Outlook, WA 98938	Yakima Valley Orchards	130 East Allan Rd, Naches, WA 98937
N.W. Management & Realty Services	P.O. Box 3109, Pasco, WA 99302	Zurkle Fruit Company	352 Harrison RD, Selah, W 98942
National Food Corporation	1930 Merrill Creek Pkwy, Suite A, Everett, WA 98203		

Report B

Basic Health Employed Adults With Identifiable SSI for Employment Security Data Match for Calendar Year 2005

Table b1) - Calendar Year Net Employed Adults and Family Members by Net Cost to the State

Total CY 2005 BH Members Employed Dependents and other enrolled Adults of Employed members	Employed Adults	Enrolled Family	Total Adults and Dependents
Net Total (excludes multiple employer counts)	42,402	23,631	66,033
Total Member Months Enrolled in Quarters Worked	312,290	167,763	480,053
Net Total cost to the State (CY 2006 average state subsidy PMPM (rounded))	\$52,680,200	28,299,940	80,980,141
Average Length enrolled in CY 2005 During Quarters Employed	7.4	7.1	7.3

Table b2) - Calendar Year Gross Employed Adults by Private and or Governmental Sectors

Total CY 2005 BH Members Employed within Private and or Governmental sectors			Accumulated Hours Worked Three Month intervals		
Employment Sector	Employed Adults	Percent Sector	0 TO 480	481 TO 961	962+
Federal	61	0.1%	21	19	21
Local	4,102	9.2%	2,451	1,000	651
Private	39,044	87.6%	14,071	9,568	15,405
State	1,346	3.0%	936	310	100
Gross Total Employed (includes multiple Sector counts)	44,553	100.0%	17,479	10,897	16,177
Adults can be categorized in multiple Hours intervals			39.2%	24.5%	36.3%

Table b3) - Calendar Year Gross Employed Adults by Employer Size

Total CY 2005 BH Members Employed by Employer Size			Accumulated Hours Worked Three Month intervals		
Employer Size	Employed Adults	Percent Size	0 TO 480	481 TO 961	962+
50 or fewer Employees	22,475	42.1%	7,374	5,662	9,439
51 to 100 Employees	6,041	11.3%	1,937	1,620	2,484
101 to 1,000 Employees	16,398	30.7%	5,532	4,358	6,508
1001 to 5,000 Employees	7,359	13.8%	2,517	2,065	2,777
More than 5,000 Employees	1,065	2.0%	416	309	340
Gross Total Employed (includes multiple Employer counts)	53,338	100.0%	17,776	14,014	21,548
Adults can be categorized in multiple Hours intervals			33.3%	26.3%	40.4%

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Table b4) - Calendar Year Gross Employed Adults by Industry

Total CY 2005 BH Members Employed by Industry			Accumulated Hours Worked Three Month intervals			
Industry	Employed Adults	Percent Industry	0 TO 480	481 TO 961	962+	
Accommodation and Food Services (72)	7,913	14.9%	3,376	1,913	2,624	
Administrative and Support and Waste Management and Remediation Services (56)	5,090	9.6%	3,026	1,058	1,006	
Agriculture, Forestry, Fishing and Hunting (11)	4,517	8.5%	1,864	885	1,768	
Arts, Entertainment, and Recreation (71)	1,640	3.1%	1,019	314	307	
Construction (23)	983	1.8%	545	211	227	
Educational Services (61)	4,187	7.9%	2,717	962	508	
Finance and Insurance (52)	891	1.7%	417	221	253	
Health Care and Social Assistance (62)	6,884	12.9%	2,961	1,693	2,230	
Information (51)	681	1.3%	360	170	151	
Management of Companies and Enterprises (55)	18	0.0%	10	4	4	
Manufacturing (31-33)	3,749	7.1%	1,596	900	1,253	
Mining (21)	27	0.1%	12	6	9	
Other Services (except Public Administration) (81)	2,724	5.1%	1,325	620	779	
Professional, Scientific, and Technical Services (54)	1,575	3.0%	869	364	342	
Public Administration (92)	1,137	2.1%	755	240	142	
Real Estate and Rental and Leasing (53)	1,148	2.2%	589	264	295	
Retail Trade (44-45)	7,126	13.4%	3,238	1,579	2,309	
Transportation and Warehousing (48-49)	1,220	2.3%	634	266	320	
Utilities (22)	65	0.1%	37	15	13	
Wholesale Trade (42)	1,595	3.0%	772	327	496	
Gross Total Employed (includes multiple Industry counts)	53,170	100.0%	26,122	12,012	15,036	
			Adults can be categorized in multiple Hours intervals	49.1%	22.6%	28.3%

The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.69 – the average BH per member per month cost to the state for CY 2006.

