

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

July 27, 2011

**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: 800-643-9691**

Date of fiscal year end: **August 31, 2010**

Date of reporting period: **May 31, 2011**

## ITEM 1. SCHEDULE OF INVESTMENTS

PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Shares	Value
<b>Common Stocks: 67.87%</b>		
<b>Consumer Discretionary: 6.95%</b>		
<b>Media: 6.95%</b>		
<i>Comcast Corporation Class A</i>	47,900	\$ 1,208,996
<i>Mediaset SpA</i>	1,310,000	6,854,633
		8,063,629
<b>Energy: 6.25%</b>		
<b>Oil, Gas &amp; Consumable Fuels: 6.25%</b>		
<i>Enbridge Incorporated</i>	15,000	1,009,350
<i>EQT Corporation</i>	15,000	812,700
<i>Southwestern Energy Company</i>	25,000	1,094,250
<i>Spectra Energy Corporation</i>	100,000	2,759,000
<i>The Williams Companies Incorporated</i>	50,000	1,569,500
		7,244,800
<b>Financials: 4.89%</b>		
<b>Capital Markets: 0.56%</b>		
<i>optionsXpress Holdings Incorporated</i>	35,600	651,480
<b>Consumer Finance: 4.33%</b>		
<i>MasterCard Incorporated</i>	9,000	2,583,450
<i>Visa Incorporated Class A</i>	30,000	2,431,800
		5,015,250
<b>Industrials: 0.11%</b>		
<b>Construction &amp; Engineering: 0.11%</b>		
<i>Ameresco Incorporated Class A</i>	9,000	131,580
<b>Information Technology: 0.83%</b>		
<b>IT Services: 0.83%</b>		
<i>Convergys Corporation</i>	75,000	958,500
<b>Telecommunication Services: 14.31%</b>		
<b>Diversified Telecommunication Services: 8.20%</b>		
<i>BCE Incorporated</i>	16,000	643,840
<i>Shenandoah Telecommunications Company(i)</i>	40,000	728,400
<i>Tele2 AB Series B</i>	325,000	6,356,286
<i>Telecom Italia RSP</i>	357,100	436,817
<i>Windstream Corporation</i>	100,000	1,345,000
		9,510,343

**Wireless Telecommunication Services: 6.11%**

<i>Portugal Telecom SGPS SA ADR</i>	585,000	6,411,600
<i>Vivo Participacoes SA ADR</i>	12,000	541,440
<i>Vodafone Group plc ADR</i>	5,000	140,150
		7,093,190

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Shares	Value
<b>Utilities: 34.53%</b>		
<b>Electric Utilities: 20.63%</b>		
American Electric Power Company Incorporated	600	\$ 22,920
CenterPoint Energy Incorporated	50,000	966,500
CH Energy Group Incorporated	500	26,975
Chesapeake Midstream Partner LP	5,000	131,200
Chesapeake Utilities Corporation	200	8,088
China Hydroelectric Company ADR	10,000	43,800
Duke Energy Corporation	500	9,375
Edison International	2,000	78,720
Entergy Corporation	1,000	68,150
FirstEnergy Corporation	25,000	1,115,500
Great Plains Energy Incorporated	150,000	3,175,500
Hawaiian Electric Industries Incorporated	100,000	2,483,000
ITC Holdings Corporation	36,000	2,602,440
Nextera Energy Incorporated	70,000	4,056,500
Northeast Utilities	100,000	3,524,000
NSTAR	1,000	46,040
NV Energy Incorporated	75,000	1,182,750
Pepco Holdings Incorporated	100	1,997
Portland General Electric Company	75,000	1,947,750
Progress Energy Incorporated	400	19,048
South Jersey Industries Incorporated	200	11,194
The Southern Company	60,000	2,404,800
		23,926,247
<b>Gas Utilities: 2.96%</b>		
El Paso Corporation	25,000	526,250
MDU Resources Group Incorporated	500	11,815
National Fuel Gas Company	40,000	2,881,600
New Jersey Resources Corporation	200	9,216
		3,428,881
<b>Multi-Utilities: 6.07%</b>		
Dominion Resources Incorporated	300	14,316
PG&E Corporation	96,000	4,164,480
Public Service Enterprise Group Incorporated	50,000	1,675,000
Sempra Energy	19,900	1,097,883
Wisconsin Energy Corporation	3,000	93,810
		7,045,489
<b>Water Utilities: 4.87%</b>		
American Water Works Company Incorporated	50,000	1,500,500
Middlesex Water Company	25,000	469,000
Pennichuck Corporation	130,000	3,684,200
		5,653,700

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

**Total Common Stocks**  
 (Cost \$70,225,811)

78,723,089

	Interest Rate	Maturity Date	Principal	
<b>Corporate Bonds and Notes: 29.22%</b>				
<b>Consumer Discretionary: 4.97%</b>				
<b>Auto Components: 0.48%</b>				
<i>Allison Transmission Incorporated</i>	7.13%	05/15/2019	100,000	99,250

