

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT PURSUANT
TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

Date of report (Date of earliest event reported): May 16, 2016 (May 9, 2016)

Commission File Number 0-8084

Connecticut Water Service, Inc.
(Exact name of registrant as specified in its charter)

Connecticut (State or other jurisdiction of incorporation or organization)	06-0739839 (I.R.S. Employer Identification No.)
93 West Main Street, Clinton, CT (Address of principal executive office)	06413 (Zip Code)

(860) 669-8636
(Registrant's telephone number, including area code)

Not Applicable
(Former name, address and former fiscal year, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 5.07 Submission of Matters to a Vote of Security Holders.

Connecticut Water Service, Inc. (the “Company”) held its Annual Meeting of Shareholders on May 13, 2016 (the “Annual Meeting”). At the Annual Meeting, the shareholders re-elected Heather Hunt and Eric W. Thornburg to the Company’s Board of Directors (the “Board”).

At the Annual Meeting, the Company’s shareholders voted on the following proposals set forth in the Company’s Definitive Proxy Statement on Schedule 14A, which was filed with the Securities and Exchange Commission and mailed to shareholders on March 31, 2016 (the “2016 Proxy Statement”).

(1) A proposal to elect two nominees to the Board, with Ms. Hunt and Mr. Thornburg to serve terms expiring at the 2019 annual meeting of shareholders. Each director was elected and received the following votes:

<u>Director</u>	<u>For</u>	<u>Withheld</u>	<u>Broker Non-Votes</u>
Heather Hunt	16,825,201	406,921	10,319,863
Eric W. Thornburg	16,155,952	1,076,170	10,319,863

(2) A proposal to approve a non-binding advisory resolution regarding the compensation of the Company’s named executive officers as disclosed in the 2016 Proxy Statement. The proposal was approved and received the following votes:

<u>For</u>	<u>Against</u>	<u>Abstain</u>	<u>Broker Non-Votes</u>
16,218,271	741,850	272,001	10,319,863

(3) A proposal to ratify the appointment of Baker Tilly Virchow Krause LLP as the Company’s independent registered public accounting firm for the fiscal year ending December 31, 2016. The proposal was approved and received the following votes:

<u>For</u>	<u>Against</u>	<u>Abstain</u>
26,681,702	737,560	132,723

Item 8.01 Other Events

2016 Annual Meeting of Shareholders

On May 13, 2016, the Company held its 2016 Annual Meeting of Shareholders at the Madison Beach Hotel in Madison, Connecticut. At the Annual Meeting, the Company's shareholders elected a slate of two Class I Directors, approved a non-binding advisory resolution regarding the compensation of the Company's named executive officers, and ratified the Audit Committee's appointment of Baker Tilly Virchow Krause LLP as independent auditors for 2016.

The President/CEO and the Senior Vice President/CFO's presentation at the Annual Meeting of Shareholders will be available for viewing for 30 days at the Company's web site: www.ctwater.com/investors on the "Events & Presentations" page. The presentation was previously filed as Exhibit 99.1 to the Company's current report on Form 8-K filed on May 13, 2016.

On May 16, 2016, the Company issued a press release concerning the results of the 2016 Annual Meeting. A copy of this press release is attached hereto as Exhibit 99.1 and is hereby incorporated herein by reference.

Award of Restricted Shares to Non-Employee Directors

The Board approved the award of restricted shares of the Company's Common Stock to each of the Company's non-employee directors under the Company's 2014 Performance Stock Program (the "Program"). These annual awards are consistent with a similar set of awards made in May of each year 2007-2015 pursuant to the Board's director compensation policies established by the Board in 2007.

In 2016, the number of shares of Common Stock comprising each restricted share award shall, in each case, be equal to \$20,000 divided by the fair market value (as calculated under the Program) of a share of Common Stock on May 12, 2016, the day prior to date of grant, and rounded up to the nearest whole share. The awards are not subject to the attainment of performance conditions and will vest in full as of May 13, 2016, the first anniversary of the date of grant. Each award will be evidenced by a written award agreement between the Company and the non-employee director.

