

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

July 29, 2013

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS**  
**OF REGISTERED MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number: 811-21507

**Wells Fargo Advantage Utilities and High Income Fund**

(Exact name of registrant as specified in charter)

525 Market Street, 12<sup>th</sup> Floor, San Francisco, CA 94105

(Address of principal executive offices) (Zip code)

**C. David Messman**

**Wells Fargo Funds Management, LLC**

**525 Market Street, 12<sup>th</sup> Floor, San Francisco, CA 94105**

**(Name and address of agent for service)**

**Registrant's telephone number, including area code: 800-222-8222**

**Date of fiscal year end: August 31**

**Date of reporting period: May 31, 2013**

ITEM 1. INVESTMENTS

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

Security name	Shares	Value
<b>Common Stocks : 54.06%</b>		
<b>Consumer Discretionary : 1.68%</b>		
<b>Media : 1.68%</b>		
<i>DISH Network Corporation</i>	50,000	\$ 1,927,000
<b>Energy : 7.12%</b>		
<b>Oil, Gas &amp; Consumable Fuels : 7.12%</b>		
<i>EQT Corporation</i>	15,000	1,198,200
<i>Kinder Morgan Incorporated</i>	10,577	401,714
<i>Spectra Energy Corporation</i>	100,000	3,057,000
<i>The Williams Companies Incorporated</i>	100,000	3,518,000
		8,174,914
<b>Industrials : 7.54%</b>		
<b>Air Freight &amp; Logistics : 4.39%</b>		
<i>Deutsche Post AG</i>	200,000	5,039,972
<b>Building Products : 0.07%</b>		
<i>Ameresco Incorporated Class A</i>	9,000	74,340
<b>Commercial Services &amp; Supplies : 3.08%</b>		
<i>Suez Environnement Company SA</i>	275,000	3,541,072
<b>Information Technology : 0.59%</b>		
<b>Internet Software &amp; Services : 0.28%</b>		
<i>AOL Incorporated</i>	9,200	318,872
<b>IT Services : 0.31%</b>		
<i>SAIC Incorporated</i>	25,000	362,500
<b>Telecommunication Services : 4.39%</b>		
<b>Diversified Telecommunication Services : 1.02%</b>		
<i>BCE Incorporated</i>	16,000	714,880
<i>Telefonica Brasil ADR</i>	18,600	459,606
		1,174,486
<b>Wireless Telecommunication Services : 3.37%</b>		
<i>Shenandoah Telecommunications Company</i>	40,000	665,600
<i>Tele2 AB-B Redemption Shares</i>	254,200	1,070,784
<i>Tele2 AB-B Shares</i>	79,200	986,768
<i>VimpelCom Limited ADR</i>	100,000	995,000
<i>Vodafone Group plc ADR</i>	5,000	144,750
		3,862,902
<b>Utilities : 32.74%</b>		
<b>Electric Utilities : 25.06%</b>		

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>American Electric Power Company Incorporated</i>	25,000	1,145,500
<i>Chesapeake Utilities Corporation</i>	200	10,590
<i>Duke Energy Corporation</i>	30,514	2,042,302
<i>Edison International</i>	2,000	91,880
<i>Enel SpA</i>	350,000	1,317,369
<i>Entergy Corporation</i>	1,000	68,880
<i>Great Plains Energy Incorporated</i>	175,000	3,949,750

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Shares	Value
<b>Electric Utilities (continued)</b>		
<i>Hera SpA</i>	1,467,400	\$ 3,149,051
<i>IDACORP Incorporated</i>	25,000	1,180,750
<i>ITC Holdings Corporation</i>	45,000	3,895,650
<i>Nextera Energy Incorporated</i>	50,000	3,781,000
<i>Northeast Utilities</i>	90,000	3,750,300
<i>NV Energy Incorporated</i>	75,000	1,758,000
<i>Pepco Holdings Incorporated</i>	100	2,077
<i>The Southern Company</i>	60,000	2,634,000
		28,777,099
<b>Gas Utilities : 0.02%</b>		
<i>New Jersey Resources</i>	200	9,076
<i>South Jersey Industries Incorporated</i>	200	11,684
		20,760
<b>Multi-Utilities : 4.02%</b>		
<i>CenterPoint Energy Incorporated</i>	50,000	1,159,000
<i>CH Energy Group Incorporated</i>	500	32,365
<i>Dominion Resources Incorporated</i>	300	16,965
<i>MDU Resources Group Incorporated</i>	500	12,930
<i>Public Service Enterprise Group Incorporated</i>	50,000	1,652,000
<i>Sempra Energy</i>	19,900	1,617,870
<i>Wisconsin Energy Corporation</i>	3,000	122,430
		4,613,560
<b>Water Utilities : 3.64%</b>		
<i>American Water Works Company Incorporated</i>	50,000	1,997,000
<i>Veolia Environnement SA</i>	175,400	2,190,639
		4,187,639
<b>Total Common Stocks (Cost \$47,675,618)</b>		62,075,116

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes : 30.45%</b>				
<b>Consumer Discretionary : 7.61%</b>				
<b>Auto Components : 0.75%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	5-15-2019	\$ 340,000	365,500
<i>Cooper Tire &amp; Rubber Company</i>	7.63	3-15-2027	215,000	233,006
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	25,000	26,938
<i>Penske Automotive Group Incorporated 144A</i>	5.75	10-1-2022	80,000	84,300
<i>Sonic Automotive Incorporated 144A</i>	5.00	5-15-2023	20,000	19,850
<i>United Rentals North America Incorporated</i>	5.75	7-15-2018	125,000	133,438
				863,032

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

**Distributors : 0.17%**

<i>LKQ Corporation 144A</i>	4.75	5-15-2023	190,000	189,525
-----------------------------	------	-----------	---------	---------

**Diversified Consumer Services : 0.65%**

<i>Ceridian Corporation 144A</i>	11.00	3-15-2021	10,000	11,425
<i>Service Corporation International</i>	6.75	4-1-2016	100,000	111,000
<i>Service Corporation International</i>	7.00	6-15-2017	25,000	28,563
<i>Service Corporation International</i>	7.50	4-1-2027	351,000	394,875
<i>Service Corporation International</i>	7.63	10-1-2018	25,000	29,500
<i>Service Corporation International</i>	8.00	11-15-2021	40,000	49,200