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Auto Components (continued)</b>				
<i>Cooper Tire &amp; Rubber Company</i>	7.63%	03/15/2027	\$ 215,000	209,088
<i>Goodyear Tire &amp; Rubber Company</i>	10.50	05/15/2016	218,000	246,885
				555,223
<b>Diversified Consumer Services: 0.86%</b>				
<i>Carriage Services Incorporated</i>	7.88	01/15/2015	185,000	187,313
<i>Service Corporation International</i>	6.75	04/01/2016	75,000	80,438
<i>Service Corporation International</i>	7.50	04/01/2027	465,000	451,050
<i>Service Corporation International</i>	8.00	11/15/2021	40,000	44,300
<i>StoneMor Partners LP</i>	10.25	12/01/2017	225,000	231,469
				994,570
<b>Hotels, Restaurants &amp; Leisure: 1.07%</b>				
<i>Ameristar Casinos Incorporated</i>	7.50	04/15/2021	75,000	77,813
<i>Burger King Corporation</i>	9.88	10/15/2018	75,000	79,969
<i>Chukchansi Economic Development Authority</i>	3.92	11/15/2012	100,000	82,250
<i>Cinemark USA Incorporated</i>	7.38	06/15/2021	25,000	25,000
<i>Citycenter Holdings LLC</i>	7.63	01/15/2016	25,000	25,625
<i>Citycenter Holdings LLC</i> ¥	11.50	01/15/2017	75,000	83,813
<i>DineEquity Incorporated</i>	9.50	10/30/2018	50,000	54,750
<i>Greektown Superholdings Incorporated</i>	13.00	07/01/2015	300,000	339,000
<i>Greektown Superholdings Incorporated</i>	13.00	07/01/2015	150,000	169,500
<i>Scientific Games Corporation</i>	9.25	06/15/2019	60,000	66,000
<i>Speedway Motorsports Incorporated</i>	6.75	02/01/2019	25,000	25,375
<i>Speedway Motorsports Incorporated</i>	8.75	06/01/2016	120,000	131,400
<i>Yonkers Racing Corporation</i>	11.38	07/15/2016	75,000	82,594
				1,243,089
<b>Household Durables: 0.01%</b>				
<i>Sealy Mattress Corporation</i>	10.88	04/15/2016	9,000	10,103
<b>Leisure Equipment &amp; Products: 0.02%</b>				
<i>Eastman Kodak Company</i>	7.25	11/15/2013	25,000	23,813
<b>Media: 2.20%</b>				
<i>Cablevision Systems Corporation</i>	8.63	09/15/2017	145,000	163,488
<i>CCH II Capital Corporation</i>	13.50	11/30/2016	605,000	719,950
<i>Charter Communications Incorporated Step Bond</i>	10.88	09/15/2014	595,000	660,450
<i>CSC Holdings LLC</i>	7.88	02/15/2018	50,000	54,750
<i>DISH DBS Corporation</i>	7.88	09/01/2019	115,000	125,206
<i>Gray Television Incorporated</i>	10.50	06/29/2015	50,000	53,125
<i>Interactive Data Corporation</i>	10.25	08/01/2018	25,000	27,813
<i>Lamar Media Corporation Series C</i>	9.75	04/01/2014	25,000	29,063
<i>LIN Television Corporation</i>	8.38	04/15/2018	75,000	80,250

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

<i>Local TV Finance LLC</i> ¥	9.25	06/15/2015	100,000	100,000
<i>NAI Entertainment Holdings LLC</i>	8.25	12/15/2017	75,000	81,000
<i>Regal Cinemas Corporation</i>	8.63	07/15/2019	200,000	214,000
<i>Salem Communications Corporation</i>	9.63	12/15/2016	230,000	246,675
				2,555,770

**Specialty Retail: 0.13%**

<i>Gap Incorporated</i>	5.95	04/12/2021	50,000	49,012
<i>Limited Brands Incorporated</i>	6.63	04/01/2021	25,000	26,063
<i>Rent-A-Center Incorporated</i>	6.63	11/15/2020	25,000	24,938

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*



**PORTFOLIO OF INVESTMENTS** May 31, 2011 (UNAUDITED)**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Specialty Retail (continued)</b>				
<i>Toys R Us Property Company I LLC</i>	8.50%	12/01/2017	\$ 50,000	53,563
				153,576
<b>Textiles, Apparel &amp; Luxury Goods: 0.20%</b>				
<i>Oxford Industries Incorporated</i>	11.38	07/15/2015	200,000	228,000
<b>Consumer Staples: 0.28%</b>				
<b>Food Products: 0.28%</b>				
<i>Blue Merger Incorporated</i>	7.63	02/15/2019	75,000	76,547
<i>Darling International Incorporated</i>	8.50	12/15/2018	25,000	27,250
<i>Dole Food Company Incorporated</i>	13.88	03/15/2014	181,000	219,236
				323,033
<b>Energy: 4.71%</b>				
<b>Energy Equipment &amp; Services: 0.88%</b>				
<i>Bristow Group Incorporated</i>	7.50	09/15/2017	110,000	115,500
<i>Dresser Rand Group Incorporated</i>	6.50	05/01/2021	75,000	77,438
<i>Gulfmark Offshore Incorporated</i>	7.75	07/15/2014	225,000	228,375
<i>Hornbeck Offshore Services Incorporated Series B</i>	6.13	12/01/2014	260,000	261,300
<i>Hornbeck Offshore Services Incorporated Series B</i>	8.00	09/01/2017	55,000	56,375
<i>Oil States International Incorporated</i>	6.50	06/01/2019	50,000	50,313
<i>PHI Incorporated</i>	8.63	10/15/2018	200,000	212,500
<i>Pride International Incorporated</i>	8.50	06/15/2019	10,000	12,804
				1,014,605
<b>Oil, Gas &amp; Consumable Fuels: 3.83%</b>				
<i>Chesapeake Energy Corporation</i>	9.50	02/15/2015	255,000	300,900
<i>Coffeyville Resources Energy Incorporated</i>	9.00	04/01/2015	45,000	48,825
<i>Coffeyville Resources Energy Incorporated</i>	10.88	04/01/2017	100,000	113,500
<i>Connacher Oil &amp; Gas Limited</i>	10.25	12/15/2015	55,000	60,019
<i>Connacher Oil &amp; Gas Limited</i>	11.75	07/15/2014	20,000	21,350
<i>Consol Energy Incorporated</i>	8.25	04/01/2020	165,000	183,150
<i>Denbury Resources Incorporated</i>	6.38	08/15/2021	25,000	25,313
<i>Denbury Resources Incorporated</i>	8.25	02/15/2020	25,000	27,625
<i>El Paso Corporation</i>	6.50	09/15/2020	45,000	50,852
<i>El Paso Corporation</i>	7.25	06/01/2018	75,000	88,243
<i>El Paso Corporation</i>	7.42	02/15/2037	90,000	103,933
<i>El Paso Corporation</i>	7.80	08/01/2031	100,000	121,465
<i>Energy Transfer Equity</i>	7.50	10/15/2020	300,000	327,000
<i>Ferrellgas LP</i>	6.50	05/01/2021	50,000	49,813
<i>Ferrellgas LP</i>	9.13	10/01/2017	200,000	224,000
<i>Forest Oil Corporation</i>	7.25	06/15/2019	95,000	97,613
<i>Forest Oil Corporation</i>	8.50	02/15/2014	65,000	71,988
<i>Hilcorp Energy Company</i>	7.75	11/01/2015	50,000	51,750
<i>Holly Corporation</i>	9.88	06/15/2017	220,000	246,950

