

Shareholder Services

Inquiries about stock transfer, dividends, dividend reinvestment, missing or lost certificates, change of address notification and other account information should be directed to:

**Investor Relations Department,
Middlesex Water Company**
P.O. Box 1500,
Iselin, NJ 08830

Dividend Reinvestment and Stock Purchase Plan

The Company has a Dividend Reinvestment and Stock Purchase Plan through which its shareholders can automatically reinvest all or part of their dividends and/or make direct cash payments to acquire Middlesex Water Company Common Stock.

Direct Deposit of Dividends

Middlesex Water offers direct deposit of dividends whereby dividend payments may be deposited into shareholders' checking, savings or money market accounts. For information call 1-800-368-5948.

Transfer Agent

The Transfer Agent for the Common and Preferred Stocks is:
Registrar and Transfer Company,
10 Commerce Drive,
Cranford, NJ 07016
800-368-5948

View Your Account Online!

Shareholders can view their stockholder account information directly via the Internet. Registrar and Transfer Company (R&T) will issue and mail a password directly to you at your address of record. You may also apply for a password by visiting the R&T website, www.rtc.com. Please note, you will need your account number to request Internet access. This number can be found on your distribution check or dividend reinvestment statement. The R&T web site also has other loadable forms and the ability to submit address changes and request the replacement of outstanding checks.



NASDAQ
GLOBAL SELECT

1500 Ronson Road, Iselin, NJ 08830-3020
732-634-1500 • Fax 732-638-7515
NASDAQ Global Select Market Stock Market Symbol: MWEX
www.middlesexwater.com

About Middlesex Water Company

Middlesex Water Company was incorporated as a water utility company in 1897. The Company collects, treats, distributes and sells water for domestic, commercial, municipal, industrial and fire protection purposes.

New Jersey Companies

The Middlesex System provides water services to approximately 59,700 retail customers, within a 55-square mile area encompassing Woodbridge Township, the City of South Amboy, the Boroughs of Metuchen and Carteret, portions of Edison Township and the Borough of South Plainfield. The Company also provides water under contract to the Township of Edison, the Boroughs of Highland Park and Sayreville, and both the Old Bridge and Marlboro Township Municipal Utilities Authorities. The Middlesex System also provides treatment and pumping services to the Township of East Brunswick under contract. The contract customers of the Middlesex System comprise an area of approximately 146 square miles with a population of about 303,000.

Utility Service Affiliates (Perth Amboy) Inc., operates the City of Perth Amboy's water and wastewater systems and serves approximately 9,700 customers.

Pinelands Water and Wastewater Companies serve approximately 2,500 residential customers in Burlington County, New Jersey.

Utility Service Affiliates, Inc. provides contract operations services and water and sewer line maintenance through its LineCareSM Program.

Delaware Companies

Tridewater Utilities, Inc., (TUI), the Company's Delaware subsidiary along with its wholly-owned subsidiary, Southern Shores, provides water service to about 35,500 retail customers in over 300 separate community water systems in New Castle, Kent and Sussex Counties.

White Marsh Environmental Systems, Inc. operates water and wastewater systems in Delaware, under contract, and serves about 7,200 residential customers.

Tidewater Environmental Services, Inc. provides wastewater services to approximately 1,800 residential retail customers in Delaware.

2009 First Quarter Report



A Provider of Water,
Wastewater and Related
Products and Services

MARCH 31, 2009

www.middlesexwater.com

A Note from the President

To Our Shareholders,

For the quarter ended March 31, 2009, operating revenues were \$20.6 million, compared to \$20.9 million in 2008. Earnings applicable to common stock were \$1.3 million, or \$0.10 per basic share, compared to \$1.9 million or \$0.15 per basic share in 2008.

First Quarter Results

Revenues in our Middlesex system in New Jersey decreased \$0.6 million as a result of lower water consumption across all customer classes. Water consumption demands by several large industrial customers in New Jersey dropped due to reduced output from their production processes. This trend is also reflected in consumption patterns in certain of the company's commercial customers, which are generally office facilities and guest facilities. While initially isolated from the economic challenges facing many businesses, our Middlesex system in New Jersey is beginning to feel the effect of declines in industrial and commercial water consumption as demands for the products and services of certain of these customers have decreased. The ultimate future impact of recent economic conditions on these customers is unknown at this time. However, these conditions highlight a need to accelerate rate case activity in New Jersey to adjust our regulated revenue requirement across various customer classes.