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Consumer Services (continued)</b>				
<i>Sotheby's 144A</i>	5.25%	10-1-2022	\$ 125,000	\$ 125,938
				750,501
<b>Hotels, Restaurants &amp; Leisure : 2.60%</b>				
<i>Ameristar Casinos Incorporated</i>	7.50	4-15-2021	225,000	245,250
<i>Burger King Corporation</i>	9.88	10-15-2018	75,000	84,750
<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	465,000	509,175
<i>CityCenter Holdings LLC</i>	7.63	1-15-2016	100,000	106,250
<i>CityCenter Holdings LLC ¥</i>	10.75	1-15-2017	245,431	267,520
<i>DineEquity Incorporated</i>	9.50	10-30-2018	350,000	393,750
<i>Greektown Superholdings Incorporated Series A</i>	13.00	7-1-2015	300,000	321,750
<i>Greektown Superholdings Incorporated Series B</i>	13.00	7-1-2015	150,000	160,875
<i>NAI Entertainment Holdings LLC 144A</i>	8.25	12-15-2017	330,000	356,400
<i>Penn National Gaming Incorporated</i>	8.75	8-15-2019	75,000	83,438
<i>Ruby Tuesday Incorporated</i>	7.63	5-15-2020	135,000	135,844
<i>Scientific Games Corporation</i>	9.25	6-15-2019	60,000	66,000
<i>Speedway Motorsports Incorporated</i>	6.75	2-1-2019	120,000	127,800
<i>Speedway Motorsports Incorporated</i>	8.75	6-1-2016	120,000	125,250
				2,984,052
<b>Household Durables : 0.05%</b>				
<i>American Greetings Corporation</i>	7.38	12-1-2021	25,000	25,344
<i>Tempur-Pedic International Incorporated 144A</i>	6.88	12-15-2020	25,000	26,969
				52,313
<b>Media : 2.87%</b>				
<i>Allbritton Communications Company</i>	8.00	5-15-2018	150,000	162,000
<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	145,000	168,925
<i>CCO Holdings LLC</i>	5.75	1-15-2024	10,000	10,100
<i>CCO Holdings LLC</i>	6.50	4-30-2021	200,000	215,000
<i>Cinemark USA Incorporated 144A</i>	4.88	6-1-2023	50,000	49,813
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	75,000	83,813
<i>Cinemark USA Incorporated</i>	8.63	6-15-2019	165,000	185,130
<i>CSC Holdings LLC</i>	7.63	7-15-2018	45,000	52,875
<i>CSC Holdings LLC</i>	7.88	2-15-2018	75,000	88,125
<i>CSC Holdings LLC</i>	8.63	2-15-2019	125,000	149,063
<i>DISH DBS Corporation 144A</i>	4.25	4-1-2018	50,000	48,750
<i>DISH DBS Corporation 144A</i>	5.13	5-1-2020	25,000	24,375
<i>DISH DBS Corporation</i>	7.88	9-1-2019	115,000	128,944
<i>EchoStar DBS Corporation</i>	7.13	2-1-2016	50,000	54,750
<i>Gray Television Incorporated</i>	7.50	10-1-2020	260,000	278,200
<i>Lamar Media Corporation</i>	5.88	2-1-2022	75,000	81,000
<i>Lamar Media Corporation</i>	7.88	4-15-2018	130,000	140,725
<i>Lamar Media Corporation Series C</i>	9.75	4-1-2014	25,000	26,438
<i>LIN Television Corporation</i>	6.38	1-15-2021	25,000	26,625
<i>LIN Television Corporation</i>	8.38	4-15-2018	150,000	161,250
<i>Local TV Finance LLC 144A</i>	9.25	6-15-2015	425,000	425,000
<i>Lynx I Corporation 144A</i>	5.38	4-15-2021	25,000	26,000



Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Lynx II Corporation 144A</i>	6.38	4-15-2023	25,000	26,063
<i>National CineMedia LLC</i>	6.00	4-15-2022	170,000	182,325
<i>National CineMedia LLC</i>	7.88	7-15-2021	50,000	56,000
<i>Nexstar Broadcasting Group Incorporated 144A</i>	6.88	11-15-2020	95,000	101,175
<i>Regal Cinemas Corporation</i>	8.63	7-15-2019	285,000	316,350
<i>Regal Entertainment Group</i>	5.75	6-15-2023	30,000	30,038
				3,298,852

**Specialty Retail : 0.52%**

<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	40,000	40,500
---	------	-----------	--------	--------

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Specialty Retail (continued)</b>				
<i>CST Brands Incorporated 144A</i>	5.00%	5-1-2023	\$ 10,000	\$ 10,100
<i>Limited Brands Incorporated</i>	6.63	4-1-2021	25,000	28,563
<i>RadioShack Corporation</i>	6.75	5-15-2019	165,000	129,113
<i>Rent-A-Center Incorporated 144A</i>	4.75	5-1-2021	20,000	19,600
<i>Rent-A-Center Incorporated</i>	6.63	11-15-2020	145,000	155,513
<i>Toys R Us Property Company I LLC</i>	10.75	7-15-2017	55,000	58,300
<i>Toys R Us Property Company II LLC</i>	8.50	12-1-2017	150,000	158,813
				600,502

**Consumer Staples : 0.24%****Food Products : 0.24%**

<i>B&amp;G Foods Incorporated</i>	4.63	6-1-2021	75,000	75,000
<i>B&amp;G Foods Incorporated</i>	7.63	1-15-2018	50,000	53,813
<i>Hawk Acquisition Incorporated 144A</i>	4.25	10-15-2020	150,000	148,875
				277,688