A copy of the form of restricted share award agreement for non-employee directors is filed as Exhibit 10.1 to this Current Report on Form 8-K and is incorporated herein by reference.

Declaration of Dividends

At its May 13, 2016 organizational meeting, the Board declared a quarterly cash dividend of \$0.2825 per common share payable on June 15, 2016 for shareholders of

record as of June 1, 2016. In addition, the Board also declared a quarterly cash dividend of \$0.20 per share on Preferred A shares payable on July 15, 2016 for shareholders of record as of July 1, 2016, and a quarterly cash dividend of \$0.225 on Preferred 90 (OTCBB: CTWSP) shares payable on August 1, 2016 for shareholders of record as of July 19, 2016.

On May 13, 2016, the Company issued a press release regarding the declaration of dividends. A copy of the Company's May 13, 2016 press release is filed herewith as Exhibit 99.2 and is hereby incorporated by reference herein.

First Quarter Earnings Release

On May 9, 2016, the Company issued a press release announcing its earnings for the first quarter of 2016. A copy of the Company's May 9, 2016 press release is filed herewith as Exhibit 99.3 and is hereby incorporated by reference herein.

Merger Transaction with The Heritage Village Water Company

On May 10, 2016, the Company and a wholly-owned subsidiary entered into an Agreement and Plan of Merger (the "Agreement") with Heritage Village Water Company, a specially-chartered Connecticut corporation ("HVWC"), pursuant to which the subsidiary will be merged with and into HVWC, with HVWC as the surviving entity (the "Merger").

How to Find Further Information

In connection with the Merger, the Company will be filing a registration statement on Form S-4 under the Securities Act with the SEC containing a proxy or information statement of HVWC that also constitutes a prospectus of the Company (the "Statement/Prospectus") and other documents regarding the proposed transaction.

Before making any voting or investment decisions, we urge investors and security holders to read the Statement/ Prospectus (including all amendments and supplements thereto) and other documents filed with the SEC carefully and in their entirety when they become available, because they will contain important information about the Company, HVWC and the proposed Merger.

When available, copies of the Statement/Prospectus will be mailed to HVWC's shareholders. Copies of the Statement/ Prospectus may be obtained free of charge at the SEC's web site at www.sec.gov, or by directing a request to the Company's Corporate Secretary, Kristen A. Johnson, at Connecticut Water Service, Inc., 93 West Main Street, Clinton, Connecticut 06413, or by telephone at 1-800-425-3985, ext. 3056, or on our website at www.ctwater.com. Copies of other documents filed by the Company with the SEC may also be obtained free of charge at the SEC's web site or by directing a request to the Company at the address provided above.

Participants in the Solicitation

The Company and HVWC and certain of their directors and executive officers may be deemed to be participants in the solicitation of proxies in connection with the approval of the proposed Merger. Information regarding the Company's directors and executive officers and their respective interests in the Company by security holdings or otherwise is available in its Annual Report on Form 10-K filed with the SEC on March 14, 2016 and its Proxy Statement on Schedule 14A filed with the SEC on March 31, 2016. Information regarding HVWC's directors and executive officers and their respective interests in HVWC by security holdings or otherwise is available in HVWC's Annual Report for 2014 filed with the PURA and available at the PURA's website, www.ct.gov/pura. Additional information regarding the interests of such potential participants is or will be included in the Statement/Prospectus and registration statement, and other relevant materials to be filed with the SEC, when they become available, including in connection with the solicitation of proxies to approve the proposed Merger.

Cautionary Statements

This current report shall not constitute an offer to sell or the solicitation of an offer to buy any securities, nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction. No offer or sale of securities shall be made except by means of a prospectus meeting the requirements of Section 10 of the Securities Act.