Report B

Basic Health Employed Adults With Identifiable SSH for Employment Security Data Match for Calendar Year 2005

Table b5) - 1st Quarter Net Employed Adults and Family Members by Net Cost to the State

First Quarter CY 2005 BH Members Employed Dependents and other enrolled Adults of Employed members	Employed Adults	Enrolled Family	Total Adults and Dependents
Net Total (excludes multiple employer counts)	26,392	14,381	40,773
Total Member Months Enrolled in Quarter Worked	72,427	39,505	111,932
Net Total cost to the State (CY 2006 average state subsidy PMPM (rounded))	\$12,217,711	6,664,098	18,881,809
Average Length enrolled in CY 2005 During Quarter Employed	2.7	2.7	2.7

Table b6) - 1st Quarter Gross Employed Adults by Private and or Governmental Sectors

First Quarter CY 2005 BH Members Employed within Private and or Governmental sectors			Accumulated Hours Worked One Month intervals		
Employment Sector	Employed Adults	Percent Sector	0 TO 160	161 TO 321	322+
Federal	37	0.1%	10	12	15
Local	2,477	9.1%	1096	822	559
Private	23,958	88.4%	5824	6124	12010
State	624	2.3%	334	184	106
Gross Total Employed (includes multiple Sector counts)	27,096	100.0%	7,264	7,142	12,690
Adults can be categorized in multiple Hours intervals			26.8%	26.4%	46.8%

Table b7) - 1st Quarter Gross Employed Adults by Employer Size

First Quarter CY 2005 BH Members Employed by Employer Size			Accumulated Hours Worked One Month intervals		
Employer Size	Employed Adults	Percent Size	0 TO 160	161 TO 321	322+
50 or fewer Employees	14,539	42.9%	3620	4044	6875
51 to 100 Employees	3,815	11.3%	1032	958	1825
101 to 1,000 Employees	10,227	30.2%	2695	2573	4959
1001 to 5,000 Employees	4,653	13.7%	1306	1318	2029
More than 5,000 Employees	619	1.8%	186	167	266
Gross Total Employed (includes multiple Employer counts)	33,853	100.0%	8,839	9,060	15,954
Adults can be categorized in multiple Hours intervals			26.1%	26.8%	47.1%

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Table b8) - 1st Quarter Gross Employed Adults by Industry

First Quarter CY 2005 BH Members Employed by Industry			Accumulated Hours Worked One Month intervals			
Industry	Employed Adults	Percent Industry	0 TO 160	161 TO 321	322+	
Accommodation and Food Services (72)	4,879	16.9%	1247	1587	2045	
Administrative and Support and Waste Management and Remediation Services (56)	2,387	8.3%	961	549	877	
Agriculture, Forestry, Fishing and Hunting (11)	2,266	7.8%	503	487	1276	
Arts, Entertainment, and Recreation (71)	882	3.0%	387	218	277	
Construction (23)	449	1.6%	154	100	195	
Educational Services (61)	2,555	8.8%	1260	842	453	
Finance and Insurance (52)	466	1.6%	133	97	236	
Health Care and Social Assistance (62)	4,029	13.9%	1108	973	1948	
Information (51)	398	1.4%	148	117	133	
Management of Companies and Enterprises (55)	6	0.0%	4	2		
Manufacturing (31-33)	1,758	6.1%	391	320	1047	
Mining (21)	13	0.0%	5	2	6	
Other Services (except Public Administration) (81)	1,532	5.3%	478	437	617	
Professional, Scientific, and Technical Services (54)	818	2.8%	279	234	305	
Public Administration (92)	502	1.7%	259	120	123	
Real Estate and Rental and Leasing (53)	636	2.2%	236	154	246	
Retail Trade (44-45)	3,910	13.5%	1071	946	1893	
Transportation and Warehousing (48-49)	602	2.1%	179	154	269	
Utilities (22)	32	0.1%	18	6	8	
Wholesale Trade (42)	804	2.8%	206	148	450	
Gross Total Employed (includes multiple Industry counts)	28,924	100.0%	9,027	7,493	12,404	
			Adults can be categorized in multiple Hours intervals	31.2%	25.9%	42.9%

The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.69 – the average BH per member per month cost to the state for CY 2006.