**Energy : 5.54%****Energy Equipment & Services : 1.63%**

<i>Cleaver Brooks Incorporated 144A</i>	8.75	12-15-2019	25,000	27,188
<i>Dresser-Rand Group Incorporated</i>	6.50	5-1-2021	90,000	97,425
<i>Era Group Incorporated 144A</i>	7.75	12-15-2022	110,000	114,400
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	305,000	317,200
<i>Hornbeck Offshore Services Incorporated 144A</i>	5.00	3-1-2021	220,000	218,900
<i>NGPL PipeCo LLC 144A</i>	7.12	12-15-2017	25,000	26,250
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	270,000	271,350
<i>NGPL PipeCo LLC 144A</i>	9.63	6-1-2019	115,000	128,225
<i>Northern Tier Energy LLC 144A</i>	7.13	11-15-2020	100,000	105,250
<i>Oil States International Incorporated 144A</i>	5.13	1-15-2023	45,000	48,488
<i>Oil States International Incorporated</i>	6.50	6-1-2019	164,000	176,710
<i>PHI Incorporated</i>	8.63	10-15-2018	305,000	331,688
<i>Pride International Incorporated</i>	8.50	6-15-2019	10,000	13,149
				1,876,223

**Oil, Gas & Consumable Fuels : 3.91%**

<i>CVR Refining LLC 144A</i>	6.50	11-1-2022	100,000	103,500
<i>Denbury Resources Incorporated</i>	4.63	7-15-2023	25,000	24,188
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	25,000	27,500
<i>Denbury Resources Incorporated</i>	8.25	2-15-2020	140,000	156,800
<i>El Paso Corporation</i>	6.50	9-15-2020	45,000	50,854
<i>El Paso Corporation</i>	7.00	6-15-2017	75,000	85,482
<i>El Paso Corporation</i>	7.25	6-1-2018	175,000	203,341
<i>El Paso Corporation</i>	7.42	2-15-2037	90,000	91,942
<i>El Paso Corporation</i>	7.80	8-1-2031	100,000	111,701
<i>Energy Transfer Equity LP</i>	7.50	10-15-2020	300,000	344,250
<i>Exterran Partners LP 144A</i>	6.00	4-1-2021	150,000	153,750
<i>Ferrellgas LP</i>	9.13	10-1-2017	95,000	100,700
<i>HollyFrontier Corporation</i>	9.88	6-15-2017	220,000	231,264

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Inergy Midstream LP 144A</i>	6.00	12-15-2020	55,000	57,475
<i>Kinder Morgan Energy 144A</i>	6.00	1-15-2018	25,000	27,619
<i>Petrohawk Energy Corporation</i>	7.88	6-1-2015	95,000	97,090
<i>Petrohawk Energy Corporation</i>	10.50	8-1-2014	60,000	63,570
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	145,000	182,461
<i>Plains Exploration &amp; Production Company</i>	8.63	10-15-2019	325,000	366,438
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	185,000	177,600
<i>Rockies Express Pipeline LLC 144A</i>	6.00	1-15-2019	25,000	24,688
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	510,000	469,200
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	205,000	191,675
<i>Sabine Pass Liquefaction LLC 144A</i>	5.63	2-1-2021	75,000	75,281
<i>Sabine Pass Liquefaction LLC 144A</i>	5.63	4-15-2023	75,000	75,000

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Sabine Pass LNG LP 144A</i>	6.50%	11-1-2020	\$ 390,000	\$ 408,525
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	300,000	334,500
<i>Suburban Propane Partners LP</i>	7.38	3-15-2020	60,000	64,200
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	36,000	38,790
<i>Suburban Propane Partners LP</i>	7.50	10-1-2018	42,000	45,098
<i>Tesoro Corporation</i>	9.75	6-1-2019	90,000	99,900
				4,484,382
<b>Financials : 5.33%</b>				
<b>Commercial Banks : 0.53%</b>				
<i>CIT Group Incorporated 144A</i>	4.75	2-15-2015	120,000	125,100
<i>CIT Group Incorporated</i>	5.00	5-15-2017	25,000	26,625
<i>CIT Group Incorporated</i>	5.25	3-15-2018	25,000	26,875
<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	100,000	108,250
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	50,000	56,250
<i>Emigrant Bancorp Incorporated 144A</i>	6.25	6-15-2014	275,000	267,829
				610,929
<b>Consumer Finance : 3.12%</b>				
<i>Ahern Rentals Incorporated 144A</i>	9.50	6-15-2018	85,000	85,000
<i>Ally Financial Incorporated</i>	5.50	2-15-2017	50,000	53,532
<i>Ally Financial Incorporated</i>	8.30	2-12-2015	825,000	907,500
<i>American General Finance Corporation</i>	5.40	12-1-2015	150,000	154,500
<i>American General Finance Corporation</i>	5.75	9-15-2016	50,000	51,125
<i>American General Finance Corporation</i>	6.50	9-15-2017	50,000	51,000
<i>Clearwire Communications Finance Corporation 144A</i>	12.00	12-1-2015	130,000	138,944
<i>First Data Corporation 144A</i>	11.75	8-15-2021	80,000	77,400
<i>Ford Motor Credit Company LLC</i>	8.00	12-15-2016	25,000	30,019
<i>General Motors Financial Company Incorporated 144A</i>	3.25	5-15-2018	15,000	14,869
<i>General Motors Financial Company Incorporated 144A</i>	4.25	5-15-2023	15,000	14,625
<i>General Motors Financial Company Incorporated</i>	6.75	6-1-2018	120,000	136,800
<i>GMAC LLC</i>	6.75	12-1-2014	36,000	38,520
<i>Homer City Funding LLC ¥</i>	9.23	10-1-2026	149,149	158,471
<i>International Lease Finance Corporation 144A</i>	6.75	9-1-2016	50,000	56,563
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	35,000	41,256
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	75,000	84,469
<i>JBS USA Finance Incorporated</i>	11.63	5-1-2014	420,000	451,500
<i>Nielsen Finance LLC Company 144A</i>	4.50	10-1-2020	40,000	40,100
<i>Nielsen Finance LLC Company</i>	7.75	10-15-2018	515,000	566,500
<i>Springleaf Finance Corporation 144A</i>	6.00	6-1-2020	175,000	168,875
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	250,000	259,063
				3,580,631
<b>Diversified Financial Services : 0.48%</b>				
<i>HUB International Limited Company 144A</i>	8.13	10-15-2018	210,000	225,750
<i>Nuveen Investments Incorporated</i>	5.50	9-15-2015	275,000	276,375

