

---

# News Release

The York Water Company  
130 East Market Street  
York, PA 17401

Contact: Jeffrey R. Hines, President  
or  
Matthew E. Poff, Chief Financial Officer



Phone: 717-845-3601

FOR IMMEDIATE RELEASE

---

## THE YORK WATER COMPANY REPORTS THREE MONTHS EARNINGS

**York, Pennsylvania, May 7, 2019:** The York Water Company's (NASDAQ:YORW) President, Jeffrey R. Hines, announced today the Company's financial results for the first quarter of 2019.

President Hines reported that first quarter operating revenues of \$11,831,000 increased \$187,000, and net income of \$2,813,000 increased \$219,000 compared to the first quarter of 2018. Basic and Diluted Earnings per share of \$0.22 for the three-month period increased \$0.02 compared to the same period last year. Increased revenues were primarily due to an increase in rates effective March 1, 2019 partially offset by a reset to zero of the Distribution System Improvement Charge (DSIC). DSIC is a Pennsylvania Public Utility Commission (PPUC) allowed charge that water utilities collect from customers for the replacement of aging infrastructure. Growth in the water customer base also added to revenues. A decrease in per capita consumption reduced the impact of the new customers. The increased income was partially offset by higher operation and maintenance expenses and depreciation. Income taxes decreased due to higher deductions from the IRS tangible property regulations and lower state income taxes.

During the first three months of 2019, the Company invested \$3.3 million in construction expenditures for various replacements and improvements to infrastructure. The Company estimates it will invest an additional \$17.0 million in 2019, excluding acquisitions, for additional main extensions, dam improvements, expansion of a wastewater treatment plant, and routine improvements to its pipes, service lines, and other facilities to ensure a safe, adequate, and reliable supply of drinking water and to maintain proper handling and disposal of wastewater for the Company's growing customer base.

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

	<u>2019</u>	<u>2018</u>
Operating Revenues	\$11,831	\$11,644
Net Income	\$2,813	\$2,594
Average Number of Common Shares Outstanding	12,942	12,877
Basic and Diluted Earnings per Common Share	\$0.22	\$0.20
Dividends Declared Per Common Share	\$0.1733	\$0.1666

This news release may contain forward-looking statements regarding the Company's operational and financial expectations. These statements are based on currently available information and are subject to risks, uncertainties, and other events which could cause the Company's actual results to be materially different from the results described in this statement. The Company undertakes no duty to update any forward-looking statement.

###