

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

July 28, 2015

**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, 2015**

ITEM 1. INVESTMENTS

## Wells Fargo Advantage Utilities and High Income Fund      Portfolio of investments      May 31, 2015 (unaudited)

Security name	Shares	Value
<b>Common Stocks: 62.21%</b>		
<b>Energy: 8.34%</b>		
<b>Oil, Gas &amp; Consumable Fuels: 8.34%</b>		
<i>EQT Corporation</i>	15,000	\$ 1,276,050
<i>Spectra Energy Corporation</i>	75,000	2,637,750
<i>The Williams Companies Incorporated</i>	100,000	5,110,000
<i>Veresen Incorporated</i>	75,000	1,119,934
		10,143,734
<b>Industrials: 3.77%</b>		
<b>Air Freight &amp; Logistics: 3.72%</b>		
<i>Deutsche Post AG</i>	150,000	4,521,427
<b>Construction &amp; Engineering: 0.05%</b>		
<i>Ameresco Incorporated Class A</i>	9,000	65,340
<b>Information Technology: 0.62%</b>		
<b>IT Services: 0.62%</b>		
<i>Convergys Corporation</i>	30,100	747,383
<b>Telecommunication Services: 7.00%</b>		
<b>Diversified Telecommunication Services: 5.60%</b>		
<i>Alteva Incorporated</i>	20,000	157,000
<i>BCE Incorporated</i>	16,000	700,640
<i>Telefonica Deutschland Holding AG</i>	100,000	552,994
<i>Turk Telekomunikasyon AS</i>	1,289,150	3,365,168
<i>Verizon Communications Incorporated</i>	41,291	2,041,427
		6,817,229
<b>Wireless Telecommunication Services: 1.40%</b>		
<i>Cellcom Israel Limited</i>	68,800	283,207
<i>Shenandoah Telecommunications Company</i>	45,000	1,414,350
		1,697,557
<b>Utilities: 42.48%</b>		

**Electric Utilities: 31.22%**

<i>American Electric Power Company Incorporated</i>	100,000	5,629,000
<i>Chesapeake Utilities Corporation</i>	300	15,789
<i>Duke Energy Corporation</i>	30,514	2,310,825
<i>Edison International</i>	75,000	4,560,750
<i>Endesa SA</i>	80,000	1,495,885
<i>Enel SpA</i>	200,000	970,458
<i>Entergy Corporation</i>	1,000	76,470
<i>Eversource Energy</i>	90,000	4,432,500
<i>Exelon Corporation</i>	16,000	541,280
<i>Great Plains Energy Incorporated</i>	175,000	4,562,250
<i>IDACORP Incorporated</i>	25,000	1,486,750
<i>NextEra Energy Incorporated</i>	50,000	5,117,000
<i>Pepco Holdings Incorporated</i>	100	2,725
<i>PNM Resources Incorporated</i>	75,000	1,994,250
<i>Terna SpA</i>	1,000,000	4,766,622
		37,962,554

**Gas Utilities: 0.83%**

<i>New Jersey Resources Corporation</i>	400	12,028
<i>Snam SpA</i>	200,000	989,349

Portfolio of investments May 31, 2015 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Shares	Value
<b>Gas Utilities (continued)</b>		
<i>South Jersey Industries Incorporated</i>	400	\$ 10,556
		1,011,933
<b>Multi-Utilities: 8.26%</b>		
<i>Alliant Energy Corporation</i>	4,000	245,200
<i>CenterPoint Energy Incorporated</i>	50,000	1,018,500
<i>Dominion Resources Incorporated</i>	300	21,156
<i>MDU Resources Group Incorporated</i>	500	10,470
<i>Public Service Enterprise Group Incorporated</i>	50,000	2,131,500
<i>Sempra Energy</i>	19,900	2,138,653
<i>Suez Environnement Company SA</i>	75,000	1,446,461
<i>TECO Energy Incorporated</i>	50,000	942,500
<i>Veolia Environnement SA</i>	100,400	2,085,744
		10,040,184
<b>Water Utilities: 2.17%</b>		
<i>American Water Works Company Incorporated</i>	50,000	2,643,500
<b>Total Common Stocks (Cost \$56,472,417)</b>		75,650,841

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes: 30.32%</b>				
<b>Consumer Discretionary: 4.42%</b>				
<b>Auto Components: 0.19%</b>				
<i>Cooper Tire &amp; Rubber Company (i)</i>	7.63%	3-15-2027	\$ 190,000	201,400
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	25,000	27,375
				228,775
<b>Distributors: 0.06%</b>				
<i>LKQ Corporation</i>	4.75	5-15-2023	75,000	73,688
<b>Diversified Consumer Services: 0.51%</b>				
<i>Service Corporation International</i>	6.75	4-1-2016	100,000	104,000

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<i>Service Corporation International</i>	7.00	6-15-2017	25,000	27,219
<i>Service Corporation International</i>	7.50	4-1-2027	351,000	410,670
<i>Service Corporation International</i>	7.63	10-1-2018	25,000	28,875
<i>Service Corporation International</i>	8.00	11-15-2021	40,000	47,600
				618,364

**Hotels, Restaurants & Leisure: 1.31%**

<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	465,000	504,525
<i>Greektown Holdings LLC 144A</i>	8.88	3-15-2019	565,000	597,488
<i>Hilton Worldwide Finance LLC</i>	5.63	10-15-2021	15,000	15,806
<i>Pinnacle Entertainment Incorporated</i>	7.50	4-15-2021	355,000	376,744
<i>Speedway Motorsports Incorporated 144A</i>	5.13	2-1-2023	100,000	101,000
				1,595,563

**Household Durables: 0.15%**

<i>American Greetings Corporation</i>	7.38	12-1-2021	150,000	159,563
<i>Tempur Sealy International Incorporated</i>	6.88	12-15-2020	25,000	26,688
				186,251

