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June 27, 2003

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 11-K

ANNUAL REPORT PURSUANT TO SECTION 15 (d) OF THE
SECURITIES EXCHANGE ACT OF 1934 [NO FEE REQUIRED]
For the fiscal year ended December 31, 2002

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934 [NO FEE REQUIRED]
For the transition period from to

Commission file number 1-6659

A. Full title of the Plan:

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k)
SAVINGS PLAN AND TRUST

B. Name of issuer of the securities held pursuant to the Plan
and the address of its principal executive office:

PHILADELPHIA SUBURBAN CORPORATION
762 W. LANCASTER AVENUE
BRYN MAWR, PA 19010

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

The following audited financial statements are included with this report:

Financial Statements and Supplemental Schedules as of December 31, 2002
and 2001

	Exhibit	Page
23.1	Consent of PricewaterhouseCoopers LLP	4
99.1	Financial Statements and Supplemental Schedules as of December 31, 2002 and 2001	5
99.2	Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes- Oxley Act of 2002.	17
99.3	Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes- Oxley Act of 2002.	18

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, Consumers Water Company has duly caused this annual report to be signed by the undersigned thereunto duly authorized.

Consumers Water Company
Employees' 401(K) Savings Plan and Trust

Plan Sponsor:

Date

Roy H. Stahl

06/27/03

Roy H. Stahl
Vice President
Consumers Water Company

Consent of Independent Accountants

We hereby consent to the incorporation by reference in the Registration Statement on Form S-8 (No. 333-81085) of Philadelphia Suburban Corporation of our report dated June 6, 2003, relating to the financial statements of Consumers Water Company Employees' 401(k) Savings Plan and Trust, which appears in this Form 11-K.

PricewaterhouseCoopers LLP
Philadelphia, Pennsylvania
June 27, 2003

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Financial Statements and Supplemental Schedules
December 31, 2002 and 2001

(With Independent Accountants' Reports Thereon)

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

	Page
Independent Accountants' Report of PricewaterhouseCoopers LLP	1
Financial Statements:	
Statements of Net Assets Available for Benefits	2
Statements of Changes in Net Assets Available for Benefits	3
Notes to Financial Statements	4
Supplemental Schedules	
1 - Schedule of Assets (Held at End of Year)	9
2 - Schedule of Reportable Transactions	10

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Report of Independent Accountants

To the Participants and Administrator of
Consumers Water Company Employees' 401(k) Savings Plan and Trust

In our opinion, the accompanying statements of net assets available for benefits and the related statements of changes in net assets available for benefits present fairly, in all material respects, the net assets available for benefits of Consumers Water Company Employees' 401(k) Savings Plan and Trust (the "Plan") at December 31, 2002 and 2001, and the changes in net assets available for benefits for the years then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Plan's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with auditing standards generally accepted in the United States of America, which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedules of Assets (Held at End of Year) and Reportable Transactions are presented for the purpose

of additional analysis and are not a required part of the basic financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. These supplemental schedules are the responsibility of the Plan's management. The supplemental schedules have been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

PricewaterhouseCoopers LLP
 Philadelphia, Pennsylvania
 June 6, 2003

1

CONSUMERS WATER COMPANY
 EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Statements of Net Assets Available for Benefits
 December 31, 2002 and 2001

	2002	2001
Investments at fair value	\$28,163,913	\$30,231,000
Cash and cash equivalents	6,253	6,138
Receivables:		
Employer contributions	-	487
Participants' contributions	-	8,793
	-----	-----
Net assets available for benefits	\$28,170,166	\$30,246,418
	=====	=====

See accompanying notes to financial statements.

2

CONSUMERS WATER COMPANY
 EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Statements of Changes in Net Assets Available for Benefits
 December 31, 2002 and 2001

	2002	2001
Additions:		
Investment income:		
Interest & Dividends	\$ 664,854	\$ 635,324
Net depreciation in fair value of investments	(3,704,814)	(390,353)
	-----	-----
Total investment (loss) income	(3,039,960)	244,971
Contributions:		
Employer	315,695	304,858
Participants	1,563,528	1,350,521
	-----	-----

Total contributions	1,879,223	1,655,379
Total additions	(1,160,737)	1,900,350
Deductions:		
Benefits paid to participants	912,474	1,361,356
Administrative expenses	3,041	2,230
	-----	-----
Net (decrease) increase	(2,076,252)	536,764
Net assets available for benefits:		
Beginning of year	30,246,418	29,709,654
	-----	-----
End of year	\$ 28,170,166	\$ 30,246,418
	=====	=====

See accompanying notes to financial statements.