Report B

Basic Health Employed Adults With Identifiable SSI for Employment Security Data Match for Calendar Year 2005

Table b9) - 2nd Quarter Net Employed Adults and Family Members by Net Cost to the State

Second Quarter CY 2005 BH Members Employed Dependents and other enrolled Adults of Employed members	Employed Adults	Enrolled Family	Total Adults and Dependents
Net Total (excludes multiple employer counts)	28,773	15,532	44,305
Total Member Months Enrolled in Quarter Worked	80,309	43,202	123,511
Net Total cost to the State (CY 2006 average state subsidy PMPM (rounded))	\$13,547,325	7,287,745	20,835,071
Average Length enrolled in CY 2005 During Quarter Employed	2.8	2.8	2.8

Table b10) - 2nd Quarter Gross Employed Adults by Private and or Governmental Sectors

Second Quarter CY 2005 BH Members Employed within Private and or Governmental sectors			Accumulated Hours Worked One Month intervals		
Employment Sector	Employed Adults	Percent Sector	0 TO 160	161 TO 321	322+
Federal	36	0.1%	9	10	17
Local	2,618	8.8%	1,087	896	635
Private	26,188	88.5%	6,039	6,213	13,936
State	748	2.5%	417	216	115
Gross Total Employed (includes multiple Sector counts)	29,590	100.0%	7,552	7,335	14,703
Adults can be categorized in multiple Hours intervals			25.5%	24.8%	49.7%

Table b11) - 2nd Quarter Gross Employed Adults by Employer Size

Second Quarter CY 2005 BH Members Employed by Employer Size			Accumulated Hours Worked One Month intervals		
Employer Size	Employed Adults	Percent Size	0 TO 160	161 TO 321	322+
50 or fewer Employees	16,173	42.9%	3,740	4,098	8,335
51 to 100 Employees	4,328	11.5%	1,078	1,028	2,222
101 to 1,000 Employees	11,403	30.2%	2,804	2,771	5,828
1001 to 5,000 Employees	5,149	13.6%	1,261	1,418	2,470
More than 5,000 Employees	675	1.8%	187	172	316
Gross Total Employed (includes multiple Employer counts)	37,728	100.0%	9,070	9,487	19,171
Adults can be categorized in multiple Hours intervals			24.0%	25.1%	50.8%

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Table b12) - 2nd Quarter Gross Employed Adults by Industry

Second Quarter CY 2005 BH Members Employed by Industry			Accumulated Hours Worked One Month intervals			
Industry	Employed Adults	Percent Industry	0 TO 160	161 TO 321	322+	
Accommodation and Food Services (72)	5,215	16.2%	1,335	1,574	2,306	
Administrative and Support and Waste Management and Remediation Services (56)	2,633	8.2%	1,043	570	1,020	
Agriculture, Forestry, Fishing and Hunting (11)	3,232	10.1%	947	615	1,670	
Arts, Entertainment, and Recreation (71)	933	2.9%	403	208	322	
Construction (23)	511	1.6%	161	112	238	
Educational Services (61)	2,751	8.6%	1,318	917	516	
Finance and Insurance (52)	497	1.5%	120	108	269	
Health Care and Social Assistance (62)	4,259	13.3%	1,112	1,039	2,108	
Information (51)	403	1.3%	155	108	140	
Management of Companies and Enterprises (55)	7	0.0%	2	1	4	
Manufacturing (31-33)	2,073	6.5%	461	341	1,271	
Mining (21)	18	0.1%	8	3	7	
Other Services (except Public Administration) (81)	1,673	5.2%	485	449	739	
Professional, Scientific, and Technical Services (54)	907	2.8%	359	211	337	
Public Administration (92)	562	1.7%	287	141	134	
Real Estate and Rental and Leasing (53)	697	2.2%	239	180	278	
Retail Trade (44-45)	4,094	12.7%	1,016	945	2,133	
Transportation and Warehousing (48-49)	657	2.0%	217	131	309	
Utilities (22)	37	0.1%	12	7	18	
Wholesale Trade (42)	957	3.0%	288	182	487	
Gross Total Employed (includes multiple Industry counts)	32,116	100.0%	9,968	7,842	14,306	
			Adults can be categorized in multiple Hours intervals	31.0%	24.4%	44.5%

