

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 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): July 3, 1996

PHILADELPHIA SUBURBAN CORPORATION

(Exact Name of Registrant as Specified in its Charter)

Pennsylvania

(State or other jurisdiction of incorporation)

1-6659

23-1702594

(Commission File Number)

(IRS Employer Identification No.)

762 Lancaster Avenue, Bryn Mawr, Pennsylvania

19010

(Address of principal executive offices)

(Zip Code)

(Registrant's telephone number, including area code) (610) 527-8000

Not Applicable

(Former name of former address, if changed since last report)

ITEM 5. OTHER EVENTS

Philadelphia Suburban Water Company, the primary subsidiary of Philadelphia Suburban Corporation, has received a signed letter of intent from the Horsham Water Authority to negotiate the acquisition of the water system assets of the Authority. The Horsham Water Authority system serves approximately 16,500 residents in Horsham Township, Montgomery County, Pennsylvania. If negotiations and the due diligence related to the purchase go smoothly, it is possible that the acquisition could be completed by the end of 1996.

SIGNATURE

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

PHILADELPHIA SUBURBAN CORPORATION

Date: July 3, 1996

/s/ Roy H. Stahl

Name: Roy H. Stahl
Title: Senior Vice President and
General Counsel

