FORM 3

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

| OMB APPROVAL | | | | | | | |
|--------------------------|-----|--|--|--|--|--|--|
| OMB Number: 3235-01 | | | | | | | |
| Estimated average burden | | | | | | | |
| hours per response: | 0.5 | | | | | | |

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| Sandberg Sheryl | | | 2. Date of Event Requiring Stater Month/Day/Yea 10/12/2006 | quiring Statement eHealth, Inc. [EHTH] | | | | | | | | |
|---|-----------------------|--|---|---|---|----------------------------|--|---|---|--|--|--|
| (Last) 1600 AMPHI | (First) THEATER PA | (Middle) RKWAY | | | 4. Relationship of Reporting Person(s) to Is (Check all applicable) X Director 10% C | | n(s) to Issue | (M | 5. If Amendment, Date of Original Filed (Month/Day/Year) | | | |
| (Street) MOUNTAIN VIEW (City) | CA (State) | 94043 (Zip) | | | | Officer (give title below) | Other (spe below) | Ap | olicable Line) X Form filed by | /Group Filing (Check y One Reporting Person y More than One erson | | |
| Table I - Non-Derivative Securities Beneficially Owned | | | | | | | | | | | | |
| 1. Title of Security (Instr. 4) | | | | Beneficially Owned (Instr. 4) | | | | I. Nature of Indirect Beneficial Ownership Instr. 5) | | | | |
| Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) | | | | | | | | | | | | |
| 1. Title of Derivative Security (Instr. 4) | | 2. Date Exercisable and Expiration Date (Month/Day/Year) | | 3. Title and Amount of Securities Underlying Derivative Security (| | | 4. Conversio or Exercis | Form: | 6. Nature of Indirect Beneficial Ownership (Instr. 5) | | | |
| | | | Date Exercisable | Expiratior Date | n Title | | Amount or Number of Shares | Price of Derivative Security | Direct (D) or Indirect (I) (Instr. 5) | | | |
| Stock Option (right to buy) | | (1) | 05/02/2016 | 5 | Common Stock | 25,000 | 12.9 | D | | | | |

Explanation of Responses:

1. Immediately exercisable for all option shares. The option shares become vested as to 25% of the shares 1 year after May 3, 2006 and 1/48th of the shares upon completion of each month of continuous service thereafter.

/s/ Sheryl Sandberg 10/04/2006

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * If the form is filed by more than one reporting person, see Instruction 5 (b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.