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

<i>Inergy LP</i>	6.88	08/01/2021	50,000	51,500
<i>Inergy LP</i>	7.00	10/01/2018	50,000	51,500
<i>Newfield Exploration Company</i>	6.88	02/01/2020	55,000	58,300
<i>OPTI Canada Incorporated</i>	8.25	12/15/2014	50,000	24,875
<i>Peabody Energy Corporation</i>	7.88	11/01/2026	390,000	440,700
<i>Penn Virginia Corporation</i>	10.38	06/15/2016	10,000	11,250
<i>Petrohawk Energy Corporation</i>	7.88	06/01/2015	95,000	100,225
<i>Petrohawk Energy Corporation</i>	10.50	08/01/2014	60,000	68,100
<i>Pioneer Natural Resource Company</i>	7.50	01/15/2020	145,000	164,678
<i>Plains Exploration &amp; Production Company</i>	8.63	10/15/2019	325,000	359,125

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Regency Energy Partners</i>	6.88%	12/01/2018	\$ 25,000	26,313
<i>Sabine Pass LNG LP</i>	7.25	11/30/2013	250,000	258,750
<i>Sabine Pass LNG LP</i>	7.50	11/30/2016	200,000	205,500
<i>Sandridge Energy Incorporated</i>	8.75	01/15/2020	90,000	97,875
<i>Stallion Oilfield Holdings Incorporated</i>	10.50	02/15/2015	44,000	47,960
<i>Suburban Propane Partners LP</i>	7.38	03/15/2020	25,000	26,750
<i>Susser Holdings LLC</i>	8.50	05/15/2016	125,000	135,000
<i>Tesoro Corporation(i)</i>	9.75	06/01/2019	90,000	102,150
				4,444,840

**Financials: 7.19%****Capital Markets: 0.59%**

<i>E*TRADE Financial Corporation</i> ¥	12.50	11/30/2017	68,000	81,770
<i>Nuveen Investments Incorporated</i>	5.50	09/15/2015	200,000	180,000
<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	200,000	211,000
<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	150,000	159,000
<i>Oppenheimer Holdings Incorporated</i>	8.75	04/15/2018	50,000	52,750
				684,520

**Commercial Banks: 0.68%**

<i>CapitalSource Incorporated</i>	12.75	07/15/2014	215,000	259,613
<i>CIT Group Incorporated</i>	5.25	04/01/2014	75,000	76,396
<i>CIT Group Incorporated</i>	6.63	04/01/2018	25,000	26,288
<i>CIT Group Incorporated</i>	7.00	05/01/2015	425,000	428,188
				790,485

**Consumer Finance: 3.49%**

<i>American General Finance Corporation</i>	5.40	12/01/2015	125,000	118,125
<i>American General Finance Corporation</i>	5.75	09/15/2016	50,000	46,375
<i>American General Finance Corporation</i>	6.50	09/15/2017	50,000	46,500
<i>Calpine Construction Finance Corporation</i>	7.25	10/15/2017	325,000	338,000
<i>Calpine Construction Finance Corporation</i>	8.00	06/01/2016	125,000	136,250
<i>Clearwire Communications Finance Corporation</i>	12.00	12/01/2015	130,000	142,188
<i>Ford Motor Credit Company</i>	9.88	08/10/2011	235,000	238,347
<i>GMAC LLC</i>	6.75	12/01/2014	36,000	38,340
<i>GMAC LLC</i>	6.88	09/15/2011	6,000	6,060
<i>GMAC LLC</i>	6.88	08/28/2012	146,000	152,570
<i>Homer City Funding LLC</i>	8.73	10/01/2026	142,089	128,590
<i>International Lease Finance Corporation</i>	4.75	01/13/2012	140,000	142,100
<i>International Lease Finance Corporation</i>	5.30	05/01/2012	275,000	281,875
<i>International Lease Finance Corporation</i>	8.63	09/15/2015	75,000	83,156
<i>International Lease Finance Corporation Series MTN</i>	5.75	06/15/2011	50,000	50,000
<i>JBS USA Finance Incorporated</i>	11.63	05/01/2014	420,000	491,400

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

<i>Nielsen Finance LLC Company</i>	7.75	10/15/2018	375,000	402,188
<i>Nielsen Finance LLC Company</i>	11.50	05/01/2016	49,000	57,943
<i>Springleaf Finance Corporation</i>	6.90	12/15/2017	125,000	118,750
<i>Sprint Capital Corporation</i>	6.88	11/15/2028	675,000	654,750
<i>Sprint Capital Corporation</i>	6.90	05/01/2019	120,000	125,400
<i>Sprint Capital Corporation</i>	8.38	03/15/2012	235,000	246,163
				4,045,070