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Notes to Financial Statements
December 31, 2002 and 2001

(1) DESCRIPTION OF PLAN

The following description of the Consumers Water Company Employee's 401(k) Savings Plan and Trust ("the Plan") is provided for general information purposes only. Participants should refer to the Plan document for more complete information.

General

The Plan is a defined contribution plan covering substantially all employees of the Consumers Water Company (the "Company"), employees of certain divisions of Pennsylvania Suburban Water Company and all employees of Hydraulics, LTD, wholly owned subsidiaries of Philadelphia Suburban Corporation ("PSC"). An employee becomes eligible to participate on January 1 of the year following the date on which his or her employment commenced. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA).

An employee may not participate in the Plan if the employee is a member of a union with which the Company has a collective bargaining agreement directly or through an employee association, unless the collective bargaining agreement between the Company and the union involved specifically makes the Plan applicable to employees covered under such collective bargaining agreements, provided that benefits have been a subject of good faith bargaining between the Company and its employees.

Contributions

Participants may elect to contribute from 1% to 25% of their pretax compensation pursuant to a salary deferral election, up to a maximum of \$11,000 in 2002 and \$10,500 in 2001 as determined by Internal Revenue Code ss.402(g)(1). Participants may change the rate of their contribution or their investment elections. They may also make transfers or suspend their contributions at any time. Under the Plan, participants may contribute 1% to 10% of their compensation on an after-tax basis to their voluntary accounts. In any Plan year, a participant's aggregate contributions to the Plan (salary deferral amounts plus after-tax voluntary contributions) may not exceed 35% of such participant's compensation for the applicable Plan year.

The Plan provides for the Company to contribute an amount equal to 40%

of the pretax employee contribution up to \$1,040 for each participant. The Company's contributions consist of common stock in PSC.

Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of (a) the Company's contribution, (b) Plan earnings and (c) administrative expenses. Allocations are based on participant contributions or account balances, as defined by the Plan document.

Vesting

Each participant will always be 100% vested in all employee and Company contributions.

Payment of Benefits

In the event a participant's employment is terminated by reason of death, disability or termination of service, a participant's interest will be distributed in a lump-sum payment. Withdrawals will be made in cash or shares of PSC stock, to the extent permitted by law. Under certain circumstances, a participant may withdraw all or a portion of the employee contributions while employed.

4

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Notes to Financial Statements
December 31, 2002 and 2001
(Continued)

Loans Due from Participants

Participants may borrow funds from their account balance equal to the lesser of \$50,000 or half of their vested account balance for a period not to exceed five years. Repayment is made by payroll deduction. During the period covered by the report, all new loans issued after January 1, 2000 were issued at the prime rate of interest and prior to this loans were issued at 5.5%. The interest rate on loans outstanding as of December 31, 2002 ranged from 4.25% to 9.5%.

Investment Options

Participants can direct, at the time they enroll in the Plan, that their salary deferral and voluntary contributions be invested entirely in one of the funds offered by the Plan or divided among the funds. The Plan currently offers nine (9) mutual funds and one (1) common/collective trust fund. Subject to compliance with applicable state and federal securities laws, the Plan also permits participants to acquire an interest in PSC common stock. Participants may change their investment instructions and reinvest their contributions in a different fund or funds.

Termination of the Plan

Although the Company does not intend to terminate the Plan, it may do so at its discretion, subject to the provisions of ERISA. All interests of the participants would be distributed to them as determined by the Committee (as hereinafter defined) and in accordance with applicable provisions of the Internal Revenue Code.

(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis.

Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires the Plan's management to use estimates and assumptions that affect the accompanying financial statements and disclosures. Actual results could differ from these estimates.

Administration

The Plan is administered by a committee ("the Committee") consisting of three or more individuals selected by, and who may be removed at any time by, the Board of Directors of PSC. The Committee members may be employees of PSC and may be participants in the Plan. The Committee members receive no compensation from the Plan for their services in such capacity. The Committee has extensive administrative powers in connection with the Plan, including authority to interpret the provisions of the Plan, to adopt rules for its administration and to make other decisions with respect to the Plan.

