

FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL	
OMB Number:	3235-0287
Estimated average burden hours per response:	0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <u>DEBENEDICTIS NICHOLAS</u> (Last) (First) (Middle) <u>762 W LANCASTER AVE.</u> (Street) <u>BRYN MAWR PA 19010</u> (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>AQUA AMERICA INC [WTR]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>CHAIRMAN & PRESIDENT</u>
	3. Date of Earliest Transaction (Month/Day/Year) <u>12/27/2012</u>	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	12/27/2012		M		20,000	A	\$16.1475	266,525.27	D	
Common Stock	12/27/2012		M		23,286	A	\$13.755	289,811.27	D	
Common Stock	12/28/2012		G	V	1,004	D	\$24.92	288,807.27	D	
Common Stock	12/28/2012		G	V	803	D	\$24.92	288,004.27	D	
Common Stock	12/28/2012		G	V	803	D	\$24.92	287,201.27	D	
Common Stock	12/28/2012		G	V	301	D	\$24.92	286,900.27	D	
Common Stock	12/28/2012		G	V	51	D	\$24.92	286,849.27	D	
Common Stock Ownership By Spouse								10,603	I	Spouse
Common Stock-GRAT								69,296	I	GRAT #4
Common Stock-GRAT								60,225	I	GRAT #4 - Spouse
Common Stock - Ownership By Trust								167,508	I	Trust
Common Stock - Ownership By Trust								185,160	I	Trust - Spouse
Common Stock - IRA								4,144	D	
Common Stock - IRA								3,313	I	IRA - Spouse
Common Stock 401k								15,136.71	I	401k

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
				Code	V	(A)	(D)	Date Exercisable	Expiration Date						Title
Stock Options (Right to Buy)	\$16.1475	12/27/2012		M			20,000	03/01/2005	03/01/2014	Common Stock	20,000	\$0	36,031	D	
Stock Options (Right to Buy)	\$13.755	12/27/2012		M			23,286	05/15/2004	05/15/2013	Common Stock	23,286	\$0	0	D	

Explanation of Responses:

/s/ Brian Dingerdissen,
attorney-in-fact for Mr. DeBenedictis
12/31/2012

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.