**Diversified Financial Services: 1.21%**

<i>Ally Financial Incorporated</i>	8.30	02/12/2015	825,000	919,875
<i>Dunkin Finance Corporation</i>	9.63	12/01/2018	38,000	38,332
<i>General Motors Financial Company Incorporated</i>	6.75	06/01/2018	100,000	100,760
<i>Leucadia National Corporation</i>	8.13	09/15/2015	313,000	347,430
				1,406,397

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

**PORTFOLIO OF INVESTMENTS** May 31, 2011 (UNAUDITED)**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Insurance: 0.42%</b>				
<i>Emigrant Bancorp Incorporated (i)</i>	6.25%	06/15/2014	\$ 225,000	201,491
<i>HUB International Holdings Incorporated</i>	10.25	06/15/2015	275,000	285,313
				486,804
<b>REIT: 0.80%</b>				
<i>Dupont Fabros Technology Incorporated</i>	8.50	12/15/2017	565,000	622,206
<i>Host Marriott Corporation</i>	9.00	05/15/2017	30,000	33,900
<i>MPT Operating Partnership LP</i>	6.88	05/01/2021	50,000	50,250
<i>Omega Healthcare Investors Incorporated</i>	6.75	10/15/2022	125,000	124,688
<i>Ventas Incorporated</i>	9.00	05/01/2012	90,000	96,165
				927,209
<b>Health Care: 1.32%</b>				
<i>Health Care Equipment &amp; Supplies: 0.24%</i>				
<i>Biomet Incorporated</i> ¥	10.38	10/15/2017	60,000	66,600
<i>Biomet Incorporated</i>	11.63	10/15/2017	100,000	112,250
<i>Fresenius Medical Care Incorporated</i>	5.75	02/15/2021	100,000	98,250
				277,100
<b>Health Care Providers &amp; Services: 0.97%</b>				
<i>Apria Healthcare Group</i>	11.25	11/01/2014	120,000	126,750
<i>Aviv Healthcare Properties LP</i>	7.75	02/15/2019	100,000	102,250
<i>Centene Corporation</i>	5.75	06/01/2017	75,000	73,875
<i>HCA Incorporated</i>	9.25	11/15/2016	400,000	427,000
<i>HCA Incorporated</i> ¥	9.63	11/15/2016	129,000	138,030
<i>Health Management plc</i>	6.13	04/15/2016	50,000	52,250
<i>Healthisouth Corporation</i>	7.25	10/01/2018	25,000	26,563
<i>Healthisouth Corporation</i>	7.75	09/15/2022	25,000	26,688
<i>Sabra Health Care Corporation</i>	8.13	11/01/2018	150,000	153,375
				1,126,781
<b>Life Sciences Tools &amp; Services: 0.04%</b>				
<i>Community Health Systems Incorporated Series WI</i>	8.88	07/15/2015	50,000	51,625
<b>Pharmaceuticals: 0.07%</b>				
<i>Mylan Incorporated</i>	6.00	11/15/2018	25,000	25,688
<i>Mylan Incorporated</i>	7.63	07/15/2017	25,000	27,531
<i>Mylan Incorporated</i>	7.88	07/15/2020	25,000	27,688
				80,907
<b>Industrials: 2.11%</b>				
<b>Aerospace &amp; Defense: 0.88%</b>				
<i>Alliant Techsystems Incorporated</i>	6.75	04/01/2016	225,000	231,188
<i>Digitalglobe Incorporated</i>	10.50	05/01/2014	50,000	55,938
<i>Geeye Incorporated</i>	9.63	10/01/2015	55,000	62,081

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

<i>Hexcel Corporation</i>	6.75	02/01/2015	53,000	54,126
<i>Huntington Ingalls Industries Incorporated</i>	7.13	03/15/2021	25,000	26,094
<i>Kratos Defense &amp; Security Solutions Incorporated</i>	10.00	06/01/2017	130,000	143,000
<i>L-3 Communications Holdings Incorporated</i>	6.38	10/15/2015	360,000	371,700
<i>Wyle Services Corporation</i>	10.50	04/01/2018	70,000	74,725
				1,018,852

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Commercial Services &amp; Supplies: 0.81%</b>				
<i>Brickman Group Holdings</i>	9.13%	11/01/2018	\$ 25,000	25,938
<i>Casella Waste Systems Incorporated</i>	7.75	02/15/2019	25,000	25,313
<i>Casella Waste Systems Incorporated</i>	11.00	07/15/2014	220,000	248,600
<i>Corrections Corporation of America</i>	6.25	03/15/2013	60,000	60,450
<i>Corrections Corporation of America</i>	7.75	06/01/2017	95,000	104,025
<i>Geo Group Incorporated</i>	7.75	10/15/2017	100,000	107,250
<i>Iron Mountain Incorporated</i>	8.38	08/15/2021	155,000	165,850
<i>KAR Holdings Incorporated</i>	4.27	05/01/2014	75,000	74,063
<i>KAR Holdings Incorporated</i>	10.00	05/01/2015	25,000	26,313
<i>NCO Group Incorporated</i>	11.88	11/15/2014	125,000	108,750
				946,552
<b>Industrial Conglomerates: 0.21%</b>				
<i>Otter Tail Corporation</i>	9.00	12/15/2016	215,000	238,919
<b>Machinery: 0.14%</b>				
<i>Cleaver-Brooks Incorporated</i>	12.25	05/01/2016	55,000	57,200
<i>Columbus Mckinnon Corporation</i>	7.88	02/01/2019	75,000	77,625
<i>Titan International Incorporated</i>	7.88	10/01/2017	25,000	26,875
				161,700
<b>Professional Services: 0.02%</b>				
<i>CDRT Merger Sub Incorporated</i>	8.13	06/01/2019	25,000	25,219
<b>Road &amp; Rail: 0.05%</b>				
<i>RailAmerica Incorporated</i>	9.25	07/01/2017	50,000	55,375
<b>Information Technology: 1.92%</b>				
<b>Communications Equipment: 0.26%</b>				
<i>Lucent Technologies Incorporated</i>	6.45	03/15/2029	155,000	142,213
<i>Lucent Technologies Incorporated Series B</i>	2.88	06/15/2025	160,000	158,200
				300,413
<b>Computers &amp; Peripherals: 0.18%</b>				
<i>Seagate Technology HDD Holdings</i>	6.80	10/01/2016	50,000	53,250
<i>Seagate Technology HDD Holdings</i>	6.88	05/01/2020	25,000	25,188
<i>Seagate Technology HDD Holdings</i>	7.00	11/01/2021	25,000	25,375
<i>Seagate Technology HDD Holdings</i>	7.75	12/15/2018	100,000	105,250
				209,063
<b>Electronic Equipment &amp; Instruments: 0.88%</b>				
<i>Jabil Circuit Incorporated</i>	8.25	03/15/2018	620,000	714,550
<i>Kemet Corporation</i>	10.50	05/01/2018	160,000	180,400