**Media: 1.85%**

<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	145,000	160,769
<i>CCO Holdings LLC</i>	5.13	2-15-2023	50,000	50,000
<i>CCO Holdings LLC 144A</i>	5.13	5-1-2023	10,000	10,063
<i>CCO Holdings LLC 144A</i>	5.38	5-1-2025	10,000	10,075
<i>CCO Holdings LLC 144A</i>	5.88	5-1-2027	25,000	25,188

## Wells Fargo Advantage Utilities and High Income Fund Portfolio of investments May 31, 2015 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Media (continued)</b>				
<i>CCO Holdings LLC</i>	7.38%	6-1-2020	\$ 125,000	\$ 133,125
<i>Cequel Communications Holdings I LLC 144A</i>	5.13	12-15-2021	15,000	14,213
<i>Cequel Communications Holdings I LLC 144A</i>	5.13	12-15-2021	85,000	80,325
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	75,000	80,438
<i>CSC Holdings LLC</i>	7.63	7-15-2018	45,000	49,838
<i>CSC Holdings LLC</i>	7.88	2-15-2018	75,000	83,250
<i>CSC Holdings LLC</i>	8.63	2-15-2019	125,000	142,500
<i>DISH DBS Corporation</i>	5.88	11-15-2024	15,000	15,038
<i>DISH DBS Corporation</i>	7.88	9-1-2019	115,000	129,950
<i>EchoStar DBS Corporation</i>	7.13	2-1-2016	50,000	51,781
<i>Gray Television Incorporated</i>	7.50	10-1-2020	500,000	532,500
<i>Lamar Media Corporation</i>	5.88	2-1-2022	75,000	79,031
<i>LIN Television Corporation</i>	6.38	1-15-2021	25,000	25,813
<i>Live Nation Entertainment Incorporated 144A</i>	7.00	9-1-2020	35,000	37,406
<i>National CineMedia LLC</i>	6.00	4-15-2022	155,000	160,425
<i>National CineMedia LLC</i>	7.88	7-15-2021	100,000	105,500
<i>Nexstar Broadcasting Group Incorporated 144A</i>	6.13	2-15-2022	25,000	26,125
<i>Nexstar Broadcasting Group Incorporated</i>	6.88	11-15-2020	145,000	154,063
<i>Outfront Media Capital Corporation</i>	5.25	2-15-2022	15,000	15,525
<i>Outfront Media Capital Corporation</i>	5.88	3-15-2025	65,000	68,575
				2,241,516
<b>Specialty Retail: 0.35%</b>				
<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	40,000	40,900
<i>Century Intermediate Holding Company (PIK at 10.50%) 144A(i)</i>	9.75	2-15-2019	15,000	15,844
<i>Penske Auto Group Incorporated</i>	5.38	12-1-2024	85,000	87,763
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	94,000	99,640
<i>Sonic Automotive Incorporated</i>	5.00	5-15-2023	70,000	69,825
<i>Sonic Automotive Incorporated</i>	7.00	7-15-2022	105,000	113,925
				427,897
<b>Consumer Staples: 0.31%</b>				
<b>Beverages: 0.07%</b>				
<i>Cott Beverages Incorporated 144A</i>	5.38	7-1-2022	25,000	24,500
<i>Cott Beverages Incorporated 144A</i>	6.75	1-1-2020	60,000	63,150
				87,650



**Food Products: 0.24%**

<i>B&amp;G Foods Incorporated</i>	4.63	6-1-2021	30,000	29,963
<i>Darling Ingredients Incorporated</i>	5.38	1-15-2022	15,000	15,056
<i>Pilgrim s Pride Corporation 144A</i>	5.75	3-15-2025	85,000	86,275
<i>Simmons Foods Incorporated 144A</i>	7.88	10-1-2021	175,000	164,063
				295,357

**Energy: 6.47%****Energy Equipment & Services: 2.64%**

<i>Bristow Group Incorporated</i>	6.25	10-15-2022	330,000	328,763
<i>Cleaver Brooks Incorporated 144A(i)</i>	8.75	12-15-2019	40,000	40,300
<i>Compressco Partners LP 144A(i)</i>	7.25	8-15-2022	95,000	90,250
<i>Era Group Incorporated</i>	7.75	12-15-2022	334,000	328,990
<i>Forum Energy Technologies Incorporated</i>	6.25	10-1-2021	15,000	14,925
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	450,000	362,250
<i>Hilcorp Energy Company 144A</i>	5.00	12-1-2024	50,000	48,625
<i>Hilcorp Energy Company 144A%%</i>	5.75	10-1-2025	50,000	49,969
<i>Hornbeck Offshore Services Incorporated</i>	5.00	3-1-2021	230,000	200,100
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	235,000	217,963
<i>NGPL PipeCo LLC 144A</i>	7.12	12-15-2017	300,000	308,625
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	715,000	779,350
<i>NGPL PipeCo LLC 144A</i>	9.63	6-1-2019	35,000	35,700
<i>PHI Incorporated</i>	5.25	3-15-2019	405,000	391,331