The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.69 – the average BH per member per month cost to the state for CY 2006.

Report B

Basic Health Employed Adults With Identifiable SSH for Employment Security Data Match for Calendar Year 2005

Table b13) - 3rd Quarter Net Employed Adults and Family Members by Net Cost to the State

Third Quarter CY 2005 BH Members Employed Dependents and other enrolled Adults of Employed members	Employed Adults	Enrolled Family	Total Adults and Dependents
Net Total (excludes multiple employer counts)	28,811	15,502	44,313
Total Member Months Enrolled in Quarter Worked	81,129	43,439	124,568
Net Total cost to the State (CY 2006 average state subsidy PMPM (rounded))	\$13,685,651	7,327,725	21,013,376
Average Length enrolled in CY 2005 During Quarter Employed	2.8	2.8	2.8

Table b14) - 3rd Quarter Gross Employed Adults by Private and or Governmental Sectors

Third Quarter CY 2005 BH Members Employed within Private and or Governmental sectors			Accumulated Hours Worked One Month intervals		
Employment Sector	Employed Adults	Percent Sector	0 TO 160	161 TO 321	322+
Federal	35	0.1%	8	8	19
Local	2,396	8.1%	1,517	448	431
Private	26,474	89.3%	5,534	5,999	14,941
State	731	2.5%	405	189	137
Gross Total Employed (includes multiple Sector counts)	29,636	100.0%	7,464	6,644	15,528
Adults can be categorized in multiple Hours intervals			25.2%	22.4%	52.4%

Table b15) - 3rd Quarter Gross Employed Adults by Employer Size

Third Quarter CY 2005 BH Members Employed by Employer Size			Accumulated Hours Worked One Month intervals		
Employer Size	Employed Adults	Percent Size	0 TO 160	161 TO 321	322+
50 or fewer Employees	16,278	43.1%	3,462	3,973	8,843
51 to 100 Employees	4,295	11.4%	967	926	2,402
101 to 1,000 Employees	11,368	30.1%	2,684	2,500	6,184
1001 to 5,000 Employees	5,148	13.6%	1,371	1,151	2,626
More than 5,000 Employees	681	1.8%	174	145	362
Gross Total Employed (includes multiple Employer counts)	37,770	100.0%	8,658	8,695	20,417
Adults can be categorized in multiple Hours intervals			22.9%	23.0%	54.1%

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Table b16) - 3rd Quarter Gross Employed Adults by Industry

Third Quarter CY 2005 BH Members Employed by Industry			Accumulated Hours Worked One Month intervals			
Industry	Employed Adults	Percent Industry	0 TO 160	161 TO 321	322+	
Accommodation and Food Services (72)	5,236	16.1%	1,284	1,477	2,475	
Administrative and Support and Waste Management and Remediation Services (56)	2,743	8.5%	1,030	613	1,100	
Agriculture, Forestry, Fishing and Hunting (11)	3,287	10.1%	821	622	1,844	
Arts, Entertainment, and Recreation (71)	916	2.8%	388	202	326	
Construction (23)	554	1.7%	170	127	257	
Educational Services (61)	2,389	7.4%	1,735	434	220	
Finance and Insurance (52)	503	1.6%	120	111	272	
Health Care and Social Assistance (62)	4,297	13.2%	1,043	1,041	2,213	
Information (51)	413	1.3%	146	118	149	
Management of Companies and Enterprises (55)	7	0.0%	1	2	4	
Manufacturing (31-33)	2,333	7.2%	464	470	1,399	
Mining (21)	17	0.1%	2	4	11	
Other Services (except Public Administration) (81)	1,694	5.2%	492	437	765	
Professional, Scientific, and Technical Services (54)	833	2.6%	271	184	378	
Public Administration (92)	633	2.0%	271	152	210	
Real Estate and Rental and Leasing (53)	709	2.2%	251	168	290	
Retail Trade (44-45)	4,212	13.0%	988	897	2,327	
Transportation and Warehousing (48-49)	667	2.1%	219	139	309	
Utilities (22)	33	0.1%	9	7	17	
Wholesale Trade (42)	959	3.0%	288	161	510	
Gross Total Employed (includes multiple Industry counts)	32,435	100.0%	9,993	7,366	15,076	
			Adults can be categorized in multiple Hours intervals	30.8%	22.7%	46.5%