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

<i>Viasystem Group Incorporated</i>	12.00	01/15/2015	115,000	129,950
				1,024,900

**Internet Software & Services: 0.09%**

<i>Equinix Incorporated</i>	8.13	03/01/2018	95,000	102,600
-----------------------------	------	------------	--------	---------

**IT Services: 0.51%**

<i>First Data Corporation</i>	11.25	03/31/2016	75,000	75,188
<i>Intcomex Incorporated</i>	13.25	12/15/2014	105,000	109,200
<i>SunGard Data Systems Incorporated</i>	7.38	11/15/2018	50,000	51,000
<i>SunGard Data Systems Incorporated</i>	7.63	11/15/2020	25,000	25,938
<i>SunGard Data Systems Incorporated</i>	10.25	08/15/2015	225,000	234,000

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*



**PORTFOLIO OF INVESTMENTS** May 31, 2011 (UNAUDITED)**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>IT Services (continued)</b>				
<i>Unisys Corporation</i>	12.75%	10/15/2014	\$ 47,000	55,519
<i>Unisys Corporation</i>	14.25	09/15/2015	36,000	42,885
				593,730
<b>Materials: 1.58%</b>				
<b>Chemicals: 0.47%</b>				
<i>Huntsman International LLC</i>	5.50	06/30/2016	140,000	139,125
<i>LBI Escrow Corporation</i>	8.00	11/01/2017	75,000	84,375
<i>Lyondell Chemical Company</i>	11.00	05/01/2018	240,241	270,571
<i>Solutia Incorporated</i>	7.88	03/15/2020	50,000	55,000
				549,071
<b>Construction Materials: 0.14%</b>				
<i>CPG International Incorporated</i>	10.88	09/01/2014	150,000	163,500
<b>Containers &amp; Packaging: 0.39%</b>				
<i>Crown Americas LLC</i>	7.63	05/15/2017	25,000	27,438
<i>Exopack Holding Corporation</i>	11.25	02/01/2014	280,000	287,000
<i>Graham Packaging Company Incorporated</i>	9.88	10/15/2014	100,000	103,750
<i>Owens Brockway Glass Container Incorporated</i>	7.38	05/15/2016	25,000	27,625
				445,813
<b>Metals &amp; Mining: 0.37%</b>				
<i>Freeport-McMoRan Copper &amp; Gold Incorporated</i>	8.38	04/01/2017	295,000	323,394
<i>Novelis Incorporated</i>	8.38	12/15/2017	50,000	54,500
<i>Novelis Incorporated</i>	8.75	12/15/2020	50,000	55,250
				433,144
<b>Paper &amp; Forest Products: 0.21%</b>				
<i>Clearwater Paper Corporation</i>	10.63	06/15/2016	70,000	79,275
<i>Georgia-Pacific Corporation</i>	8.88	05/15/2031	125,000	160,156
				239,431
<b>Telecommunication Services: 3.12%</b>				
<b>Diversified Telecommunication Services: 2.00%</b>				
<i>Citizens Communications Company</i>	7.88	01/15/2027	475,000	467,875
<i>Frontier Communications Corporation</i>	8.13	10/01/2018	60,000	65,925
<i>Frontier Communications Corporation</i>	8.25	05/01/2014	140,000	155,050
<i>GCI Incorporated</i>	6.75	06/01/2021	75,000	75,750
<i>GCI Incorporated</i>	8.63	11/15/2019	125,000	139,219
<i>Intelsat Jackson Holdings Limited</i>	7.25	04/01/2019	50,000	50,375
<i>Intelsat Jackson Holdings Limited</i>	7.50	04/01/2021	25,000	25,313
<i>Intelsat Jackson Holdings Limited</i>	9.50	06/15/2016	250,000	262,500
<i>Qwest Corporation</i>	7.50	06/15/2023	180,000	180,675
<i>Qwest Corporation</i>	7.63	08/03/2021	20,000	20,600

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

<i>Qwest Corporation</i>	8.88	03/15/2012	350,000	368,813
<i>SBA Telecommunications Incorporated</i>	8.00	08/15/2016	50,000	54,313
<i>SBA Telecommunications Incorporated</i>	8.25	08/15/2019	25,000	27,531
<i>U.S. West Communications Incorporated</i>	7.25	09/15/2025	125,000	133,438
<i>Windstream Corporation</i>	7.88	11/01/2017	265,000	289,844
				2,317,221