The trustee for the Plan's funds invests the funds as directed by the participants. The principal duties of the trustees are to receive all contributions paid to the Plan and to make investments and pay benefits as directed by the Committee. The assets of the Plan are held in the name of the trustees.

Substantially all of the administrative expenses of the Plan are paid by the Company.

5

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Notes to Financial Statements
December 31, 2002 and 2001
(Continued)

Investment Valuation

The Plan's investments are stated at fair value. Mutual funds are valued at quoted market prices which represents the net asset value of shares held by the Plan at year-end. Common/collective trust funds are valued at unit value, which represents the fair value of the underlying assets as reported by the applicable custodian. PSC stock is valued at its quoted market price at year-end. Loans to participants, short-term investments and cash are valued at cost, which approximates fair value.

Dividend income is recorded on the ex-dividend date and interest income is recorded when earned. Realized gains and losses on the sale of the PSC stock are based on average cost of the securities sold. Purchases and sales are recorded on a trade date basis.

(3) INVESTMENTS

The fair market values of individual assets that represent 5% or more of the Plan's net assets as of December 31, 2002 and 2001 are as follows:

2002

Mutual Funds	
Select Fund, 192,117 shares	\$ 5,475,339
Balanced Fund, 177,099 shares	\$ 2,309,370
Common/Collective Funds	
Stable Assets, 3,069,650 shares	\$ 3,069,650
Stock	
PSC Common Stock, 633,067 shares*	\$13,041,184

* Nonparticipant-directed balance 465,682 shares and \$9,654,425.

2001

Mutual Funds	
Select Fund, 191,606 shares	\$ 7,089,438
Balanced Fund, 166,185 shares	\$ 2,452,885

Common/Collective Funds	
Stable Assets, 2,622,951 shares	\$ 2,622,951
Stock	
PSC Common Stock, 627,146 shares**	\$14,142,142

** Nonparticipant-directed balance 456,051 shares and \$10,287,197.

6

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Notes to Financial Statements
December 31, 2002 and 2001
(Continued)

The Plan's investments (including gains and losses on investments brought and sold, as well as held during the year) appreciated (depreciated) in value as follows:

	2002	2001
Common Stock	\$ (1,175,078)	\$ 1,816,743
Mutual Funds	(2,529,736)	(2,207,096)
	-----	-----
Total	\$ (3,704,814)	\$ (390,353)
	=====	=====

(4) NONPARTICIPANT-DIRECTED INVESTMENTS

Information about the net assets and the significant components of the changes in net assets relating to the nonparticipant-directed investments is as follows:

	2002	2001
Net Assets:		
PSC Common Stock	\$ 9,654,425	\$ 10,287,197
	-----	-----
Total	\$ 9,654,425	\$ 10,287,197
	=====	=====
	2002	2001
Changes in Net Assets:		
Contributions	315,695	304,858
Interest & Dividends	246,917	228,996
Net (Depreciation) Appreciation	(874,676)	1,336,943
Benefits paid to participants	(320,708)	(465,574)
	-----	-----
Total	\$ (632,772)	\$ 1,405,223
	=====	=====

(5) RELATED-PARTY TRANSACTIONS

Certain Plan investments are shares of mutual funds managed by J.P. Morgan/American Century Retirement Plan Services. J.P. Morgan/American Century Retirement Plan Services is the trustee as defined by the Plan and, therefore, these transactions qualify as party-in interest transactions.

7

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Notes to Financial Statements
December 31, 2002 and 2001
(Continued)

(6) TAX STATUS

The Internal Revenue Service issued its latest determination letter dated December 16, 2002, which stated that the Plan and related trust, as amended, qualified under applicable provisions of the Internal Revenue Code (IRC) and, therefore are exempt from federal income taxes. The Plan has been amended since receiving the determination letter. The Plan administrator and the Plan's counsel believe that the Plan is designed and is currently being operated in compliance with applicable requirements of the IRC. Therefore, no provision for income taxes has been included in the Plan's financial statements.

(7) SUBSEQUENT EVENT

All non-union employees hired after April 1, 2003 are not eligible to participate in this Plan. Union employees hired after April 1, 2003 are eligible to participate in this Plan unless the collective bargaining agreement between the Company and the union involved specifically makes the Plan not applicable to employees covered under such collective bargaining agreements.