Portfolio of investments May 31, 2015 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Energy Equipment &amp; Services (continued)</b>				
<i>Pride International Incorporated</i>	8.50%	6-15-2019	\$ 10,000	\$ 11,911
				3,209,052
<b>Oil, Gas &amp; Consumable Fuels: 3.83%</b>				
<i>Alpha Natural Resources Incorporated</i>	6.25	6-1-2021	50,000	6,813
<i>Arch Coal Incorporated</i>	7.00	6-15-2019	100,000	18,500
<i>Arch Coal Incorporated</i>	7.25	6-15-2021	50,000	8,750
<i>CVR Refining LLC</i>	6.50	11-1-2022	93,000	95,325
<i>Denbury Resources Incorporated</i>	5.50	5-1-2022	5,000	4,772
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	70,000	69,475
<i>El Paso LLC</i>	6.50	9-15-2020	45,000	52,066
<i>El Paso LLC</i>	7.00	6-15-2017	50,000	54,765
<i>El Paso LLC (i)</i>	7.42	2-15-2037	90,000	101,004
<i>El Paso LLC</i>	7.80	8-1-2031	100,000	116,978
<i>Energy XXI Gulf Coast Incorporated 144A</i>	6.88	3-15-2024	170,000	59,500
<i>Energy XXI Gulf Coast Incorporated</i>	7.75	6-15-2019	50,000	22,375
<i>Exterran Partners LP</i>	6.00	4-1-2021	225,000	219,938
<i>Northern Tier Energy LLC</i>	7.13	11-15-2020	300,000	312,000
<i>Overseas Shipholding Group Incorporated</i>	7.50	2-15-2021	150,000	151,500
<i>Overseas Shipholding Group Incorporated</i>	8.13	3-30-2018	200,000	208,875
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	145,000	172,716
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	260,000	273,000
<i>Rockies Express Pipeline LLC 144A</i>	6.00	1-15-2019	50,000	52,625
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	330,000	358,050
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	205,000	228,575
<i>Sabine Oil &amp; Gas Corporation (s)</i>	7.25	6-15-2019	50,000	11,500
<i>Sabine Oil &amp; Gas Corporation (s)</i>	7.50	9-15-2020	260,000	59,800
<i>Sabine Pass Liquefaction LLC</i>	5.63	2-1-2021	75,000	77,484
<i>Sabine Pass Liquefaction LLC</i>	5.63	4-15-2023	90,000	91,575
<i>Sabine Pass Liquefaction LLC</i>	5.75	5-15-2024	50,000	50,813
<i>Sabine Pass Liquefaction LLC</i>	6.25	3-15-2022	200,000	210,500
<i>Sabine Pass LNG LP</i>	6.50	11-1-2020	395,000	415,738
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	370,000	394,975
<i>SemGroup Corporation</i>	7.50	6-15-2021	220,000	232,100
<i>Suburban Propane Partners LP</i>	5.50	6-1-2024	20,000	20,650
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	26,000	28,096
<i>Swift Energy Company</i>	7.13	6-1-2017	397,000	258,050
<i>Swift Energy Company</i>	8.88	1-15-2020	75,000	34,875
<i>Ultra Petroleum Corporation 144A</i>	5.75	12-15-2018	35,000	33,863

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<i>Ultra Petroleum Corporation 144A</i>	6.13	10-1-2024	160,000	147,000
				4,654,621

**Financials: 5.42%**

**Banks: 0.29%**

<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	100,000	105,625
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	231,000	248,903
				354,528

**Capital Markets: 0.55%**

<i>Jefferies Finance LLC 144A</i>	6.88	4-15-2022	350,000	338,188
<i>Jefferies Finance LLC 144A</i>	7.38	4-1-2020	80,000	80,200
<i>Jefferies Finance LLC 144A</i>	7.50	4-15-2021	250,000	249,375
				667,763

**Consumer Finance: 1.78%**

<i>Ally Financial Incorporated</i>	8.00	3-15-2020	178,000	210,485
<i>Ford Motor Credit Company LLC</i>	8.00	12-15-2016	25,000	27,365
<i>General Motors Financial Company Incorporated</i>	6.75	6-1-2018	95,000	106,608
<i>Homer City Generation LLC</i>	8.73	10-1-2026	143,213	145,361
<i>Navient Corporation</i>	5.88	3-25-2021	40,000	40,200
<i>Navient Corporation</i>	8.00	3-25-2020	355,000	400,263
<i>SLM Corporation</i>	6.13	3-25-2024	140,000	136,150
<i>SLM Corporation</i>	7.25	1-25-2022	70,000	75,564

**Wells Fargo Advantage Utilities and High Income Fund      Portfolio of investments      May 31, 2015 (unaudited)**

<b>Security name</b>	<b>Interest rate</b>	<b>Maturity date</b>	<b>Principal</b>	<b>Value</b>
<b>Consumer Finance (continued)</b>				
<i>SLM Corporation</i>	8.45%	6-15-2018	\$ 125,000	\$ 140,000
<i>Springleaf Finance Corporation</i>	5.40	12-1-2015	140,000	141,925
<i>Springleaf Finance Corporation</i>	5.75	9-15-2016	50,000	51,625
<i>Springleaf Finance Corporation</i>	6.00	6-1-2020	175,000	179,813
<i>Springleaf Finance Corporation</i>	6.50	9-15-2017	50,000	52,750
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	243,000	259,403
<i>Springleaf Finance Corporation</i>	7.75	10-1-2021	37,000	41,255
<i>Springleaf Finance Corporation</i>	8.25	10-1-2023	135,000	153,900
				2,162,667
<b>Diversified Financial Services: 0.60%</b>				
<i>Denali Borrower LLC 144A</i>	5.63	10-15-2020	330,000	350,213
<i>Infinity Acquisition LLC 144A(i)</i>	7.25	8-1-2022	185,000	174,825
<i>NewStar Financial Incorporated 144A</i>	7.25	5-1-2020	200,000	204,500
				729,538
<b>Insurance: 0.18%</b>				
<i>Hub Holdings LLC (PIK at 8.88%) 144A</i>	8.13	7-15-2019	225,000	223,875
<b>Real Estate Management &amp; Development: 0.38%</b>				
<i>Hockey Merger Sub 2 Incorporated 144A</i>	7.88	10-1-2021	150,000	154,875
<i>Onex Corporation 144A</i>	7.75	1-15-2021	300,000	306,000
				460,875
<b>REITs: 1.64%</b>				
<i>Crown Castle International Corporation</i>	4.88	4-15-2022	35,000	36,313
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	75,000	79,069
<i>DuPont Fabros Technology Incorporated LP</i>	5.88	9-15-2021	340,000	353,600
<i>ESH Hospitality Incorporated 144A</i>	5.25	5-1-2025	75,000	75,563
<i>Iron Mountain Incorporated</i>	5.75	8-15-2024	450,000	461,250
<i>Iron Mountain Incorporated</i>	6.00	8-15-2023	205,000	217,300
<i>Iron Mountain Incorporated</i>	7.75	10-1-2019	30,000	31,688
<i>Iron Mountain Incorporated</i>	8.38	8-15-2021	64,000	66,624
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	125,000	131,094
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	50,000	52,500
<i>Sabra Health Care Incorporated</i>	5.50	2-1-2021	105,000	110,250