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Wireless Telecommunication Services: 1.12%</b>				
<i>Allbritton Communications Company</i>	8.00%	05/15/2018	\$ 75,000	78,188
<i>CC Holdings GS V LLC</i>	7.75	05/01/2017	50,000	54,938
<i>Cricket Communications Incorporated Series I</i>	7.75	05/15/2016	150,000	159,375
<i>Crown Castle International Corporation</i>	7.13	11/01/2019	10,000	10,650
<i>MetroPCS Communications Incorporated</i>	6.63	11/15/2020	175,000	174,563
<i>MetroPCS Communications Incorporated</i>	7.88	09/01/2018	50,000	53,813
<i>Sprint Nextel Corporation Series D</i>	7.38	08/01/2015	475,000	477,969
<i>Syniverse Holdings Incorporated</i>	9.13	01/15/2019	275,000	294,594
				1,304,090
<b>Utilities: 2.02%</b>				
<b>Electric Utilities: 1.68%</b>				
<i>Aquila Incorporated Step Bond</i>	11.88	07/01/2012	794,000	881,126
<i>Energy Future Holdings Corporation</i>	12.00	11/01/2017	49,556	45,839
<i>IPALCO Enterprises Incorporated</i>	5.00	05/01/2018	75,000	75,563
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12/30/2028	438,432	491,044
<i>NRG Energy Incorporated</i>	7.38	01/15/2017	250,000	263,750
<i>NRG Energy Incorporated</i>	8.50	06/15/2019	185,000	191,475
				1,948,797
<b>Gas Utilities: 0.04%</b>				
<i>AmeriGas Partners LP</i>	6.50	05/20/2021	50,000	51,500
<b>Independent Power Producers &amp; Energy Traders: 0.30%</b>				
<i>Dynegy Holding Incorporated</i>	7.63	10/15/2026	190,000	131,100
<i>Reliant Energy Incorporated</i>	9.24	07/02/2017	108,798	118,862
<i>Reliant Energy Incorporated</i>	9.68	07/02/2026	10,000	10,925
<i>RRI Energy Incorporated</i>	7.63	06/15/2014	50,000	52,250
<i>RRI Energy Incorporated</i>	7.88	06/15/2017	30,000	30,150
				343,287
<b>Total Corporate Bonds and Notes</b>				
<b>(Cost \$31,494,842)</b>				33,896,697
	<b>Yield</b>		<b>Shares</b>	
<b>Preferred Stocks: 9.85%</b>				
<b>Financials: 0.05%</b>				
<b>Consumer Finance: 0.05%</b>				
<i>GMAC Capital Trust I</i>	8.13		2,200	57,772
<b>Utilities: 9.80%</b>				

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

**Electric Utilities: 5.84%**

<i>Great Plains Energy Incorporated</i>	9.17	50,000	3,315,500
<i>Interstate Power &amp; Light Company</i>	7.30	61,513	1,783,877
<i>Union Electric Company</i>	5.66	21,082	1,670,557
			6,769,934

**Multi-Utilities: 3.96%**

<i>Scana Corporation</i>	6.80	165,000	4,590,300
--------------------------	------	---------	-----------

**Total Preferred Stocks**

<b>(Cost \$10,833,975)</b>			11,418,006
----------------------------	--	--	------------

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

**PORTFOLIO OF INVESTMENTS** May 31, 2011 (UNAUDITED)**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Term Loans: 3.16%</b>				
<i>Arrowhead General Insurance Agency Incorporated</i>	7.50%	03/03/2017	\$ 100,000	99,167
<i>Blackstone Group LP</i>	7.75	11/02/2014	137,958	140,027
<i>Capital Automotive LP</i>	5.00	03/10/2017	296,920	296,365
<i>CCM Merger Incorporated&lt;</i>	7.00	03/01/2017	150,000	152,157
<i>Coinmach Corporation</i>	3.25	11/20/2014	273,332	263,492
<i>Fairpoint Communications Incorporated</i>	6.50	01/22/2016	375,000	347,280
<i>Federal Mogul Corporation</i>	2.14	12/28/2015	16,762	16,133
<i>Federal Mogul Corporation</i>	2.15	12/29/2014	32,853	31,621
<i>First Data Corporation</i>	2.94	09/24/2014	70,394	65,766
<i>First Data Corporation</i>	2.94	09/24/2014	164,254	153,594
<i>First Data Corporation</i>	2.94	09/24/2014	240,789	225,198
<i>Gray Television Incorporated</i>	3.71	12/31/2014	71,630	71,031
<i>HHI Holdings LLC</i>	7.01	03/21/2017	100,000	99,750
<i>Local TV Finance LLC</i>	2.31	05/07/2013	120,356	117,734
<i>Merisant Company(i)</i>	7.50	01/08/2014	87,303	86,321
<i>NCO Group Incorporated</i>	8.00	11/15/2013	70,906	70,493
<i>Newsday LLC</i>	10.50	08/01/2013	365,000	387,510
<i>Panoram Industries International(i)</i>	8.25	12/31/2013	23,279	21,329
<i>Springleaf Finance Corporation</i>	5.50	05/05/2017	100,000	99,804
<i>Texas Competitive Electric Holdings Company LLC</i>	3.71	10/10/2014	568,328	483,079
<i>Texas Competitive Electric Holdings Company LLC</i>	4.74	10/10/2017	490,970	388,480
<i>WASH Multifamily Laundry Systems LLC</i>	7.00	08/28/2014	49,872	49,747

**Total Term Loans****(Cost \$3,646,862)**

3,666,078

	Expiration Date	Shares
<b>Warrants: 0.00%</b>		

**Utilities: 0.00%****Electric Utilities: 0.00%**

10,000 <i>China Hydroelectric Company ADR</i>	04/15/2018	10,000	1,970
---	------------	--------	-------

**Total Warrants****(Cost \$12,000)**

1,970

	Maturity Date	Principal
<b>Yankee Corporate Bonds and Notes: 0.90%</b>		

**Consumer Discretionary: 0.07%****Media: 0.07%**

<i>Videotron Limited</i>	9.13	04/15/2018	\$ 75,000	83,813
--------------------------	------	------------	-----------	--------