The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.69 – the average BH per member per month cost to the state for CY 2006.

Report B

Basic Health Employed Adults With Identifiable SSH for Employment Security Data Match for Calendar Year 2005

Table b17) - 4th Quarter Net Employed Adults and Family Members by Net Cost to the State

Fourth Quarter CY 2005 BH Members Employed Dependents and other enrolled Adults of Employed members	Employed Adults	Enrolled Family	Total Adults and Dependents
Net Total (excludes multiple employer counts)	28,527	15,090	43,617
Total Member Months Enrolled in Quarter Worked	78,425	41,617	120,042
Net Total cost to the State (CY 2006 average state subsidy PMPM (rounded))	\$13,229,513	7,020,372	20,249,885
Average Length enrolled in CY 2005 During Quarter Employed	2.7	2.8	2.8

Table b18) - 4th Quarter Gross Employed Adults by Private and or Governmental Sectors

Fourth Quarter CY 2005 BH Members Employed within Private and or Governmental sectors			Accumulated Hours Worked One Month intervals		
Employment Sector	Employed Adults	Percent Sector	0 TO 160	161 TO 321	322+
Federal	21	0.1%	4	7	10
Local	2,561	8.7%	1,101	788	672
Private	26,072	88.9%	5,736	6,503	13,833
State	684	2.3%	347	230	107
Gross Total Employed (includes multiple Sector counts)	29,338	100.0%	7,188	7,528	14,622
Adults can be categorized in multiple Hours intervals			24.5%	25.7%	49.8%

Table b19) - 4th Quarter Gross Employed Adults by Employer Size

Fourth Quarter CY 2005 BH Members Employed by Employer Size			Accumulated Hours Worked One Month intervals		
Employer Size	Employed Adults	Percent Size	0 TO 160	161 TO 321	322+
50 or fewer Employees	15,719	42.6%	3,443	4,223	8,053
51 to 100 Employees	4,174	11.3%	974	1,037	2,163
101 to 1,000 Employees	11,177	30.3%	2,543	2,878	5,756
1001 to 5,000 Employees	5,133	13.9%	1,226	1,371	2,536
More than 5,000 Employees	673	1.8%	149	194	330
Gross Total Employed (includes multiple Employer counts)	36,876	100.0%	8,335	9,703	18,838
Adults can be categorized in multiple Hours intervals			22.6%	26.3%	51.1%

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Table b20) - 4th Quarter Gross Employed Adults by Industry