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<i>The Geo Group Incorporated</i>	5.13	4-1-2023	100,000	102,750
<i>The Geo Group Incorporated</i>	5.88	1-15-2022	205,000	217,556
<i>The Geo Group Incorporated</i>	5.88	10-15-2024	35,000	37,188
<i>The Geo Group Incorporated</i>	6.63	2-15-2021	20,000	21,050
				1,993,795

**Health Care: 2.87%**

**Health Care Equipment & Supplies: 0.46%**

<i>Crimson Merger Sub Incorporated 144A</i>	6.63	5-15-2022	370,000	325,138
<i>Hologic Incorporated</i>	6.25	8-1-2020	225,000	233,156
				558,294

**Health Care Providers & Services: 1.72%**

<i>Acadia Healthcare Company Incorporated 144A</i>	5.63	2-15-2023	15,000	15,338
<i>Capella Healthcare Incorporated</i>	9.25	7-1-2017	435,000	446,963
<i>Centene Corporation</i>	5.75	6-1-2017	75,000	79,688
<i>Community Health Systems Incorporated</i>	6.88	2-1-2022	65,000	69,469
<i>DaVita HealthCare Partners Incorporated</i>	5.00	5-1-2025	35,000	34,694
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	170,000	180,838
<i>HCA Incorporated</i>	5.88	3-15-2022	25,000	27,938
<i>HCA Incorporated</i>	6.50	2-15-2020	325,000	362,781
<i>HealthSouth Corporation</i>	5.13	3-15-2023	45,000	46,125
<i>HealthSouth Corporation</i>	5.75	11-1-2024	25,000	25,813
<i>HealthSouth Corporation</i>	7.75	9-15-2022	82,000	86,305

Portfolio of investments May 31, 2015 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Health Care Providers &amp; Services (continued)</b>				
<i>MPT Operating Partnership LP</i>	6.38%	2-15-2022	\$ 70,000	\$ 75,600
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	125,000	133,906
<i>Select Medical Corporation</i>	6.38	6-1-2021	455,000	457,275
<i>Tenet Healthcare Corporation</i>	6.00	10-1-2020	50,000	53,500
				2,096,233
<b>Health Care Technology: 0.32%</b>				
<i>Emdeon Incorporated</i>	11.00	12-31-2019	355,000	387,838
<b>Life Sciences Tools &amp; Services: 0.03%</b>				
<i>Quintiles Transnational Corporation 144A</i>	4.88	5-15-2023	35,000	35,525
<b>Pharmaceuticals: 0.34%</b>				
<i>Endo Finance LLC 144A</i>	5.38	1-15-2023	50,000	48,875
<i>Endo Finance LLC 144A</i>	5.75	1-15-2022	65,000	65,975
<i>Endo Finance LLC 144A</i>	6.00	2-1-2025	50,000	50,625
<i>Endo Finance LLC 144A</i>	7.25	1-15-2022	180,000	191,250
<i>Pinnacle Incorporated 144A</i>	9.50	10-1-2023	50,000	56,375
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.63	12-1-2021	5,000	5,188
				418,288
<b>Industrials: 1.91%</b>				
<b>Airlines: 0.14%</b>				
<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	100,000	115,797
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	50,000	58,522
				174,319
<b>Commercial Services &amp; Supplies: 0.67%</b>				
<i>ADT Corporation</i>	4.13	6-15-2023	85,000	79,688
<i>ADT Corporation</i>	6.25	10-15-2021	300,000	321,750
<i>Covanta Holding Corporation</i>	5.88	3-1-2024	85,000	87,550
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	195,000	207,675
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	110,000	116,600
				813,263

**Construction & Engineering: 0.19%**

<i>AECOM 144A</i>	5.75	10-15-2022	15,000	15,525
<i>AECOM 144A</i>	5.88	10-15-2024	200,000	208,000
				223,525

**Trading Companies & Distributors: 0.91%**

<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	350,000	375,813
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	450,000	474,750
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	35,000	39,375
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	75,000	76,313
<i>United Rentals North America Incorporated</i>	4.63	7-15-2023	90,000	90,000
<i>United Rentals North America Incorporated</i>	5.50	7-15-2025	50,000	49,813
				1,106,064

**Information Technology: 2.51%****Communications Equipment: 0.03%**

<i>CommScope Incorporated 144A%%</i>	4.38	6-15-2020	15,000	15,131
<i>CommScope Technologies Finance LLC 144A%%</i>	6.00	6-15-2025	25,000	25,313
				40,444