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Nuveen Investments Incorporated 144A</i>	9.13	10-15-2017	50,000	52,500
				554,625
<b>Insurance : 0.04%</b>				
<i>Fidelity &amp; Guaranty Life Holdings Incorporated 144A</i>	6.38	4-1-2021	45,000	46,350
<b>Real Estate Management &amp; Development : 0.38%</b>				
<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	235,000	253,800
<i>Onex Corporation 144A</i>	7.75	1-15-2021	170,000	174,675
				428,475

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>REITs : 0.78%</b>				
<i>Dupont Fabros Technology Incorporated</i>	8.50%	12-15-2017	\$ 565,000	\$ 604,550
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	125,000	136,250
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	50,000	50,813
<i>Sabra Health Care Incorporated</i>	8.13	11-1-2018	98,000	106,575
				898,188
<b>Health Care : 1.35%</b>				
<b>Health Care Equipment &amp; Supplies : 0.10%</b>				
<i>Hologic Incorporated</i>	6.25	8-1-2020	110,000	117,563
<b>Health Care Providers &amp; Services : 1.14%</b>				
<i>Aviv HealthCare Properties LP</i>	7.75	2-15-2019	100,000	109,250
<i>Centene Corporation</i>	5.75	6-1-2017	75,000	80,438
<i>Community Health Systems Incorporated</i>	5.13	8-15-2018	40,000	41,700
<i>Community Health Systems Incorporated</i>	7.13	7-15-2020	50,000	54,875
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	55,000	58,575
<i>DaVita HealthCare Partners Incorporated</i>	6.38	11-1-2018	5,000	5,313
<i>HCA Incorporated</i>	4.75	5-1-2023	25,000	24,938
<i>HCA Incorporated</i>	5.88	3-15-2022	25,000	27,438
<i>HCA Incorporated</i>	6.50	2-15-2020	175,000	197,313
<i>HCA Incorporated</i>	7.50	11-15-2095	50,000	47,250
<i>HCA Incorporated</i>	8.50	4-15-2019	250,000	272,500
<i>Health Management Associates Incorporated</i>	6.13	4-15-2016	50,000	54,750
<i>HealthSouth Corporation</i>	5.75	11-1-2024	50,000	51,750
<i>HealthSouth Corporation</i>	7.25	10-1-2018	22,000	23,733
<i>HealthSouth Corporation</i>	7.75	9-15-2022	22,000	24,310
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	25,000	27,375
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	125,000	138,125
<i>Select Medical Corporation 144A</i>	6.38	6-1-2021	70,000	69,694
				1,309,327
<b>Pharmaceuticals : 0.11%</b>				
<i>Mylan Incorporated 144A</i>	6.00	11-15-2018	115,000	125,080
<b>Industrials : 1.55%</b>				
<b>Aerospace &amp; Defense : 0.13%</b>				
<i>TransDigm Group Incorporated 144A</i>	5.50	10-15-2020	70,000	72,450
<i>TransDigm Group Incorporated</i>	7.75	12-15-2018	75,000	81,844
				154,294
<b>Air Freight &amp; Logistics : 0.18%</b>				
<i>Bristow Group Incorporated</i>	6.25	10-15-2022	195,000	211,575
<b>Airlines : 0.17%</b>				
<i>Aviation Capital Group Corporation 144A</i>	4.63	1-31-2018	25,000	25,846

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	100,000	111,065
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	50,000	56,938
				193,849

**Commercial Services & Supplies : 0.55%**

<i>Covanta Holding Corporation</i>	6.38	10-1-2022	50,000	53,971
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	10,000	10,930
<i>Geo Group Incorporated 144A</i>	5.13	4-1-2023	125,000	127,500
<i>Geo Group Incorporated</i>	6.63	2-15-2021	20,000	21,800
<i>Geo Group Incorporated</i>	7.75	10-15-2017	160,000	169,000
<i>Iron Mountain Incorporated</i>	5.75	8-15-2024	25,000	25,313
<i>Iron Mountain Incorporated</i>	8.00	6-15-2020	25,000	26,038

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Commercial Services &amp; Supplies (continued)</b>				
<i>Iron Mountain Incorporated</i>	8.38%	8-15-2021	\$ 180,000	\$ 195,525
				630,077
<b>Machinery : 0.25%</b>				
<i>Columbus McKinnon Corporation</i>	7.88	2-1-2019	75,000	80,625
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	195,000	210,600
				291,225
<b>Marine : 0.04%</b>				
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	40,000	41,700
<b>Professional Services : 0.15%</b>				
<i>Interactive Data Corporation</i>	10.25	8-1-2018	150,000	168,375
<b>Transportation Infrastructure : 0.08%</b>				
<i>Florida East Coast Railway Corporation</i>	8.13	2-1-2017	65,000	69,225
<i>Watco Companies LLC 144A</i>	6.38	4-1-2023	20,000	21,050
				90,275
<b>Information Technology : 2.28%</b>				
<b>Communications Equipment : 0.15%</b>				
<i>Avaya Incorporated</i>	9.75	11-1-2015	50,000	49,250
<i>Lucent Technologies Incorporated</i>	6.45	3-15-2029	155,000	124,388
				173,638
<b>Computers &amp; Peripherals : 0.18%</b>				
<i>NCR Corporation</i>	5.00	7-15-2022	205,000	206,538
<b>Electronic Equipment, Instruments &amp; Components : 0.75%</b>				
<i>CDW Financial Corporation</i>	12.54	10-12-2017	99,000	106,425
<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	620,000	750,200
				856,625
<b>Internet Software &amp; Services : 0.02%</b>				
<i>Equinix Incorporated</i>	4.88	4-1-2020	10,000	10,175
<i>Verisign Incorporated 144A</i>	4.63	5-1-2023	10,000	10,050
				20,225
<b>IT Services : 1.11%</b>				
<i>Audatex North American Incorporated 144A</i>	6.75	6-15-2018	50,000	53,188
<i>CyrusOne LLC 144A</i>	6.38	11-15-2022	25,000	26,688
<i>Fidelity National Information Services Incorporated</i>	7.88	7-15-2020	100,000	112,077
<i>First Data Corporation 144A</i>	7.38	6-15-2019	50,000	52,750
<i>First Data Corporation</i>	11.25	3-31-2016	392,000	393,960



Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>SunGard Data Systems Incorporated 144A</i>	6.63	11-1-2019	100,000	105,250
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	475,000	505,875
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	25,000	27,500
				1,277,288

**Software : 0.07%**

<i>Nuance Communications Incorporated 144A</i>	5.38	8-15-2020	85,000	86,063
--	------	-----------	--------	--------

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Materials : 0.53%</b>				
<b>Chemicals : 0.10%</b>				
<i>Celanese US Holdings LLC</i>	5.88%	6-15-2021	\$ 20,000	\$ 22,050
<i>Tronox Finance LLC 144A</i>	6.38	8-15-2020	90,000	88,425
				110,475
<b>Containers &amp; Packaging : 0.27%</b>				
<i>Crown Americas LLC 144A</i>	4.50	1-15-2023	50,000	48,875
<i>Crown Americas LLC</i>	6.25	2-1-2021	20,000	21,850
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	50,000	49,250
<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	60,000	70,800
<i>Sealed Air Corporation 144A</i>	6.88	7-15-2033	70,000	71,400
<i>Silgan Holdings Incorporated</i>	5.00	4-1-2020	50,000	51,125
				313,300
<b>Paper &amp; Forest Products : 0.16%</b>				
<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	125,000	184,888
<b>Telecommunication Services : 3.97%</b>				
<b>Diversified Telecommunication Services : 1.89%</b>				
<i>Citizens Communications Company</i>	7.88	1-15-2027	200,000	201,000
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	60,000	68,925
<i>Frontier Communications Corporation</i>	8.25	5-1-2014	3,000	3,158
<i>GCI Incorporated</i>	6.75	6-1-2021	170,000	166,175
<i>GCI Incorporated</i>	8.63	11-15-2019	368,000	392,840
<i>Qwest Corporation</i>	7.25	9-15-2025	125,000	145,657
<i>Qwest Corporation</i>	7.63	8-3-2021	20,000	22,207
<i>SBA Telecommunications Incorporated</i>	8.25	8-15-2019	7,000	7,665
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	365,000	398,763
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	445,000	460,575
<i>Windstream Corporation</i>	7.88	11-1-2017	265,000	304,750
				2,171,715
<b>Wireless Telecommunication Services : 2.08%</b>				
<i>Cricket Communications Incorporated</i>	7.75	10-15-2020	180,000	179,550
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	100,000	101,250
<i>Crown Castle International Corporation</i>	7.13	11-1-2019	10,000	10,850
<i>MetroPCS Wireless Incorporated 144A</i>	6.25	4-1-2021	10,000	10,475
<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	240,000	256,800
<i>MetroPCS Wireless Incorporated 144A</i>	6.63	4-1-2023	10,000	10,575
<i>MetroPCS Wireless Incorporated</i>	7.88	9-1-2018	130,000	141,700
<i>SBA Telecommunications Incorporated 144A</i>	5.63	10-1-2019	10,000	10,300
<i>SBA Telecommunications Incorporated 144A</i>	5.75	7-15-2020	100,000	104,000
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	1,100,000	1,100,000
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	220,000	256,300
<i>Sprint Nextel Corporation 144A</i>	9.00	11-15-2018	25,000	30,313
<i>Sprint Nextel Corporation</i>	11.50	11-15-2021	25,000	34,500
<i>TW Telecommunications Holdings Incorporated</i>	8.00	3-1-2018	130,000	139,750

2,386,363

**Utilities : 2.05%****Electric Utilities : 0.94%**

<i>Energy Future Intermediate Holding Company LLC 144A</i>	6.88	8-15-2017	25,000	26,500
<i>IPALCO Enterprises Incorporated</i>	5.00	5-1-2018	100,000	107,500
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	160,000	178,800
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12-30-2028	438,432	506,389

8

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Electric Utilities (continued)</b>				
<i>Otter Tail Corporation</i>	9.00%	12-15-2016	\$ 215,000	\$ 251,550
				1,070,739
<b>Gas Utilities : 0.24%</b>				
<i>AmeriGas Finance LLC</i>	6.50	5-20-2021	5,000	5,325
<i>AmeriGas Finance LLC</i>	6.75	5-20-2020	175,000	190,750
<i>AmeriGas Finance LLC</i>	7.00	5-20-2022	75,000	81,375
				277,450
<b>Independent Power Producers &amp; Energy Traders : 0.87%</b>				
<i>Calpine Construction Finance Corporation 144A</i>	7.25	10-15-2017	360,000	376,200
<i>Calpine Construction Finance Corporation 144A</i>	8.00	6-1-2016	125,000	130,000
<i>NRG Energy Incorporated</i>	8.50	6-15-2019	185,000	202,113
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	125,000	135,625
<i>Reliant Energy Incorporated</i>	7.63	6-15-2014	50,000	53,480
<i>Reliant Energy Incorporated</i>	9.24	7-2-2017	84,017	92,419
<i>Reliant Energy Incorporated</i>	9.68	7-2-2026	10,000	10,900
				1,000,737
<b>Total Corporate Bonds and Notes (Cost \$32,720,458)</b>				34,965,652
	<b>Dividend yield</b>		<b>Shares</b>	
<b>Preferred Stocks : 15.02%</b>				
<b>Financials : 0.05%</b>				
<b>Diversified Financial Services : 0.05%</b>				
<i>GMAC Capital Trust I ±</i>	8.13		2,200	58,564
<b>Telecommunication Services : 2.05%</b>				
<b>Diversified Telecommunication Services : 2.05%</b>				
<i>Qwest Corporation</i>	7.00		90,000	2,358,000
<b>Utilities : 12.92%</b>				
<b>Electric Utilities : 6.84%</b>				
<i>Duke Energy Corporation</i>	5.13		130,000	3,239,600
<i>Indianapolis Power &amp; Light Company</i>	5.65		20,000	2,024,376
<i>Interstate Power &amp; Light Company</i>	5.10		50,000	1,272,000
<i>SCE Trust I</i>	5.63		23,000	586,500
<i>Southern California Edison</i>	6.50		2,260	241,891
<i>Wisconsin Public Service</i>	5.08		4,804	485,054
				7,849,421
<b>Multi-Utilities : 6.08%</b>				
<i>DTE Energy Company</i>	5.25		100,000	2,530,000