Item 9.01 Financial Statements and Exhibits:

The following documents are filed herewith as exhibits:

(d) Exhibits

- 10.1 Form of Restricted Share Award Agreement for non-employee Directors under the Company's 2014 Performance Stock Program (incorporated by reference from Exhibit 10.1 to current report on Form 8-K filed on May 11, 2015).
- 99.1 Company Press Release dated May 16, 2016 regarding Annual Meeting matters, filed herewith.
- 99.2 Company Press Release regarding annual meeting matters and declaration of dividends, dated May 13, 2016, filed herewith.
- 99.3 Company Press Release reporting earnings for the first quarter of 2016, dated May 9, 2016, filed herewith.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Registrant has duly caused this report to be signed on its behalf by the undersigned, hereunto duly authorized.

Connecticut Water Service, Inc.
(Registrant)

Date: May 13, 2016

By: /s/David C. Benoit

David C. Benoit
Senior Vice President – Finance and
Chief Financial Officer

EXHIBIT INDEX

Exhibit No.	Description
10.1	Form of Restricted Share Award Agreement for non-employee Directors under the Company's 2014 Performance Stock Program (incorporated by reference from Exhibit 10.1 to current report on Form 8-K filed on May 11, 2015).
99.1	Company Press Release dated May 16, 2016 regarding Annual Meeting matters, filed herewith.
99.2	Company Press Release regarding annual meeting matters and declaration of dividends, dated May 13, 2016, filed herewith.
99.3	Company Press Release reporting earnings for the first quarter of 2016, dated May 9, 2016, filed herewith.

NEWS

Connecticut Water Service, Inc. Elects Directors

Discusses recent agreement to acquire Heritage Village Water Company and Dividend Increase

Clinton, Connecticut, May 16, 2016 – Shareholders of Connecticut Water Service, Inc.

(NASDAQ GS:CTWS) overwhelmingly reelected two directors, and ratified the Audit Committee’s selection of Baker Tilly Virchow Krause, LLP as independent auditors for 2016, at the Company’s Annual Meeting of Shareholders held on May 13, 2016, in Madison, Connecticut.

Reelected to the board were Heather Hunt and Eric W. Thornburg. Ms. Hunt is an attorney and Executive Director of the New England States Committee on Electricity and previously served as Director of State and Local Government Affairs at United Technologies. Mr. Thornburg has been president and Chief Executive Officer of the Company since 2006, and has been the Chairman of the Board since 2007. Ms. Hunt’s and Mr. Thornburg’s new director terms will expire in 2019.

Eric W. Thornburg, Connecticut Water’s Chairman, President and CEO, said “We are pleased that shareholders, through their votes to reelect directors, have reaffirmed our long-term strategy to build shareholder value by recruiting, developing and retaining employees who are passionate about delivering high-quality water and world class customer service to families and communities in Connecticut and Maine.”

Following the re-election of directors and selection of independent auditors, Mr. Thornburg and David C. Benoit, Senior Vice President and CFO, addressed shareholders and gave an overview of CTWS’s performance during 2015 and the first quarter of 2016. They also discussed the Company’s continuing long-term strategy to deliver solid financial results by satisfying customers, maintaining CTWS as an employer of choice, and being good stewards of the environment.

The presentation noted how the Company’s long-term strategy is supported by its May 10th announcement that it had reached an agreement to acquire the Heritage Village Water Company (HVWC) in Southbury. HVWC serves 4,700 water customers and 3,000 wastewater

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customers in the communities of Middlebury, Oxford and Southbury. CTWS's unregulated water service provider, New England Water Utility Services, Inc., has been the contract operator of HVWC's water and wastewater operations and has been providing support services for HVWC for more than a decade. The Company's May 10th news release and Form 8-K filing with the U.S. Securities and Exchange Commission regarding the HVWC acquisition are available at ir.ctwater.com.