**Electronic Equipment, Instruments & Components: 0.71%**

<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	620,000	713,775
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## Wells Fargo Advantage Utilities and High Income Fund Portfolio of investments May 31, 2015 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Electronic Equipment, Instruments &amp; Components</b> (continued)				
<i>Zebra Technologies Corporation 144A</i>	7.25%	10-15-2022	\$ 135,000	\$ 146,475
				860,250
<b>Internet Software &amp; Services: 0.14%</b>				
<i>Infor (US) Incorporated 144A</i>	6.50	5-15-2022	30,000	31,167
<i>Sophia Holding Finance LP (PIK at 10.38%) 144A</i>	9.63	12-1-2018	140,000	142,100
				173,267
<b>IT Services: 1.09%</b>				
<i>Audatex North America Incorporated 144A</i>	6.00	6-15-2021	155,000	161,749
<i>Audatex North America Incorporated 144A</i>	6.13	11-1-2023	60,000	62,400
<i>First Data Corporation 144A</i>	6.75	11-1-2020	152,000	162,260
<i>First Data Corporation 144A</i>	7.38	6-15-2019	110,000	114,400
<i>First Data Corporation 144A</i>	8.88	8-15-2020	25,000	26,438
<i>First Data Corporation</i>	11.75	8-15-2021	375,000	428,906
<i>SunGard Data Systems Incorporated</i>	6.63	11-1-2019	35,000	36,531
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	253,000	263,436
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	60,000	63,450
				1,319,570
<b>Semiconductors &amp; Semiconductor Equipment: 0.10%</b>				
<i>Micron Technology Incorporated</i>	5.88	2-15-2022	115,000	120,750
<b>Software: 0.10%</b>				
<i>Activision Blizzard Incorporated 144A</i>	5.63	9-15-2021	45,000	48,094
<i>Activision Blizzard Incorporated 144A</i>	6.13	9-15-2023	10,000	11,025
<i>Boxer Parent Company Incorporated (PIK at 9.75%) 144A</i>	9.00	10-15-2019	80,000	65,600
				124,719
<b>Technology Hardware, Storage &amp; Peripherals: 0.34%</b>				
<i>NCR Corporation</i>	5.88	12-15-2021	15,000	15,263
<i>NCR Corporation</i>	6.38	12-15-2023	383,000	394,490



409,753

**Materials: 0.57%****Chemicals: 0.02%**

<i>Celanese US Holdings LLC</i>	5.88	6-15-2021	20,000	21,700
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**Containers & Packaging: 0.36%**

<i>Crown Americas LLC</i>	6.25	2-1-2021	20,000	21,000
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<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	5,000	5,750
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<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	50,000	49,250
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<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	60,000	67,650
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<i>Sealed Air Corporation 144A</i>	8.38	9-15-2021	215,000	241,875
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<i>Silgan Holdings Incorporated</i>	5.00	4-1-2020	50,000	51,500
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437,025

**Metals & Mining: 0.04%**

<i>Cliffs Natural Resources Incorporated 144A</i>	8.25	3-31-2020	50,000	48,250
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**Paper & Forest Products: 0.15%**

<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	125,000	184,398
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**Telecommunication Services: 3.65%****Diversified Telecommunication Services: 1.65%**

<i>Citizens Communications Company</i>	7.88	1-15-2027	200,000	189,000
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<i>Frontier Communications Corporation</i>	8.13	10-1-2018	60,000	66,187
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<i>GCI Incorporated</i>	6.75	6-1-2021	170,000	173,825
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Portfolio of investments May 31, 2015 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Telecommunication Services</b>				
(continued)				
<i>GCI Incorporated</i>	6.88%	4-15-2025	\$ 100,000	\$ 102,750
<i>Level 3 Financing Incorporated 144A</i>	5.13	5-1-2023	75,000	75,188
<i>Level 3 Financing Incorporated</i>	5.38	8-15-2022	125,000	127,813
<i>Level 3 Financing Incorporated 144A</i>	5.38	5-1-2025	75,000	74,625
<i>Level 3 Financing Incorporated 144A</i>	5.63	2-1-2023	65,000	67,113
<i>Level 3 Financing Incorporated</i>	6.13	1-15-2021	80,000	84,800
<i>Level 3 Financing Incorporated</i>	7.00	6-1-2020	15,000	16,069
<i>Qwest Corporation</i>	7.25	9-15-2025	125,000	145,112
<i>Qwest Corporation</i>	7.63	8-3-2021	20,000	21,600
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	600,000	534,000
<i>Windstream Corporation</i>	6.38	8-1-2023	50,000	42,000
<i>Windstream Corporation</i>	7.88	11-1-2017	265,000	285,538
				2,005,620
<b>Wireless Telecommunication Services: 2.00%</b>				
<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	240,000	251,400
<i>SBA Communications Corporation 144A</i>	4.88	7-15-2022	85,000	85,485
<i>SBA Communications Corporation</i>	5.63	10-1-2019	10,000	10,550
<i>SBA Communications Corporation</i>	5.75	7-15-2020	100,000	105,000
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	1,100,000	992,750
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	105,000	107,100
<i>Sprint Communications Incorporated 144A</i>	9.00	11-15-2018	25,000	28,656
<i>Sprint Communications Incorporated</i>	11.50	11-15-2021	25,000	30,375
<i>Sprint Corporation</i>	7.13	6-15-2024	70,000	67,725
<i>Sprint Corporation</i>	7.25	9-15-2021	10,000	10,063
<i>Sprint Corporation</i>	7.88	9-15-2023	25,000	25,423
<i>T-Mobile USA Incorporated</i>	6.13	1-15-2022	5,000	5,244
<i>T-Mobile USA Incorporated</i>	6.25	4-1-2021	30,000	31,785
<i>T-Mobile USA Incorporated</i>	6.38	3-1-2025	135,000	141,345
<i>T-Mobile USA Incorporated</i>	6.46	4-28-2019	10,000	10,331
<i>T-Mobile USA Incorporated</i>	6.50	1-15-2024	5,000	5,275
<i>T-Mobile USA Incorporated</i>	6.54	4-28-2020	10,000	10,575
<i>T-Mobile USA Incorporated</i>	6.63	4-1-2023	35,000	36,838
<i>T-Mobile USA Incorporated</i>	6.63	4-28-2021	65,000	69,310
<i>T-Mobile USA Incorporated</i>	6.73	4-28-2022	305,000	324,825
<i>T-Mobile USA Incorporated</i>	6.84	4-28-2023	75,000	79,875
				2,429,930

