FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

| Washington, | D.C. | 20549 |
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| Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b). |
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: 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

| 1. Name and Address of Reporting Person* <u>Esposito Gerard L</u> | | | | | | 2. Issuer Name and Ticker or Trading Symbol MIDDLESEX WATER CO [MSEX] | | | | | | | | | | 5. Relationsh (Check all ap Dire | | olicable) | g Pers | 10% C | wner |
|---|--|--|--|-------|----------------------------------|--|--|---|---|-----------------|--|-------|---|--|-------------------------|--|--|-----------------------------|---|--|------|
| (Last) 18 VICT | (Fii ORIA DRIV | , | Middle) | | | 3. Date of Earliest Transaction (Month/Day/Year) 01/04/2007 | | | | | | | | | | X | belov | | | Other (specify below) ent | |
| (Street) MILFOR (City) | | | 19963 Zip) | | 4. If | 4. If Amendment, Date of Original Filed (Month/Day/Year) | | | | | | | | | | 6. Indiv Line) X | idual or Joint/Group Filing (Check Applicable Form filed by One Reporting Person Form filed by More than One Reporting Person | | | | |
| | Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned | | | | | | | | | | | | | | | | | | | | |
| Date | | | | Date | ate Month/Day/Year) | | 2A. Deemed Execution Date, if any (Month/Day/Year) | | 3. Transaction Code (Instr. 8) | | 4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4 5) | | | | 4 and Sec Ben Owr | | curities neficially vned Following | | mership : Direct · Indirect str. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) | |
| | | | | | | | Code | v | Amount | | (A) or (D) | Price | | Reported Transaction(s) (Instr. 3 and 4) | | | | (111501.4) | | | |
| Common Stock (Restricted Stock) | | | | | | | | | | | | | | | | | | 5,708 | | D | |
| Common Stock (DRP Certificates) | | | | | | | | | | | | | | | | 1,600 | | D | | | |
| Common Stock (DRP) 01/ | | | | 01/03 | 3/2007 | | | | | A | | 1 | | A \$1 | | 8.84 | 305 | | B05 D | | |
| Common Stock (Joint Account w/Spouse) | | | | | | | | | | | | | | | 200 | | D ⁽¹⁾ | | | | |
| | Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) | | | | | | | | | | | | | | | | | | | | |
| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deem Execution if any (Month/Da | Date, | 4. Transaci Code (In 8) | | or. Of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | | 6. Date E. Expiratio (Month/D Date Exercisal | n Date ay/Ye | Amount Securiti Underly Derivati Security and 4) | | ount of urities erlying vative urity (In 4) Am or Nui | | Derir Secu (Inst | | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4) | Ox Fo Di or (I) | o. wnership orm: irect (D) Indirect (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) | |

Explanation of Responses:

1. Shares Held in Street Name

/s/ Ronald F. Williams, Power

of Attorney for Gerard L. 01/04/2007

Esposito

** 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 4 (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.