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# News Release

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FOR IMMEDIATE RELEASE

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## YORK WATER COMPANY ANNOUNCES THREE MONTH EARNINGS

**York, Pennsylvania, May 7, 2007:** The York Water Company's (NASDAQ:YORW) President, Jeffrey S. Osman, announced today the Company's financial results for the first quarter of 2007.

President Osman reported that operating revenues of \$7,385,000 increased 11.7% over the first quarter of 2006 due to growth in the customer base of approximately 2,200 and a 9.2% rate increase granted by the Pennsylvania Public Utility Commission, which was effective September 15, 2006.

First quarter earnings of \$1,326,000 increased 5.3% compared to first quarter 2006. The increase in net income is attributed to the increase in revenues.

During the first quarter of 2007, the Company incurred \$3.3 million on construction projects and the acquisition of the Abbottstown Borough water system. The majority of the construction expenditures were for distribution system expansion and improvements.

**Three Months Ended  
March 31  
In 000's (except per share)**

	<u>2007</u>	<u>2006</u>
Water Operating Revenues	\$7,385	\$6,614
Net Income from Water Operations	\$1,326	\$1,259
Average Number of Common Shares Outstanding	11,204	10,403
Basic Earnings per Common Share	\$0.12	\$ 0.12
Dividends Paid Per Common Share	\$0.118	\$0.112

Share and per share amounts in the above table have been restated to reflect the September 2006 three-for-two stock split.

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