

MIDDLESEX WATER COMPANY
CONSOLIDATED STATEMENTS OF INCOME

	Years Ended December 31,		
	2005	2004	2003
Operating Revenues	\$ 74,613,305	\$ 70,991,146	\$ 64,111,214
Operating Expenses:			
Operations	38,635,382	36,519,355	32,666,099
Maintenance	3,519,914	3,464,036	3,529,113
Depreciation	6,460,241	5,846,191	5,362,727
Other Taxes	8,779,325	8,228,354	7,815,918
Total Operating Expenses	57,394,862	54,057,936	49,373,857
Operating Income	17,218,443	16,933,210	14,737,357
Other Income (Expense):			
Allowance for Funds Used During Constructio	547,714	606,019	315,919
Other Income	219,572	221,950	131,499
Other Expense	(27,593)	(32,676)	(89,931)
Total Other Income, net	739,693	795,293	357,487
Income before Interest and Income Taxes	17,958,136	17,728,503	15,094,844
Interest Charges	6,244,671	5,468,576	5,227,030
Income before Income Taxes	11,713,465	12,259,927	9,867,814
Income Taxes	3,237,324	3,814,418	3,237,218
Net Income	8,476,141	8,445,509	6,630,596
Preferred Stock Dividend Requirements	251,286	254,786	254,786
Earnings Applicable to Common Stock	\$ 8,224,855	\$ 8,190,723	\$ 6,375,810
Earnings per share of Common Stock:			
Basic	\$ 0.72	\$ 0.74	\$ 0.61
Diluted	\$ 0.71	\$ 0.73	\$ 0.61
Average Number of Common Shares Outstanding :			
Basic	11,444,785	11,079,835	10,475,295
Diluted	11,783,925	11,422,975	10,818,435
Cash Dividends Paid per Common Share	\$0.673	\$0.663	\$ 0.649