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>SCANA Corporation</i>	7.70	165,000	4,455,000	6,985,000
<b>Total Preferred Stocks (Cost \$16,886,708)</b>				17,250,985

	<b>Interest rate</b>		<b>Principal</b>	
<b>Term Loans : 2.75%</b>				
<i>Alliance Laundry Systems LLC</i>	9.50	12-10-2019	\$ 114,122	116,405

9

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Term Loans (continued)</b>				
<i>Applied Systems Incorporated</i>	8.25%	6-8-2017	\$ 20,000	\$ 20,192
<i>Capital Automotive LP</i>	4.00	4-5-2019	206,286	207,575
<i>Capital Automotive LP</i>	6.00	4-30-2020	110,000	113,850
<i>CBAC Borrower LLC &lt;</i>	0.00	4-24-2020	85,000	87,444
<i>CCM Merger Incorporated</i>	5.00	3-1-2017	165,306	166,256
<i>Centaur LLC</i>	8.75	2-20-2020	125,000	126,979
<i>Energy Transfer Equity LP</i>	3.75	3-23-2017	33,750	34,045
<i>Federal-Mogul Corporation</i>	2.14	12-27-2014	81,190	79,363
<i>Federal-Mogul Corporation</i>	2.14	12-27-2015	41,423	40,491
<i>Focus Brands Incorporated</i>	10.25	8-21-2018	176,935	180,473
<i>Level 3 Financing Incorporated</i>	4.75	2-1-2016	238,650	240,739
<i>Philadelphia Energy Solutions LLC</i>	6.25	4-4-2018	225,000	228,938
<i>Spin Holdco Incorporated</i>	4.25	11-15-2019	80,000	80,400
<i>Springleaf Finance Corporation</i>	5.50	5-10-2017	54,268	54,427
<i>Tallgrass Energy Partners LP</i>	5.25	11-13-2018	109,060	109,605
<i>Texas Competitive Electric Holdings LLC</i>	3.72	10-10-2014	1,471,940	1,137,977
<i>Total Safety US Incorporated</i>	9.25	8-21-2020	19,950	20,249
<i>Washington Multifamily Laundry Systems LLC</i>	5.25	2-21-2019	110,000	110,550
<b>Total Term Loans (Cost \$3,328,732)</b>				3,155,958

	Expiration date	Shares	
<b>Warrants : 0.08%</b>			
<b>Utilities : 0.08%</b>			
<b>Electric Utilities : 0.00%</b>			
<i>China Hydroelectric Company ADR</i>	1-25-2014	10,000	230
<b>Gas Utilities : 0.08%</b>			
<i>Kinder Morgan Incorporated</i>	05-25-2017	16,000	90,080
<b>Total Warrants (Cost \$42,480)</b>			90,310

	Interest rate	Maturity date	Principal	
<b>Yankee Corporate Bonds and Notes : 1.68%</b>				
<b>Consumer Discretionary : 0.10%</b>				
<b>Media : 0.10%</b>				
<i>Videotron Limited</i>	5.00	7-15-2022	\$ 35,000	35,875
<i>Videotron Limited</i>	9.13	4-15-2018	75,000	78,750
				114,625
<b>Energy : 0.07%</b>				
<b>Oil, Gas &amp; Consumable Fuels : 0.07%</b>				
<i>Griffin Coal Mining Company Limited 144A(s)</i>	9.50	12-1-2016	93,118	79,616

**Financials : 0.10%**

**Consumer Finance : 0.10%**

<i>Wind Acquisition Finance SpA 144A</i>	11.75	7-15-2017	110,000	115,775
--	-------	-----------	---------	---------

**Information Technology : 0.39%**

**Computers & Peripherals : 0.39%**

<i>Seagate Technology HDD Holdings 144A</i>	4.75	6-1-2023	150,000	145,500
<i>Seagate Technology HDD Holdings</i>	6.80	10-1-2016	50,000	57,188
<i>Seagate Technology HDD Holdings</i>	6.88	5-1-2020	25,000	26,750
<i>Seagate Technology HDD Holdings</i>	7.00	11-1-2021	25,000	27,500

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Computers &amp; Peripherals (continued)</b>				
<i>Seagate Technology HDD Holdings</i>	7.75%	12-15-2018	\$ 170,000	\$ 189,550
				446,488
<b>Materials : 0.24%</b>				
<b>Metals &amp; Mining : 0.17%</b>				
<i>Novelis Incorporated</i>	8.38	12-15-2017	100,000	108,000
<i>Novelis Incorporated</i>	8.75	12-15-2020	75,000	83,813
				191,813
<b>Paper &amp; Forest Products : 0.07%</b>				
<i>Sappi Limited 144A</i>	7.50	6-15-2032	100,000	85,000
<b>Telecommunication Services : 0.78%</b>				
<b>Diversified Telecommunication Services : 0.74%</b>				
<i>Intelsat Bermuda Limited 144A</i>	7.75	6-1-2021	95,000	99,869
<i>Intelsat Bermuda Limited 144A</i>	8.13	6-1-2023	30,000	32,100
<i>Intelsat Bermuda Limited</i>	11.25	2-4-2017	54,000	57,132
<i>Intelsat Jackson Holdings Limited 144A</i>	5.50	8-1-2023	200,000	196,000
<i>Intelsat Jackson Holdings Limited</i>	7.25	4-1-2019	225,000	242,438
<i>Intelsat Jackson Holdings Limited</i>	7.50	4-1-2021	50,000	54,938
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	150,000	162,750
				845,227
<b>Wireless Telecommunication Services : 0.04%</b>				
<i>Telesat Canada Incorporated 144A</i>	6.00	5-15-2017	50,000	52,250
<b>Total Yankee Corporate Bonds and Notes (Cost \$1,840,930)</b>				1,930,794
<b>Short-Term Investments : 7.01%</b>				
<b>Investment Companies : 7.01%</b>				
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)##</i>			Yield 0.10	Shares 8,054,140 8,054,140
<b>Total Short-Term Investments (Cost \$8,054,140)</b>				8,054,140
<b>Total investments in securities</b>				
<b>(Cost \$110,549,066)*</b>	111.05%			127,522,955
<i>Other assets and liabilities, net</i>	(11.05)			(12,692,578)
<b>Total net assets</b>	100.00%			\$ 114,830,377