The Company also announced at the meeting that the Company's Board of Directors had approved an increase of 5.6% in its annualized cash dividend, raising the quarterly amount to \$0.2825 per share of the Company's common stock for an annual dividend of \$1.13. The Board's action marks the 47th consecutive year of increasing dividend payments, and accelerates the timing of the annual increase which has historically occurred in the third quarter of the year. That acceleration combined with the increase projects to a 6.2% increase in 2016 dividends versus 2015. CTWS is included in NASDAQ's US Broad Market Dividend Achievers Index.

As of May 13, 2016, the dividend yield on the Company's common stock was approximately 2.2%. Connecticut Water has paid dividends on its common stock each quarter since its founding in 1956 without interruption or reduction.

The Board also declared a quarterly cash dividend of \$0.20 per share on Preferred A shares payable on July 15, 2016, for shareholders of record as of July 1, 2016, and a quarterly cash dividend of \$0.225 on Preferred 90 shares payable on August 1, 2016, for shareholders of record as of July 19, 2016. The cash dividends on Preferred A and Preferred 90 shares are unchanged.

Presentation slides from the Annual Meeting of Shareholders are accessible now at the Investors section of the Company's website – ir.ctwater.com - "Events & Presentations" and will be available for 30 days following the event.

Connecticut Water Service, Inc. is the largest publicly traded water company based in New England. Through its wholly-owned public water utility subsidiaries, The Connecticut Water Company and The Maine Water Company, the Company provides drinking water to more than 123,000 customers, or about 400,000 people, throughout the states of Connecticut and Maine.

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Additional Information About the Merger and Where to Find It

In connection with the proposed merger, CTWS will be filing a registration statement on Form S-4 with the SEC under the Securities Act of 1933 containing a proxy or information statement of Heritage Village Water Company that also constitutes a prospectus of CTWS (the “Statement/Prospectus”) and other documents regarding the proposed transaction.

Before making any voting or investment decisions, we urge investors and security holders to read the Statement/Prospectus (including all amendments and supplements thereto) and other documents filed with the SEC carefully and in their entirety when they become available, because they will contain important information about CTWS, Heritage Village Water Company and the proposed merger.

When available, copies of the Statement/Prospectus will be mailed to the shareholders of Heritage Village Water Company. Copies of the Statement/Prospectus may be obtained free of charge at the SEC’s web site at www.sec.gov, or by directing a request to CTWS’s Corporate Secretary, Kristen A. Johnson, at Connecticut Water Service, Inc., 93 West Main Street, Clinton, Connecticut 06413, or by telephone at 1-800-428-3985, ext. 3056, or on our website at www.ctwater.com. Copies of other documents filed by CTWS with the SEC may also be obtained free of charge at the SEC’s web site or by directing a request to CTWS at the address provided above.

CTWS and Heritage Village Water Company and certain of their directors and executive officers may be deemed to be participants in the solicitation of proxies in connection with the approval of the proposed merger. Information regarding CTWS’s directors and executive officers and their respective interests in CTWS by security holdings or otherwise is available in its Annual Report on Form 10-K filed with the SEC on March 14, 2016 and its Proxy Statement on Schedule 14A filed with the SEC on March 31, 2016. Certain information regarding Heritage Village Water Company’s directors and executive officers is available in its Annual Report for 2014 filed with the PURA and available at the PURA’s website, www.ct.gov/pura. Additional information regarding the interests of such potential participants will be included in the Statement/Prospectus and registration statement, and other relevant materials to be filed with the SEC, when they become available, including in connection with the solicitation of proxies to approve the proposed merger.

This press release shall not constitute an offer to sell or the solicitation of an offer to buy any securities, nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction. No offer or sale of securities shall be made except by means of a prospectus meeting the requirements of Section 10 of the Securities Act of 1933.

News media contact:

Daniel J Meaney, APR,
Director of Corporate Communications
Connecticut Water Service, Inc.
93 West Main Street, Clinton, CT 06413-1600
(860) 664-6016

This press release may contain certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 regarding the Company's results of operation, financial position and long-term strategy. These forward-looking statements are based on current information and expectations, and are subject to risks and uncertainties discussed in our filings with the Securities and Exchange Commission, which could cause the Company's actual results to differ materially from expected results. We undertake no obligation to update or revise forward-looking statements, whether as a result of new information, future events, or otherwise.