8

SCHEDULE 1

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Schedule of Assets (Held at End of Year)
December 31, 2002

Identity of Issuer	Description of Investment	Cost	Current Value
-----	-----	----	-----
American Century International Growth*	Registered Investment Company		\$ 92,300
American Century Select Fund*	Registered Investment Company		\$ 5,475,339
American Century Balanced Fund*	Registered Investment Company		\$ 2,309,370
American Century Vista Fund*	Registered Investment Company		\$ 707,324
American Century Value Fund*	Registered Investment Company		\$ 1,139,668
American Century Strategic Allocation Moderate*	Registered Investment Company		\$ 69,642
JP Morgan U.S. Small Company*	Registered Investment Company		\$ 140,889
American Century Diversified Bond*	Registered Investment Company		\$ 244,557
American Century Equity Index*	Registered Investment Company		\$ 842,109
SEI Trust Stable Assets	Common/Collective Fund		\$ 3,069,650
Philadelphia Suburban Corporation*	Common Stock, 633,067 shares	\$ 7,003,451	\$ 13,041,184
Loans*	Loans due from participants (interest rate 4.25% to 9.5% & maturity date January 1, 2003 to December 18, 2007)	\$ 1,031,881	\$ 1,031,881

Total Assets (Held at End of Year)			\$ 28,163,913

* Represents a party-in-interest to the Plan.

9

SCHEDULE 2

CONSUMERS WATER COMPANY
EMPLOYEES' 401(k) SAVINGS PLAN AND TRUST

Schedule of Reportable Transactions
Year Ended December 31, 2002

Identity of Issuer -----	Description of Investment -----		Purchase Price -----	Selling Price -----	Cost -----	Net Gain -----
Philadelphia Suburban Corporation	Common Stock*	Purchases	\$950,039	\$ -	\$ 950,039	\$ -
		Sales	\$ -	\$736,292	\$ 509,315	\$ 226,977

*Represents a party-in-interest to the Plan

CERTIFICATION PURSUANT TO
18 U.S.C. SECTION 1350,
AS ADOPTED PURSUANT TO
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002

In connection with the Annual Report on Form 11-K for the year ended December 31, 2002 (the "Report") of the Consumers Water Company Employees' 401(k) Savings Plan and Trust (the "Plan") as filed with the Securities and Exchange Commission on the date hereof, the undersigned officer of Philadelphia Suburban Corporation hereby certifies, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that:

- (1) The Report fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. Section 78m(a) or Section 78o(d)); and
- (2) The information contained in the Report fairly presents, in all material respects, the net assets available for benefits and changes in net assets available for benefits of the Plan.

Nicholas DeBenedictis

Nicholas DeBenedictis
Chairman, President and Chief Executive Officer
June 27, 2003

The foregoing certification shall not be deemed to be filed for purposes of Section 18 of the Securities and Exchange Act of 1934 or otherwise subject to liability under that section. This certification shall not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act except to the extent this Exhibit 99.2 is expressly and specifically incorporated by reference in any such filing.

A signed original of this written statement required by Section 906 has been provided to Philadelphia Suburban Corporation and will be retained by Philadelphia Suburban Corporation and furnished to the Securities and Exchange Commission or its staff upon request.

CERTIFICATION PURSUANT TO
18 U.S.C. SECTION 1350,
AS ADOPTED PURSUANT TO
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002

In connection with the Annual Report on Form 11-K for the year ended December 31, 2002 (the "Report") of the Consumers Water Company Employees' 401(k) Savings Plan and Trust (the "Plan") as filed with the Securities and Exchange Commission on the date hereof, the undersigned officer of Philadelphia Suburban Corporation hereby certifies, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that:

- (1) The Report fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. Section 78m(a) or Section 78o(d)); and
- (2) The information contained in the Report fairly presents, in all material respects, the net assets available for benefits and changes in net assets available for benefits of the Plan.

David P. Smeltzer

David P. Smeltzer
Senior Vice President - Finance and Chief Financial Officer
June 27, 2003

The foregoing certification shall not be deemed to be filed for purposes of Section 18 of the Securities and Exchange Act of 1934 or otherwise subject to liability under that section. This certification shall not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act except to the extent this Exhibit 99.3 is expressly and specifically incorporated by reference in any such filing.

A signed original of this written statement required by Section 906 has been provided to Philadelphia Suburban Corporation and will be retained by Philadelphia Suburban Corporation and furnished to the Securities and Exchange Commission or its staff upon request.