*Non-income-earning security*

*144A Security that may be resold to qualified institutional buyers under Rule 144A or security offered pursuant to Section 4(2) of the Securities Act of 1933, as amended.*

¥ *A payment-in-kind (PIK) security is a security in which the issuer may make interest or dividend payments in cash or additional securities. These additional securities generally have the same terms as the original holdings.*

(i) *Illiquid security*

± *Variable rate investment. The rate shown is the rate in effect at period end.*

< *All or a portion of the position represents an unfunded loan commitment.*

(s) *Security is currently in default with regards to scheduled interest and/or principal payments. The Fund has stopped accruing interest on this security.*

(l) *Investment in an affiliate*

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

(u) Rate shown is the 7-day annualized yield at period end.

## All or a portion of this security has been segregated for unfunded loans.

\* Cost for federal income tax purposes is \$111,236,960 and unrealized appreciation (depreciation) consists of:

Gross unrealized appreciation	\$ 19,722,073
Gross unrealized depreciation	(3,436,078)
Net unrealized appreciation	\$ 16,285,995

**Wells Fargo Advantage Utilities and High Income Fund (the Fund )**

**Notes to Portfolio of Investments May 31, 2013 (unaudited)**

**Securities valuation**

All investments are valued each business day as of the close of regular trading on the New York Stock Exchange (normally 4 p.m. Eastern Time).

Equity securities that are listed on a foreign or domestic exchange, except for The Nasdaq Stock Market, Inc. ( Nasdaq ), are valued at the official closing price or, if none, the last sales price. Securities listed on Nasdaq are valued at the Nasdaq Official Closing Price ( NOCP ). If no NOCP is available, securities are valued at the last sales price. If no sales price is shown on the Nasdaq, the bid price will be used. If no sale occurs on the primary exchange or market for the security that day or if no sale occurs and no bid price is shown on Nasdaq, the prior day's price will be deemed stale and fair values will be determined in accordance with the Fund's Valuation Procedures.

Securities denominated in foreign currencies are translated into U.S. dollars using the rates of exchange in effect on the day of valuation at a time specified by the Management Valuation Team of Wells Fargo Funds Management, LLC ( Funds Management ).

Many securities markets and exchanges outside the U.S. close prior to the close of the New York Stock Exchange and therefore may not fully reflect trading or events that occur after the close of the principal exchange in which the foreign securities are traded, but before the close of the New York Stock Exchange. If such trading or events are expected to materially affect the value of such securities, then fair value pricing procedures approved by the Board of Trustees are applied. These procedures take into account multiple factors including movements in U.S. securities markets after foreign exchanges close. Foreign securities that are fair valued under these procedures are categorized as Level 2 and the application of these procedures may result in transfers between Level 1 and Level 2. Depending on market activity, such fair valuations may be frequent. Such fair value pricing may result in NAVs that are higher or lower than NAVs based on the last reported sales price or latest quoted bid price. On May 31, 2013, fair value pricing was used in pricing foreign securities.

Fixed income securities acquired with maturities exceeding 60 days are valued based on evaluated bid prices received from an independent pricing service which may utilize both transaction data and market information such as yield, prices of securities of comparable quality, coupon rate, maturity, type of issue, trading characteristics and other market data. If valuations are not available from the independent pricing service or values received are deemed not representative of market value, values will be obtained from a broker-dealer or otherwise determined based on the Fund's Valuation Procedures.

Short-term securities with maturities of 60 days or less generally are valued at amortized cost which approximates fair value. The amortized cost method involves valuing a security at its cost, plus accretion of discount or minus amortization of premium over the period until maturity.

Investments in registered open-end investment companies are valued at net asset value.

Investments which are not valued using any of the methods discussed above are valued at their fair value, as determined by procedures established in good faith and approved by the Board of Trustees. The Board of Trustees has established a Valuation Committee comprised of the Trustees and has delegated to it the authority to take any actions regarding the valuation of portfolio securities that the Valuation Committee deems necessary or appropriate, including determining the fair value of portfolio securities, unless the determination has been delegated to the Management Valuation Team. The Board of Trustees retains the authority to make or ratify any valuation decisions or approve any changes to the Valuation Procedures as it deems appropriate. On a quarterly basis, the Board of Trustees receives reports on any valuation actions taken by the Valuation Committee or the Management Valuation Team which may include items for ratification.

Valuations of fair valued securities are compared to the next actual sales price when available, or other appropriate market information to assess the continued appropriateness of the fair valuation methodology used. These securities are fair valued on a day-to-day basis, taking into consideration changes to appropriate market information and any significant changes to the input factors considered in the valuation process until there is a readily available price provided on the exchange or by an independent pricing service. Valuations received from an independent pricing service or broker quotes are periodically validated by comparisons to most recent trades and valuations provided by other independent pricing services in addition to the review of prices by the adviser and/or subadviser. Unobservable inputs used in determining fair valuations are identified based on the type of security, taking into consideration factors utilized by market participants in valuing the investment, knowledge about the issuer and the current market environment.

**Foreign currency translation**

## Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

The accounting records of the Fund are maintained in U.S. dollars. Assets, including investment securities, and liabilities denominated in foreign currency are translated into U.S. dollars at the rates of exchange at a time specified by the Management Valuation Team on the date of valuation. Purchases and sales of securities, and income and expenses are converted at the rate of exchange on the respective dates of such transactions. Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded and the U.S. dollar equivalent of the amounts actually paid or received. Net unrealized foreign exchange gains and losses arise from changes in the fair value of assets and liabilities other than investments in securities resulting in changes in exchange rates.

The changes in net assets arising from changes in exchange rates and the changes in net assets resulting from changes in market prices of securities are not separately presented. Such changes are recorded with net realized and unrealized gains or losses from investments. Gains and losses from certain foreign currency transactions are treated as ordinary income for U.S. federal income tax purposes.