**Utilities: 2.19%****Electric Utilities: 1.47%**

<i>ComEd Financing III</i>	6.35	3-15-2033	1,340,000	1,391,893
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	145,000	151,163
<i>Otter Tail Corporation (i)</i>	9.00	12-15-2016	215,000	238,386
				1,781,442

**Gas Utilities: 0.26%**

<i>AmeriGas Finance LLC</i>	6.75	5-20-2020	175,000	187,250
<i>AmeriGas Finance LLC</i>	7.00	5-20-2022	125,000	134,375
				321,625

**Independent Power & Renewable Electricity****Producers: 0.46%**

<i>Calpine Corporation 144A</i>	5.88	1-15-2024	20,000	21,400
<i>Calpine Corporation 144A</i>	6.00	1-15-2022	40,000	42,800
<i>Calpine Corporation 144A</i>	7.88	1-15-2023	48,000	52,530
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	335,909	367,820
<i>Reliant Energy Incorporated</i>	9.24	7-2-2017	49,955	53,078
<i>Reliant Energy Incorporated</i>	9.68	7-2-2026	10,000	10,850
<i>TerraForm Power Operating LLC 144A</i>	5.88	2-1-2023	15,000	15,488
				563,966

**Total Corporate Bonds and Notes (Cost  
\$35,596,868)**

36,867,833

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**Wells Fargo Advantage Utilities and High Income Fund      Portfolio of investments      May 31, 2015 (unaudited)**

Security name	Interest rate	Maturity date	Principal	Value
<b>Loans: 2.31%</b>				
<b>Consumer Discretionary: 0.89%</b>				
<b>Distributors: 0.12%</b>				
<i>Spin Holdco Incorporated ±</i>	4.25%	11-14-2019	\$ 148,231	\$ 147,891
<b>Diversified Consumer Services: 0.03%</b>				
<i>CCM Merger Incorporated ±</i>	4.50	8-8-2021	42,592	42,805
<b>Hotels, Restaurants &amp; Leisure: 0.11%</b>				
<i>Centaur Acquisition LLC ±</i>	8.75	2-20-2020	135,000	135,787
<b>Media: 0.48%</b>				
<i>Learfield Communications Incorporated ±</i>	8.75	10-9-2021	212,434	213,762
<i>TWCC Holdings Corporation ±%%&lt;</i>	7.00	6-26-2020	405,000	371,081
				584,843
<b>Specialty Retail: 0.15%</b>				
<i>Focus Brands Incorporated ±(i)</i>	10.25	8-21-2018	176,935	177,819
<b>Financials: 0.06%</b>				
<b>Diversified Financial Services: 0.04%</b>				
<i>American Beacon Advisors Incorporated ±</i>	9.75	3-3-2023	50,000	50,125
<b>Insurance: 0.02%</b>				
<i>Asurion LLC ±</i>	8.50	3-3-2021	25,000	25,578
<b>Industrials: 0.46%</b>				
<b>Airlines: 0.01%</b>				
<i>LM U.S. Corp Acquisition Incorporated ±</i>	8.25	1-25-2021	10,000	10,042
<b>Commercial Services &amp; Supplies: 0.16%</b>				
<i>Interactive Data Corporation ±</i>	4.75	5-2-2021	138,950	139,332
<i>W3 Company ±(i)</i>	9.25	9-13-2020	19,950	17,456
<i>WASH Multifamily Laundry Systems LLC ±%%&lt;</i>	0.00	4-21-2022	30,000	30,113
<i>WASH Multifamily Laundry Systems LLC ±%%&lt;</i>	0.00	4-21-2023	10,000	10,088
				196,989

**Machinery: 0.13%**

<i>Alliance Laundry Systems LLC ±</i>	9.50	12-10-2019	159,122	159,918
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**Transportation Infrastructure: 0.16%**

<i>HGIM Corporation ±</i>	5.50	6-18-2020	228,568	192,340
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**Information Technology: 0.05%**

**Internet Software & Services: 0.03%**

<i>Vertafore Incorporated ±</i>	9.75	10-29-2017	35,000	35,350
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**Technology Hardware, Storage & Peripherals:  
0.02%**

<i>Peak 10 Incorporated ±</i>	8.25	6-17-2022	30,000	29,100
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**Telecommunication Services: 0.12%**

**Diversified Telecommunication Services: 0.12%**

<i>nTelos Incorporated ±</i>	5.75	11-9-2019	154,604	143,008
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**Utilities: 0.73%**

**Electric Utilities: 0.73%**

<i>Texas Competitive Electric Holdings Company LLC ±</i>	4.66	10-10-2015	1,471,940	883,164
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Portfolio of investments May 31, 2015 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