NEWS

Connecticut Water Service, Inc. Increases Cash Dividend on Common Shares by nearly 6%

*47 Consecutive Years of Increasing Dividend Payments
Annualized Dividend on Common Stock Increased to \$1.13 per Share*

Clinton, Connecticut, May 13, 2016 – Connecticut Water Service, Inc. (NASDAQ GS: CTWS) announced that the Company’s Board of Directors has approved an increase of 5.6% in its annualized cash dividend, raising the quarterly amount to \$0.2825 per share of the Company’s common stock for an annualized dividend of \$1.13. CTWS’s dividend has increased more than 15% since 2013, and today’s announcement marks the 47th consecutive year of increasing dividend payments. This increase also accelerates the timing of the annual increase which has historically occurred in the third quarter of the year. That acceleration combined with the increase projects to a 6.2% increase in 2016 dividends versus 2015. CTWS is included in the NASDAQ U.S. Broad Market Dividend Achievers Index, which requires a minimum of 10 consecutive years of dividend increases.

Eric W. Thornburg, Connecticut Water’s President and CEO, stated, “Today’s action by the Board builds on our long history of increasing dividend payments in each of the last 47 years and of paying quarterly dividends on common stock without interruption or reduction since the Company’s founding in 1956. Our 2015 dividend payout ratio was 51% and we are very comfortable increasing the cash dividend by the highest amount in our 60 year history.”

The quarterly cash dividend on common shares was increased to \$0.2825 per quarter from \$0.2675, and will be effective with the dividend declared by the Board on common shares that is payable on June 15, 2016, for shareholders of record as of June 1, 2016. The Company’s dividend yield, based on an annualized dividend of \$1.13 at the stock market closing price on May 12, 2016, was approximately 2.2%.

The Company has a Dividend Reinvestment Plan and Common Stock Purchase Plan (DRIP) available to registered shareholders, and customers and employees of the Company’s regulated water utility subsidiaries. Additional information about the DRIP and a plan prospectus are available on the Investors page of the Company’s Web site (ir.ctwater.com) or upon request.

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News media contact:

Daniel J. Meaney, APR

Director of Corporate Communications
Connecticut Water Service, Inc.
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Connecticut Water Service, Inc. Reports First Quarter Earnings *Earnings Total \$0.29 per Share in Q1, Increase of Nearly 4%*

Clinton, Connecticut, May 9, 2016 – Connecticut Water Service, Inc. (NASDAQ GS: CTWS) announced net income of \$3.14 million, or earnings per basic average share (EPS) of \$0.29, on total revenues of \$23.1 million in the first quarter of 2016. Total revenues include revenues generated by the Company’s three business segments: Water Operations, Service and Rentals, and Real Estate. In the same period of 2015, the Company had net income of \$3.10 million, or \$0.28 EPS, on total revenues of \$21.7 million.

Operating Results

Net income in the Company’s core business, the Water Operations segment, was \$2.8 million, on revenues of \$21.9 million. In the same period of 2015, net income from the segment totaled \$2.7 million, on revenues of \$20.3 million. The increase in revenues was related to recovery of costs for completed infrastructure replacement projects through the Water Infrastructure and Conservation Adjustment (WICA) in Connecticut and the Water Infrastructure Charge (WISC) in Maine, as well as a general rate increase in Maine’s Biddeford division.

The Services and Rentals segment contributed income of \$395,000 in the first quarter of 2016. In the same period of 2015, the segment contributed \$369,000. There was no activity in the Real Estate segment in the first quarter of 2016 and 2015.