**Energy: 0.39%**

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

**Oil, Gas & Consumable Fuels: 0.39%**

<i>General Maritime Corporation</i>	12.00	11/15/2017	100,000	88,000
<i>Griffin Coal Mining Company Limited</i> ^^	0.00	12/31/2049	321,000	314,580
<i>OPTI Canada Incorporated</i>	7.88	12/15/2014	110,000	54,175
				456,755

**Financials: 0.25%**

**Capital Markets: 0.05%**

<i>FMC Finance III SA</i>	6.88	07/15/2017	50,000	53,188
---------------------------	------	------------	--------	--------

**Consumer Finance: 0.11%**

<i>Wind Acquisition Finance SA</i>	11.75	07/15/2017	110,000	127,875
------------------------------------	-------	------------	---------	---------

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## PORTFOLIO OF INVESTMENTS May 31, 2011 (UNAUDITED)

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Interest Rate	Maturity Date	Principal	Value e
<b>Diversified Financial Services: 0.09%</b>				
<i>Ship Finance International Limited</i>	8.50%	12/15/2013	\$ 105,000	106,050
<b>Materials: 0.14%</b>				
<b>Metals &amp; Mining: 0.06%</b>				
<i>Teck Resources Limited</i>	10.75	05/15/2019	55,000	70,054
<b>Paper &amp; Forest Products: 0.08%</b>				
<i>Sappi Limited</i>	7.50	06/15/2032	100,000	92,750
<b>Telecommunication Services: 0.05%</b>				
<b>Diversified Telecommunication Services: 0.01%</b>				
<i>Global Crossing Limited</i>	12.00	09/15/2015	5,000	5,838
<b>Wireless Telecommunication Services: 0.04%</b>				
<i>Digicel Group Limited</i>	12.00	04/01/2014	20,000	23,250
<i>Intelsat Limited</i>	11.25	06/15/2016	25,000	26,500
				49,750
<b>Total Yankee Corporate Bonds and Notes</b>				
<b>(Cost \$924,465)</b>				1,046,073
<b>Investment Companies: 0.01%</b>				
<i>Eaton Vance Limited Duration Income Trust</i>			627	10,371
<i>New America High Income Fund Incorporated</i>			355	3,763
<b>Total Investment Companies</b>				
<b>(Cost \$7,185)</b>				14,134
	<b>Yield</b>		<b>Shares</b>	
<b>Short-Term Investments: 5.74%</b>				
<b>Investment Companies: 5.74%</b>				
<i>Wells Fargo Advantage Cash Investment Money Market Fund##(l)(u)</i>	0.12		6,660,532	6,660,532
<b>Total Short-Term Investments</b>				
<b>(Cost \$6,660,532)</b>				6,660,532
<b>Total Investments in Securities</b>		116.75%		135,426,579

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

<b>(Cost \$123,805,672)*</b>		
<i>Other Assets and Liabilities, Net</i>	(16.75)	(19,432,293)
<b>Total Net Assets</b>	<b>100.00%</b>	<b>\$ 115,994,286</b>

- Security that may be resold to qualified institutional buyers under Rule 144A or securities offered pursuant to Section 4(2) of the Securities Act of 1933, as amended.
- (i) Illiquid security
  - ¥ 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.
  - < All or a portion of the position represents an unfunded loan commitment.
  - ^^ Security is currently in default with regards to scheduled interest and/or principal payments.
  - ## All or a portion of this security has been segregated for when-issued, delayed delivery securities and/or unfunded loans.
  - (l) Investment in an affiliate.
  - (u) Rate shown is the 7-day annualized yield at period end.  
Non-income earning security.
  - \* Cost for federal income tax purposes is \$124,230,342 and net unrealized appreciation (depreciation) consists of:

Gross unrealized appreciation	\$ 16,115,977
Gross unrealized depreciation	(4,919,740)
<b>Net unrealized appreciation (depreciation)</b>	<b>\$ 11,196,237</b>

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*



**PORTFOLIO OF INVESTMENTS    May 31, 2011 (UNAUDITED)**

**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report or Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

NOTES TO PORTFOLIO OF INVESTMENTS May 31, 2011 (unaudited)

The following notes are to be read in conjunction with the Portfolio of Investments for Wells Fargo Advantage Utilities and High Income Fund (the Fund ).

**Securities valuation**

Investments in securities are valued each business day as of the close of regular trading on the New York Stock Exchange, which is usually 4:00 p.m. (Eastern Time). Securities which are traded on a national or foreign securities exchange are valued at the last reported sales price, except that securities listed on The Nasdaq Stock Market, Inc. ( Nasdaq ) are valued at the Nasdaq Official Closing Price ( NOCP ), and if no NOCP is available, then at the last reported sales price. If no sales price is shown on the Nasdaq, the bid price will be used. In the absence of any sale of securities listed on the Nasdaq, and in the case of other securities, including U.S. Government obligations, but excluding debt securities maturing in 60 days or less, the price will be deemed stale and the valuations will be determined in accordance with the Fund s Fair Value Procedures.

Securities denominated in foreign currencies are translated into U.S. dollars using the closing rates of exchange in effect on the day of valuation.

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 investments 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 the investments, then those investments are fair valued following procedures approved by the Board of Trustees. These procedures take into account multiple factors including movements in U.S. securities markets after foreign exchanges close. 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 closing price or latest quoted bid price.

Certain fixed income securities with maturities exceeding 60 days are valued based on available market quotations received from an independent pricing service approved by the Board of Trustees 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 pricing service or values received are deemed not representative of market value, values will be obtained from a third party broker-dealer or determined based on the Fund s Fair Value Procedures.

Investments in open-end mutual funds and non-registered investment companies are generally valued at net asset value.

Certain 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 valuation techniques used by the Fund to measure fair value are consistent with the market approach, income approach and/or cost approach, where applicable, for each security type.