Revenues improved \$0.1 million in our Tidewater system in Delaware due to a combination of customer growth, higher consumption and higher rates in effect. Revenues from contract operations with the City of Perth Amboy, New Jersey rose \$0.2 million due to scheduled fee increases. We continue to be encouraged by customer growth and higher consumption in our Delaware operations and are prepared to meet the summer water consumption demands of this growing customer base.

Board Declares Dividend

The Board of Directors declared a quarterly cash dividend of \$0.1775 per share, payable June 1, 2009, to common stockholders as of May 15, 2009. The Company has paid cash dividends in varying amounts continually since 1912. Its current dividend yield is 5.00%.

Middlesex Earns Green Leadership Honors

In April, Middlesex Water was named a finalist in the Green Leadership Awards sponsored by NJBIZ, a leading New Jersey business publication. Middlesex was selected in the category of Green Education for its outreach efforts. In addition, in May, the Environmental Institute at Delaware Technical and Community College honored Gerard L. Esposito, president of Tidewater Utilities, with its Lifetime Achievement Award.

Preserving Our Resources

We have teamed with the U.S. Environmental Protection Agency's Water Sense® program to provide consumers access to water-efficient products and simple water-saving practices through our newly redesigned website at www.middlesexwater.com. In keeping with our role as a steward of the environment, we believe that preserving our nation's energy and water supplies is critical to our quality of life and that of future generations.

Annual Shareholders Meeting

Middlesex Water will hold its annual meeting of shareholders on Wednesday, May 20, 2009, beginning at 11:00 EDT at its corporate headquarters in Iselin, NJ.

Technology Update

We remain on course with our implementation of Enterprise Resource Planning technology which will help integrate critical business processes, drive performance across all of our companies and help us continue to improve the quality of our services for our customers. Our Human Resources, Accounts Payable and General Ledger applications are expected to go live on June 1. Our employees have worked very hard to prepare for this transition and we appreciate their dedication in seeing this phase of the project to its fruition.

We remain confident in our strategic approach to growing the business and thank you for your continued confidence and support.



Dennis W. Doll
President and Chief Executive Officer
May 11, 2009



CONDENSED CONSOLIDATED STATEMENT OF INCOME

(Unaudited)

(In thousands except per share amounts)

	Three Months Ended March 31,	
	2009	2008
Operating Revenues	<u>\$20,583</u>	<u>\$20,855</u>
Operating Expenses:		
Operations	11,855	11,102
Maintenance	1,188	996
Depreciation	2,086	1,931
Other Taxes	<u>2,452</u>	<u>2,479</u>
Total Operating Expenses	<u>17,581</u>	<u>16,508</u>
Operating Income	<u>3,002</u>	<u>4,347</u>
Other Income (Expense):		
Allowance for Funds Used		
During Construction	241	103
Other Income	178	241
Other Expense	<u>(10)</u>	<u>(46)</u>
Total Other Income, net	<u>409</u>	<u>298</u>
Interest Charges	<u>1,392</u>	<u>1,517</u>
Income before Income Taxes	<u>2,019</u>	<u>3,128</u>
Income Taxes	<u>658</u>	<u>1,124</u>
Net Income	<u>1,361</u>	<u>2,004</u>
Preferred Stock Dividend Requirements	<u>52</u>	<u>62</u>
Earnings Applicable to Common Stock	<u>\$ 1,309</u>	<u>\$ 1,942</u>
Earnings per share of Common Stock:		
Basic	\$ 0.10	\$ 0.15
Diluted	\$ 0.10	\$ 0.15
Average Number of Common Shares Outstanding:		
Basic	13,413	13,254
Diluted	13,676	13,585
Cash Dividends Paid per Common Share	<u>\$0.1775</u>	<u>\$0.1750</u>

Visit Our Investor Relations Website:

To learn more about developments at Middlesex Water Company and to register for periodic e-mail updates, please visit the Investor Relations Section of our website at www.middlesexwater.com