Income tax expense in first quarter of 2016 was approximately \$400,000, resulting in an effective tax rate of just under 10%, a rate that should be typical going forward as the Company continues to benefit from its investment in aging infrastructure and the immediate tax deduction it provides. In 2015, the Company received a one-time credit in tax expense stemming from the completion of an IRS audit that yielded no change in the Company’s tax liability for the years reviewed. The completion of the audit resulted in a \$1.2 million reduction in tax expense and a (negative 34%) effective tax rate. Operations & Maintenance expenses decreased \$35,000 in the first quarter of 2016 when compared to 2015.

Eric W. Thornburg, President and CEO of CTWS, noted that cost control is a key element of the Company’s financial strategy. Mr. Thornburg stated, “In the first quarter our focus on cost control helped to partially offset the impact of a change in our effective tax rate on federal income tax from negative 34% in 2015 to positive 10% in 2016, a swing of \$1.3 million. Excluding federal income tax expense, total operating expenses increased less than 2%.” Mr. Thornburg added, “Continued investment in infrastructure replacement through WICA and WISC continue to benefit both our customers and shareholders. Projects completed through these programs improve service reliability to customers and allow the company to begin recovering costs through semi-annual rate adjustments. In 2016, \$22.6 million is allocated for our WICA and WISC programs.”

Credit Rating

In February 2016, Standard & Poor’s (S&P) reaffirmed its ‘A’ credit rating for the Company. S&P also affirmed a ‘stable’ outlook.

Quarterly Dividend

On January 21, 2016, CTWS's Board of Directors declared a quarterly cash dividend payment of \$0.2675 per common share that was paid on March 15, 2016, for all shareholders of record as of March 1, 2016. On March 21, 2016, CTWS was added to the NASDAQ US Broad Dividend Achievers Index, which is comprised of fewer than 300 companies who have at least ten consecutive years of increasing annual regular dividend payments.

Regulatory Developments

Connecticut Water files for WICA charges on a companywide basis for all of its Connecticut water systems. The WICA was 1.59% and 4.19% as of March 31, 2015, and 2016, respectively. The Connecticut Public Utilities Regulatory Authority (PURA) approved an increase effective April 1, 2016, which increased the cumulative WICA to 5.12%.

Maine Water files for WISC charges on a division-by-division basis for each of its 10 divisions. The overall, cumulative WISC for all divisions was 1.13% and 3.08% as of March 31, 2015, and 2016, respectively. The Maine Public Utilities Commission approved an increase in WISC in one division to be effective April 1, 2016, which increased the overall WISC to 4.08% as of April 1, 2016.

On March 11, 2016, Maine Water entered into a purchase and sale agreement with the Coastal Mountain Land Trust (Land Trust), a Maine non-profit corporation, to sell 2 conservation easements on a total of 1,300 acres to the Land Trust. The conservation easements are located within the watershed of Maine Water's Mirror Lake and Grassy Pond surface water supplies and will help to ensure that the land is preserved in its natural state. The conservation easements will be sold in two separate transactions with a combined value of \$2.5 million. The transactions are expected to close by the end of 2017 and the end of 2019 respectively.

CTWS is the largest publicly traded water company based in New England. Through its wholly-owned public water utility subsidiaries, Connecticut Water and Maine Water, the Company provides drinking water to approximately 124,000 customers, or about 400,000 people, throughout the states of Connecticut and Maine.

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SPECIAL NOTE REGARDING FORWARD-LOOKING STATEMENTS

Certain statements in this press release are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934, as amended. Any statements contained in this press release that are not statements of historical fact, including statements based upon, among other things, our current assumptions, expectations and beliefs concerning future developments and their potential effect on Connecticut Water Service, Inc., may be deemed to be forward-looking statements. These forward-looking statements involve risks, uncertainties and other factors, many of which are outside our control, which may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by these forward-looking statements. In some cases you can identify forward-looking statements where statements are preceded by, followed by or include the words "believes," "expects," "anticipates," "plans," "future," "potential," "probably," "predictions," "continue" or the negative of such terms or similar expressions.