**When-issued transactions**

The Fund may purchase securities on a forward commitment or when-issued basis. The Fund records a when-issued transaction on the trade date and will segregate assets to cover its obligation by confirming the availability of qualifying assets having a value sufficient to make payment for the securities purchased. Securities purchased on a when-issued basis are marked-to-market daily and the Fund begins earning interest on the settlement date. Losses may arise due to changes in the market value of the underlying securities or if the counterparty does not perform under the contract.

**Term loans**

The Fund may invest in term loans. The loans are marked-to-market daily and 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, 2011, the Fund had unfunded loan commitments of \$206,188.

**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 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, 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 securities are not necessarily an indication of the risk associated with investing in those securities.

As of May 31, 2011, the inputs used in valuing the Fund's assets, which are carried at fair value, 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>	\$ 78,723,089	\$ 0	\$ 0	\$ 78,723,089
<i>Preferred stocks</i>	11,418,006	0	0	11,418,006
<i>Warrants</i>	0	1,970	0	1,970
<i>Investment companies</i>	14,134	0	0	14,134
<b>Corporate bonds and notes</b>	0	33,275,866	620,831	33,896,697
<b>Term loans</b>	0	3,666,078	0	3,666,078
<b>Yankee corporate bonds and notes</b>	0	1,046,073	0	1,046,073
<b>Short-term investments</b>				
<i>Investment companies</i>	6,660,532	0	0	6,660,532
	\$ 96,815,761	\$ 37,989,987	\$ 620,831	\$ 135,426,579

Transfers in and transfers out are recognized at the end of the reporting period. For the nine months ended May 31, 2011, the Fund did not have any significant transfers into/out of Level 1 and Level 2.

The following is a reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining value:

	Corporate bonds and notes
<b>Balance as of August 31, 2010</b>	<b>\$ 0</b>
Realized gains (losses)	0
Change in unrealized gains (losses)	0
Purchases	0
Sales	0
Transfers into Level 3	620,831
Transfers out of Level 3	0
<b>Balance as of May 31, 2011</b>	<b>\$ 620,831</b>
<b>Change in unrealized gains (losses) included in earnings relating to securities still held at May 31, 2011</b>	<b>\$ 0</b>

The following is a list of common abbreviations for terms and entities which may have appeared in the portfolio of investments.

ABAG Association of Bay Area Governments

ACB Agricultural Credit Bank

ADR American Depositary Receipt

ADS American Depositary Shares

AGC-ICC Assured Guaranty Corporation Insured Custody Certificates

AGM Assured Guaranty Municipal

AMBAC American Municipal Bond Assurance Corporation

AMT Alternative Minimum Tax

ARM Adjustable Rate Mortgages

AUD Australian Dollar

BAN Bond Anticipation Notes

BART Bay Area Rapid Transit

BHAC Berkshire Hathaway Assurance Corporation

BRL Brazil Real

CAD Canadian Dollar

CDA Community Development Authority

CDO Collateralized Debt Obligation

CDSC Contingent Deferred Sales Charge

CGIC Capital Guaranty Insurance Company

CGY Capital Guaranty Corporation

CHF Swiss Franc

CIFG CDC (Caisse des Dépôts et Consignations) IX IS Financial Guarantee

COP Certificate of Participation

CP Commercial Paper

CR Custody Receipts

CTF Common Trust Fund

DEM Deutsche Mark

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

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

EDFA Economic Development Finance Authority

ETET Eagle Tax-Exempt Trust

ETF Exchange-Traded Fund

EUR Euro

FFCB Federal Farm Credit Bank

FGIC Financial Guaranty Insurance Corporation

FHA Federal Housing Authority

FHAG Federal Housing Agency

FHLB Federal Home Loan Bank

FHLMC Federal Home Loan Mortgage Corporation

FNMA Federal National Mortgage Association

FRF French Franc

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

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

HUD Housing & 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

LLC Limited Liability Company

LLP Limited Liability Partnership

LOC Letter of Credit

LP Limited Partnership

MBIA Municipal Bond Insurance Association

MFHR Multi-Family Housing Revenue

MFMR Multi-Family Mortgage Revenue

MMD Municipal Market Data

MSTR Municipal Securities Trust Receipts

MTN Medium Term Note

MUD Municipal Utility District

MXN Mexican Peso

MYR Malaysian Ringgit

NATL-RE National Public Finance Guarantee Corporation

NLG Netherlands Guilder

NOK Norwegian Krone

NZD New Zealand Dollar

PCFA Pollution Control Finance Authority

PCR Pollution Control Revenue

PFA Public Finance Authority

PFFA Public Facilities Financing Authority

PFOTER Puttable Floating Option Tax-Exempt Receipts



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

plc Public Limited Company

PLN Polish Zloty

PSFG Public School Fund Guaranty

PUTTER Puttable Tax-Exempt Receipts

R&D Research & Development

RDA Redevelopment Authority

RDFA Redevelopment Finance Authority

REIT Real Estate Investment Trust

ROC Reset Option Certificates

SEK Swedish Krona

SFHR Single Family Housing Revenue

SFMR Single Family Mortgage Revenue

SGD Singapore Dollar

SKK Slovakian Koruna

SLMA Student Loan Marketing Association

SPDR Standard & Poor's Depository Receipts

STIT Short-Term Investment Trust

TAN Tax Anticipation Notes

TBA To Be Announced

TIPS Treasury Inflation-Protected Securities

TRAN Tax Revenue Anticipation Notes

TCR Transferable Custody Receipts

TRY Turkish Lira

TTFA Transportation Trust Fund Authority

USD Unified School District

XLCA XL Capital Assurance

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 registrant s last fiscal quarter that has 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 27, 2011

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 27, 2011

By: /s/ Kasey L. Phillips

Kasey L. Phillips  
Treasurer

Date: July 27, 2011