Security name	Dividend yield	Shares	Value
<b>Total Loans (Cost \$3,402,172)</b>			<b>\$ 2,814,759</b>
<b>Preferred Stocks: 10.48%</b>			
<b>Financials: 0.07%</b>			
<b>Banks: 0.07%</b>			
<i>GMAC Capital Trust I ±</i>	1.95%	3,457	90,089
<b>Utilities: 10.41%</b>			
<b>Electric Utilities: 10.41%</b>			
<i>Entergy Arkansas Incorporated</i>	4.75	65,000	1,550,900
<i>Entergy Arkansas Incorporated</i>	4.90	68,000	1,687,760
<i>Entergy Louisiana LLC</i>	4.70	270,483	6,440,200
<i>Indianapolis Power &amp; Light Company</i>	5.65	20,000	1,931,876
<i>NextEra Energy Capital Holding Incorporated Series I</i>	5.13	44,000	1,047,640
			12,658,376
<b>Total Preferred Stocks (Cost \$11,640,768)</b>			<b>12,748,465</b>
		<b>Expiration date</b>	
<b>Warrants: 0.05%</b>			
<b>Utilities: 0.05%</b>			
<b>Gas Utilities: 0.05%</b>			
<i>Kinder Morgan Incorporated</i>		5-25-2017	16,000
			63,360
<b>Total Warrants (Cost \$30,480)</b>			<b>63,360</b>
	<b>Interest rate</b>	<b>Maturity date</b>	<b>Principal</b>
<b>Yankee Corporate Bonds and Notes: 2.63%</b>			
<b>Consumer Discretionary: 0.00%</b>			
<b>Media: 0.00%</b>			
<i>Videotron Limited</i>	9.13	4-15-2018	\$ 3,000
			3,056
<b>Energy: 0.36%</b>			

**Oil, Gas & Consumable Fuels: 0.36%**

<i>Griffin Coal Mining Company Limited</i>				
<i>144A(s)(a)(i)</i>	9.50	12-1-2016	93,118	37,247
<i>Teekay Corporation</i>	8.50	1-15-2020	360,000	403,167
				440,414

**Financials: 0.03%****Banks: 0.03%**

<i>Nielsen Holding and Finance BV 144A</i>	5.50	10-1-2021	30,000	30,788
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**Health Care: 0.42%****Pharmaceuticals: 0.42%**

<i>Mallinckrodt plc 144A</i>	4.88	4-15-2020	5,000	5,119
<i>Mallinckrodt plc 144A</i>	5.50	4-15-2025	15,000	15,086
<i>Valeant Pharmaceuticals International</i>				
<i>Incorporated 144A</i>	5.88	5-15-2023	75,000	77,719
<i>Valeant Pharmaceuticals International</i>				
<i>Incorporated 144A</i>	6.13	4-15-2025	30,000	31,238
<i>Valeant Pharmaceuticals International</i>				
<i>Incorporated 144A</i>	6.75	8-15-2018	50,000	52,844
<i>Valeant Pharmaceuticals International</i>				
<i>Incorporated 144A</i>	7.50	7-15-2021	300,000	328,200
				510,206

## Wells Fargo Advantage Utilities and High Income Fund Portfolio of investments May 31, 2015 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Industrials: 0.16%</b>				
<b>Aerospace &amp; Defense: 0.02%</b>				
<i>Bombardier Incorporated 144A</i>	7.50%	3-15-2025	\$ 30,000	\$ 28,688
<b>Commercial Services &amp; Supplies: 0.12%</b>				
<i>GFL Environmental Incorporated 144A</i>	7.88	4-1-2020	145,000	149,350
<b>Machinery: 0.02%</b>				
<i>Sensata Technologies BV 144A</i>	5.00	10-1-2025	20,000	20,187
<b>Materials: 0.57%</b>				
<b>Containers &amp; Packaging: 0.19%</b>				
<i>Ardagh Finance Holdings SA (PIK at 8.63%) 144A</i>	8.63	6-15-2019	3,945	4,206
<i>Ardagh Packaging Finance plc 144A</i>	9.13	10-15-2020	210,000	224,700
				228,906
<b>Metals &amp; Mining: 0.30%</b>				
<i>FMG Resources (August 2006) Proprietary Limited 144A</i>	6.88	4-1-2022	25,000	19,156
<i>Novelis Incorporated</i>	8.38	12-15-2017	100,000	104,625
<i>Novelis Incorporated</i>	8.75	12-15-2020	225,000	239,695
				363,476
<b>Paper &amp; Forest Products: 0.08%</b>				
<i>Sappi Limited 144A</i>	7.50	6-15-2032	100,000	97,000
<b>Telecommunication Services: 1.09%</b>				
<b>Diversified Telecommunication Services: 1.05%</b>				
<i>Intelsat Jackson Holdings SA</i>	5.50	8-1-2023	645,000	592,394
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	175,000	177,406
<i>Intelsat Jackson Holdings SA</i>	7.50	4-1-2021	150,000	152,250
<i>Intelsat Luxembourg SA</i>	7.75	6-1-2021	125,000	112,813
<i>Intelsat Luxembourg SA</i>	8.13	6-1-2023	225,000	200,250
<i>Virgin Media Finance plc 144A</i>	5.38	4-15-2021	9,000	9,428



<i>Virgin Media Finance plc 144A</i>	6.38	4-15-2023	25,000	26,563
				1,271,104

**Wireless Telecommunication****Services: 0.04%**

<i>Telesat Canada Incorporated 144A</i>	6.00	5-15-2017	50,000	50,813
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**Total Yankee Corporate Bonds and Notes****(Cost \$3,286,583)**

3,193,988

**Yield****Shares****Short-Term Investments: 7.29%****Investment Companies: 7.29%**

<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u) ##</i>	0.11		8,869,680	8,869,680
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**Total Short-Term Investments (Cost \$8,869,680)**

8,869,680

**Total investments in securities (Cost \$119,298,968)\***

115.29%

140,208,926

*Other assets and liabilities, net*

(15.29)

(18,598,886)

**Total net assets**

100.00%

\$ 121,610,040

*Non-income-earning security**(i) Illiquid security*

*144A The security may be resold in transactions exempt from registration, normally to qualified institutional buyers, pursuant to Rule 144A under the Securities Act of 1933.*

Portfolio of investments May 31, 2015 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