Because forward-looking statements involve risks and uncertainties, there are important factors that could cause actual results to differ materially from those expressed or implied by these forward-looking statements, including but not limited to: changes in general economic, business, credit and financial market conditions; changes in environmental conditions, including those that result in water use restrictions, abnormal weather conditions; increases in energy and fuel costs; unfavorable changes to the federal and/or state tax codes; significant changes in, or unanticipated, capital requirements; significant changes in our credit rating or the market price of our common stock; our ability to integrate businesses, technologies or services which we may acquire; our ability to manage the expansion of our business; the extent to which we are able to develop and market new and improved services; the continued demand by telecommunication companies for antenna site leases on our property; the effect of the loss of major customers; our ability to retain the services of key personnel and to hire qualified personnel as we expand; labor disputes; increasing difficulties in obtaining insurance and increased cost of insurance; cost overruns relating to improvements or the expansion of our operations; increases in the costs of goods and services; civil disturbance or terroristic threats or acts; changes in accounting pronouncements; and the outcome of the review of the Company's Connecticut state tax filings by the Connecticut Department of Revenue Services.

Accordingly, the Company's actual results may differ materially from those contemplated by these forward-looking statements. Investors, therefore, are cautioned against relying on any of these forward-looking statements. They are neither statements of historical fact nor guarantees or assurances of future performance. Additional information regarding the factors that may cause actual results to differ materially from these forward-looking statements is available in our filings with the Securities and Exchange Commission, including the risks and uncertainties identified in Part I, Item 1A - Risk Factors of the Company's Annual Report on Form 10-K for the year ended December 31, 2015.

These forward-looking statements speak only as of the date of this press release, and the Company does not assume any obligation to update or revise any forward-looking statement made in this press release or that may from time to time be made by or on behalf of the Company. Information may also be obtained from the Company Contact: Daniel J Meaney, APR, Director of Corporate Communications, 93 West Main Street, Clinton, CT 06413-1600, (860) 664-6016.

Connecticut Water Service, Inc. & Subsidiaries

Condensed Consolidated Selected Financial Data (unaudited)

(In thousands except per share amounts)	March 31, 2016	March 31, 2015
Operating Revenues	\$21,552	\$20,030
Other Water Operations Revenues	303	310
Real Estate Revenues	--	--
Service and Rentals Revenues	1,231	1,362
Total Revenues	<u>\$23,086</u>	<u>\$21,702</u>
Total Operating Expenses	\$17,529	\$15,865
Other Utility Income, Net of Taxes	\$155	\$155
Total Utility Operating Income	\$4,178	\$4,320
Gain (Loss) on Property Transactions, Net of Taxes	\$--	\$--
Non-Water Sales Earnings (Services and Rentals), Net of Taxes	\$395	\$369
Net Income	\$3,148	\$3,103
Net Income Applicable to Common Shareholders	\$3,139	\$3,094
Basic Earnings Per Average Common Share	\$0.29	\$0.28
Diluted Earnings Per Average Common Share	\$0.28	\$0.28
Basic Weighted Average Common Shares Outstanding	10,992	10,924
Diluted Weighted Average Common Shares Outstanding	11,211	11,144
Book Value Per Share	\$20.13	\$18.86

Condensed Consolidated Balance Sheets (unaudited)

(In thousands)	March 31, 2016	March 31, 2015
ASSETS		
Net Utility Plant	\$554,509	\$507,902
Current Assets	29,343	36,152
Other Assets	140,249	129,828
Total Assets	<u>\$724,101</u>	<u>\$673,882</u>
CAPITALIZATION AND LIABILITIES		
Shareholders' Equity	\$225,834	\$210,266
Preferred Stock	772	772
Long-Term Debt	171,102	177,689
Current Liabilities	46,311	25,082
Other Liabilities and Deferred Credits	188,450	174,848
Contributions in Aid of Construction	91,632	85,225
Total Capitalization and Liabilities	<u>\$724,101</u>	<u>\$673,882</u>

News media contact:

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(more)