**Term loans**

The Fund may invest in term loans. The Fund begins earning interest when the loans are funded. The loans pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. The Fund assumes the credit risk of the borrower and there could be potential loss to the Fund in the event of default by the borrower.

As of May 31, 2013 the Fund had unfunded loan commitments of \$87,525.

**Fair valuation measurements**

Fair value measurements of investments are determined within a framework that has established a fair value hierarchy based upon the various data inputs utilized in determining the value of the Fund's investments. The three-level hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to significant unobservable inputs (Level 3). The Fund's investments are classified within the fair value hierarchy based on the lowest level of input that is significant to the fair value measurement. The inputs are summarized into three broad levels as follows:

- Level 1 quoted prices in active markets for identical securities
- Level 2 other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, use of amortized cost, etc.)
- Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodologies used for valuing investments in securities are not necessarily an indication of the risk associated with investing in those securities.

As of May 31, 2013, the inputs used in valuing investments in securities were as follows:

	Quoted prices (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<b>Investments in securities</b>				
<b>Equity securities</b>				
<i>Common stocks</i>	\$ 45,850,245	\$ 16,224,871	\$ 0	\$ 62,075,116
<i>Preferred stocks</i>	14,499,664	2,751,321	0	17,250,985
<i>Warrants</i>	0	90,310	0	90,310
<b>Corporate bonds and notes</b>	0	34,965,652	0	34,965,652
<b>Term loans</b>	0	2,385,493	770,465	3,155,958
<b>Yankee corporate bonds and notes</b>	0	1,930,794	0	1,930,794
<b>Short-term investments</b>				
<i>Investment companies</i>	8,054,140	0	0	8,054,140
	\$ 68,404,049	\$ 58,348,441	\$ 770,465	\$ 127,522,955

Transfers in and transfers out are recognized at the end of the reporting period.

The following is a list of common abbreviations for terms and entities that may have appeared in this report.

ACA	ACA Financial Guaranty Corporation
ADR	American depositary receipt
ADS	American depositary shares
AGC	Assured Guaranty Corporation
AGM	Assured Guaranty Municipal
Ambac	Ambac Financial Group Incorporated
AMT	Alternative minimum tax
AUD	Australian dollar
BAN	Bond anticipation notes
BHAC	Berkshire Hathaway Assurance Corporation
BRL	Brazilian real
CAB	Capital appreciation bond
CAD	Canadian dollar
CCAB	Convertible capital appreciation bond
CDA	Community Development Authority
CDO	Collateralized debt obligation
CHF	Swiss franc
COP	Certificate of participation
DKK	Danish krone
DRIVER	Derivative inverse tax-exempt receipts
DW&P	Department of Water & Power
DWR	Department of Water Resources
ECFA	Educational & Cultural Facilities Authority
EDA	Economic Development Authority
EDFA	Economic Development Finance Authority
ETF	Exchange-traded fund
EUR	Euro

## Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

FDIC Federal Deposit Insurance Corporation

FFCB Federal Farm Credit Banks

FGIC Financial Guaranty Insurance Corporation

FHA Federal Housing Administration

FHLB Federal Home Loan Bank

FHLMC Federal Home Loan Mortgage Corporation

FICO The Financing Corporation

FNMA Federal National Mortgage Association

FSA Farm Service Agency

GBP Great British pound

GDR Global depositary receipt

GNMA Government National Mortgage Association

GO General obligation

HCFR Healthcare facilities revenue

HEFA Health & Educational Facilities Authority

HEFAR Higher education facilities authority revenue

HFA Housing Finance Authority

HFFA Health Facilities Financing Authority

HKD Hong Kong dollar

HUD Department of Housing and Urban Development

HUF Hungarian forint

IDA Industrial Development Authority

IDAG Industrial Development Agency

IDR Industrial development revenue

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

LIQ Liquidity agreement

LLC Limited liability company

LLP Limited liability partnership

LOC Letter of credit

LP Limited partnership

MBIA Municipal Bond Insurance Association

MFHR Multifamily housing revenue

MSTR Municipal securities trust receipts

MTN Medium-term note

MUD Municipal Utility District

MXN Mexican peso

MYR Malaysian ringgit

National National Public Finance Guarantee Corporation

NOK Norwegian krone

NZD New Zealand dollar



PCFA Pollution Control Financing Authority

PCL Public Company Limited

PCR Pollution control revenue

PFA Public Finance Authority

PFFA Public Facilities Financing Authority

PFOTER Puttable floating option tax-exempt receipts

plc Public limited company

PLN Polish zloty

PUTTER Puttable tax-exempt receipts

R&D Research & development

Radian Radian Asset Assurance

RAN Revenue anticipation notes

RDA Redevelopment Authority

RDFA Redevelopment Finance Authority

REIT Real estate investment trust

ROC Reset option certificates

SAVRS Select auction variable rate securities

SBA Small Business Authority

SEK Swedish krona

SFHR Single-family housing revenue

SFMR Single-family mortgage revenue

SGD Singapore dollar

SKK Slovakian koruna

SPA Standby purchase agreement

SPDR Standard & Poor's Depositary Receipts

STRIPS Separate trading of registered interest and  
principal securities

TAN Tax anticipation notes

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

TBA To be announced

TIPS Treasury inflation-protected securities

TRAN Tax revenue anticipation notes

TRY Turkish lira

TTFA Transportation Trust Fund Authority

TVA Tennessee Valley Authority

ZAR South African rand

ITEM 2. CONTROLS AND PROCEDURES

(a) The President and Treasurer have concluded that the Wells Fargo Advantage Utilities and High Income Fund (the Trust ) disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) provide reasonable assurances that material information relating to the Trust is made known to them by the appropriate persons based on their evaluation of these controls and procedures as of a date within 90 days of the filing of this report.

(b) There were no significant changes in the Trust s internal controls over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) that occurred during the second fiscal quarter of the period covered by this report that materially affected, or is reasonably likely to materially affect, the registrant s internal control over financial reporting.

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Wells Fargo Advantage Utilities and High Income Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch  
President

Date: July 26, 2013

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

Wells Fargo Advantage Utilities and High Income Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch  
President

Date: July 26, 2013

By: /s/ Nancy Wiser

Nancy Wiser  
Treasurer

Date: July 26, 2013