- ¥ 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.
- %% The security is issued on a when-issued basis.
- (s) The security is currently in default with regards to scheduled interest and/or principal payments. The Fund has stopped accruing interest on the 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.
- (a) The security is fair valued in accordance with procedures approved by the Board of Trustees.
- (l) The security represents an affiliate of the Fund as defined in the Investment Company Act of 1940.
- (u) The rate represents the 7-day annualized yield at period end.
- ## All or a portion of this security is segregated for when-issued securities and unfunded loans.
- \* Cost for federal income tax purposes is \$119,820,734 and unrealized gains (losses) consists of:

Gross unrealized gains	\$ 24,990,608
Gross unrealized losses	(4,602,416)
<b>Net unrealized gains</b>	<b>\$ 20,388,192</b>

Abbreviations:

- LLC Limited liability company
- LP Limited partnership
- plc Public limited company

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

**Notes to Portfolio of investments May 31, 2015 (unaudited)**

**Securities valuation**

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

Equity securities that are listed on a foreign or domestic exchange or market are valued at the official closing price or, if none, the last sales price. If no sale occurs on the primary exchange or market that day, the prior day's price will be deemed stale and a fair value price will be determined in accordance with the Fund's Valuation Procedures.

Equity securities that are not listed on a foreign or domestic exchange or market, but have a public trading market, are valued at the quoted bid price from an independent broker-dealer that the Management Valuation Team of Wells Fargo Funds Management, LLC ( Funds Management ) has determined is an acceptable source.

The values of securities denominated in foreign currencies are translated into U.S. dollars at rates provided by an independent foreign currency pricing source at a time each business day specified by the Management Valuation Team.

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 of the Fund 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 net asset values that are higher or lower than net asset values based on the last reported sales price or latest quoted bid price. On May 31, 2015, such fair value pricing was not used in pricing foreign securities.

Debt securities are valued at the evaluated bid price provided by an independent pricing service or, if a reliable price is not available, the quoted bid price from an independent broker-dealer.

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 in good faith 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 values, to assess the continued appropriateness of the fair valuation methodologies 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 inputs considered in the valuation process until there is a readily available price provided on an exchange or by an independent pricing service. Valuations received from an independent pricing service or independent broker-dealer 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**

The accounting records of the Fund are maintained in U.S. dollars. The values of other assets and liabilities denominated in foreign currencies are translated into U.S. dollars at rates provided by an independent foreign currency pricing source at a time each business day specified by the Management Valuation Team. Purchases and sales of securities, and income and expenses are converted at the rate of exchange on the respective dates of such transactions. 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 from 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 included in net realized and unrealized gains or losses from investments.

### **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 in an amount at least equal in value to the Fund's commitment to purchase when-issued securities. 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.

## Loans

The Fund may invest in direct debt instruments which are interests in amounts owed to lenders by corporate or other borrowers. The loans pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. Investments in loans may be in the form of participations in loans or assignments of all or a portion of loans from third parties. When the Fund purchases participations, it generally has no rights to enforce compliance with terms of the loan agreement with the borrower. As a result, the Fund assumes the credit risk of both the borrower and the lender that is selling the participation. When the Fund purchases assignments from lenders, it acquires direct rights against the borrower on the loan and may enforce compliance by the borrower with the terms of the loan agreement. Loans may include fully funded term loans or unfunded loan commitments, which are contractual obligations for future funding.

As of May 31, 2015, the Fund had unfunded loan commitments of \$85,850.

## 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.

The following is a summary of the inputs used in valuing the Fund's assets and liabilities as of May 31, 2015:

	Quoted prices (Level 1)	Other significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<b>Assets</b>				
<b>Investments in:</b>				
<b>Common stocks</b>				
Energy	\$ 10,143,734	\$ 0	\$ 0	\$ 10,143,734
Industrials	4,586,767	0	0	4,586,767
Information technology	747,383	0	0	747,383
Telecommunication services	8,514,786	0	0	8,514,786
Utilities	51,658,171	0	0	51,658,171

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<b>Corporate bonds and notes</b>	0	36,867,833	0	36,867,833
<b>Loans</b>	0	1,641,389	1,173,370	2,814,759
<b>Preferred stocks</b>				
Financials	90,089	0	0	90,089
Utilities	10,726,500	1,931,876	0	12,658,376
<b>Warrants</b>				
Utilities	0	63,360	0	63,360
<b>Yankee corporate bonds and notes</b>	0	3,156,741	37,247	3,193,988
<b>Short-term investments</b>				
Investment companies	8,869,680	0	0	8,869,680
<b>Total assets</b>	<b>\$ 95,337,110</b>	<b>\$ 43,661,199</b>	<b>\$ 1,210,617</b>	<b>\$ 140,208,926</b>

The Fund recognizes transfers between levels within the fair value hierarchy at the end of the reporting period. At May 31, 2015, the Fund did not have any transfers into/out of Level 1, Level 2, or Level 3.

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	Columbian Peso
CLP	Chilean peso
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

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 Indonesian rupiah

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

LIFER Long Inverse Floating Exempt Receipts

LIQ Liquidity agreement

LLC Limited liability company

LLLP Limited liability limited partnership

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

NGN Nigerian naira

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

PIK Payment-in-kind

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

RON	Romanian leu
RUB	Russian ruble
SAVRS	Select auction variable rate securities
SBA	Small Business Authority
SDR	Swedish depositary receipt
SEK	Swedish krona
SFHR	Single-family housing revenue
SFMR	Single-family mortgage revenue
SGD	Singapore dollar
SPA	Standby purchase agreement
SPDR	Standard & Poor's Depositary Receipts
SPEAR	Short Puttable Exempt Adjustable Receipts
STRIPS	Separate trading of registered interest and principal securities
TAN	Tax anticipation notes
TBA	To be announced
THB	Thai baht
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 Fund ) 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 Fund 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 Fund s internal controls over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) that occurred during the 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, 2015

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, 2015

By: /s/ Nancy Wiser

Nancy Wiser  
Treasurer

Date: July 27, 2015