Fourth Quarter CY 2005 BH Members Employed by Industry			Accumulated Hours Worked One Month intervals			
Industry	Employed Adults	Percent Industry	0 TO 160	161 TO 321	322+	
Accommodation and Food Services (72)	5,227	16.5%	1,320	1,573	2,334	
Administrative and Support and Waste Management and Remediation Services (56)	2,659	8.4%	1,000	587	1,072	
Agriculture, Forestry, Fishing and Hunting (11)	2,748	8.6%	812	690	1,246	
Arts, Entertainment, and Recreation (71)	911	2.9%	423	212	276	
Construction (23)	530	1.7%	164	126	240	
Educational Services (61)	2,578	8.1%	1,199	812	567	
Finance and Insurance (52)	485	1.5%	116	107	262	
Health Care and Social Assistance (62)	4,259	13.4%	1,062	1,053	2,144	
Information (51)	390	1.2%	139	113	138	
Management of Companies and Enterprises (55)	10	0.0%	2	4	4	
Manufacturing (31-33)	2,237	7.0%	433	506	1,298	
Mining (21)	13	0.0%	3	2	8	
Other Services (except Public Administration) (81)	1,641	5.2%	467	435	739	
Professional, Scientific, and Technical Services (54)	832	2.6%	300	192	340	
Public Administration (92)	579	1.8%	289	151	139	
Real Estate and Rental and Leasing (53)	665	2.1%	217	169	279	
Retail Trade (44-45)	4,477	14.1%	1,140	1,023	2,314	
Transportation and Warehousing (48-49)	652	2.1%	187	144	321	
Utilities (22)	32	0.1%	14	6	12	
Wholesale Trade (42)	848	2.7%	177	184	487	
Gross Total Employed (includes multiple Industry counts)	31,773	100.0%	9,464	8,089	14,220	
			Adults can be categorized in multiple Hours intervals	29.8%	25.5%	44.8%

The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.69 – the average BH per member per month cost to the state for CY 2006.

APPENDIX 1

RCW 70.47.170 - Annual reporting requirement

(1) The health care authority, in coordination with the department of social and health services, shall by November 15th of each year report to the legislature:

(a) The number of basic health plan enrollees who: (i) Upon enrollment or recertification had reported being employed, and beginning with the 2008 report, the month and year they reported being hired; or (ii) upon enrollment or recertification had reported being the dependent of someone who was employed, and beginning with the 2008 report, the month and year they reported the employed person was hired; and (iii) the total cost to the state for these enrollees. The information shall be reported by employer [size] for employers having more than fifty employees as enrollees or with dependents as enrollees. This information shall be provided for the preceding January and June of that year.

(b) The following aggregated information: (i) The number of employees who are enrollees or with dependents as enrollees by private and governmental employers; (ii) the number of employees who are enrollees or with dependents as enrollees by employer size for employers with fifty or fewer employees, fifty-one to one hundred employees, one hundred one to one thousand employees, one thousand one to five thousand employees and more than five thousand employees; and (iii) the number of employees who are enrollees or with dependents as enrollees by industry type.

For each aggregated classification, the report will include the number of hours worked and total cost to the state for these enrollees. This information shall be for each quarter of the preceding year.

[2006 c 264 § 1.]

APPENDIX 2

Governor's Veto Message – see next page



STATE OF WASHINGTON

OFFICE OF THE GOVERNOR

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March 27, 2006

To the Honorable Speaker and Members,
The House of Representatives of the State of Washington

Ladies and Gentlemen:

I am returning, without my approval as to Section 3, Engrossed Substitute House Bill No. 3079 entitled:

"AN ACT Relating to health care services."

I support ESHB 3079, an act providing information about our Basic Health Plan and Medical Assistance programs. I am, however, vetoing section 3 of this act, which includes an unnecessary null and void clause.

In signing ESHB 3079, I express a cautionary note as to the interpretation of the reports that it requires to be developed. The employer information to be provided by the Health Care Authority (HCA) and the Department of Social and Health Services (DSHS) is not a requirement for enrollment or eligibility. Consequently, data contained in the reports will have been provided on a voluntary basis, and will be unverified. The two reports - an employer-specific report and an aggregated report - will originate from separate sources. Therefore, they will not be comparable. The reports will also be based on a point-in-time data collection and will therefore not reflect changes in employment status. These data limitations must be considered when interpreting the reports.

It is equally important to note that the Joint Legislative Audit and Review Committee (JLARC) study due in July 2006 will report Basic Health employment status and employer information in more detail than the aggregated report required by this bill.

It is my hope that the information collected and provided to the Legislature in accordance with ESHB 3079 will not be misconstrued to portray beneficiaries of our Basic Health and Medicaid programs in a negative light. These programs are designed to provide health care services to eligible, often working, enrollees. I am confident that they are meeting that intent.

For these reasons, I have vetoed Section 3 of Engrossed Substitute House Bill No. 3079.

With the exception of Section 3, Engrossed Substitute House Bill No. 3079 is approved.

Respectfully submitted,

Christine O. Gregoire
Governor

APPENDIX 3

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