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DNP SELECT INCOME FUND INC
Form N-CSR
February 28, 2003

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT
COMPANIES

Investment Company Act file number 811-4915

DNP Select Income Fund Inc.

(Exact name of registrant as specified in charter)

55 East Monroe Street, Chicago, Illinois 60603

(Address of principal executive offices) (Zip code)

Nathan I. Partain
DNP Select Income Fund Inc.
55 East Monroe Street
Chicago, Illinois 60603

John R. Sagan
Mayer, Brown, Rowe & Maw
190 South LaSalle Street
Chicago, Illinois 60603

(Name and address of agents for service)

Registrant's telephone number, including area code: (312) 368-5510

Date of fiscal year end: December 31

Date of reporting period: December 31, 2002

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not

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required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 35.

ITEM 1. REPORTS TO STOCKHOLDERS.

The Annual Report to Stockholders follows.

Dear Fellow Shareholders:

Performance Review--Your Fund had a total return (market price change plus income) of 1.4% for the fourth quarter, resulting in a -3.0% total return for calendar year 2002. In comparison, the S&P Utilities Index had a total return of 4.9% for the quarter and -29.9% for the year. A composite of the S&P Utilities Index and the Lehman Utility Bond Index, reflecting the stock and bond ratio of the Fund, had a total return of 3.8% for the quarter and -21.9% for the year.

For a broader perspective on the 2002 relative performance of the Utility Indexes cited above, the S&P 500 Index and the Dow Jones Industrial Average had total returns for the year of -15.0% and -22.1%, respectively. As an alternative comparison, Lipper Analytical Services calculations show the following equity sector mutual fund total returns for the year: Utility -23.8%, Telecommunications -41.3%, Equity Income -16.3%, and Large-Capitalization Value -20.0%.

During the fourth quarter of 2002, your Fund paid three monthly 6.5 cent dividends. The 6.5 cent per share monthly rate, without compounding, would be 78 cents annualized, or a 7.88% common stock dividend yield based on the December 31, 2002 closing price of \$9.90 per share. That yield compares favorably with the quarter-end yields of 5.18% on the Dow Jones Utility Index and 5.05% on the S&P Utilities Index.

Feeling for the Bottom--Calendar year 2002 marked the third consecutive year of broad equity market declines--an event that has not occurred since the period from 1939 to 1941. Although a fourth year of negative equity returns is statistically unlikely, we feel it is more appropriate to base investment expectations on fundamental considerations.

During the latter half of 2000 and the first three quarters of 2001, the U.S. economy was weakening. Many companies were responding to significant overcapacity in an environment of declining demand for capital goods and high inventories. Businesses acted to cut production, employment declined, consumer and investor sentiment fell, and equity prices remained under pressure. The domestic economic environment was exacerbated by weakness in economies globally and the U.S. entered a recession in 2001.

In response, the Federal Reserve embarked on a series of interest rate reductions that took the federal funds rate from 6.50% at the end of 2000 to 1.25% at the end of 2002. Cutting short-term interest rates lowers borrowing costs, which encourages households to purchase autos, homes, and furnishings. Typically in turn, inventories are drawn down and businesses add employees and equipment to meet the rising demand. The stock market usually anticipates the increase in business activity and share prices rise.

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Data indicate that an economic recovery began during 2002, albeit at an uneven pace and with certain sectors still very depressed. Although consumer spending remains resilient, business spending is depressed, unemployment stubbornly high, and the stock market undecided. The current economic malaise and the potential for geopolitical uncertainties to depress near-term economic activity will likely keep the Federal Reserve in an accommodative posture for the bulk of the year. However, we believe that the Federal Reserve's current monetary policy will eventually result in stronger economic growth and higher stock prices in the future.

Both the telecommunications and electric and gas industries have experienced a "recession" of their own over the past two years. While intertwined with general economic conditions, industry-specific issues have hurt the performance of these two sectors. In the telecom sector, the late 1990s were a time of boom spending for the

deployment of fiber optic capacity. The investment markets were willing to provide capital for anticipated growth in Internet demand and unproven business plans. Simultaneously, regulation mandated a competitive environment for a broad range of communication services, enhancing choice to the consumer but cutting corporate profit margins to the bone. Many competitive local carriers failed, and the accounting irregularities and eventual Chapter 11 filing of long distance carrier and internet backbone provider WorldCom Inc. further slashed sector valuations.

In the power sector, valuations have been hurt by the increased business risk of debt-financed corporate investments outside the traditional regulated utility businesses. These investments generally focused on power generation and energy trading and marketing for the wholesale market. The diversification strategies were designed to enhance shareholder value in an increasingly competitive market, but by and large failed miserably. As in the telecommunications sector, the power industry had a notable bankruptcy--Enron Corp.

With both telecommunications and power industries experiencing problems, credit rating agencies and investors wearied of unfulfilled strategic promises. Weak operating performance led to a precipitous decline in aggregate credit quality and ratings, and limitations on availability of capital to fund industry needs. Access to capital, if available at all, became more and more expensive and liquidity concerns and legal investigations culminated in full-blown liquidity and credit rating crises.

These crises have taught companies valuable lessons. For the power group, that means unwinding trading and marketing operations and returning to their core competencies of the generation and distribution of power. For the communications group that means cost management and capital expenditure reductions, possible asset sales, and improved balance sheets. We believe that although companies still need to resolve many issues, performance in these sectors and the market's view of these sectors should improve valuations in the future.

A more thorough analysis of industry trends and outlooks will appear in our next quarterly letter based on Fund analysts' annual presentation to the Board of Directors.

President Bush's Dividend Tax Proposal--Early in January President Bush proposed a "growth and jobs plan" that would cut taxes in order to stimulate economic growth. The largest component of the plan proposes the elimination of the double taxation of dividends. Under current tax law, corporations pay

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dividends from after-tax income and individuals pay income tax on dividends received. The proposed plan would permit shareholders to exclude dividend income from taxable income, and would provide an increase in the tax basis of shares of stock for taxable income retained by a corporation.

An important theme in the President's rationale for this proposal is the belief that if tax rates on dividends were lower, corporations would be likely to pay them more generously, and investors would find stocks more attractive. Increased funding would then flow to corporations through the stock market, and the resulting availability of capital would encourage investment and growth. Economic growth in turn, typically increases employment and raises the standard of living for the average American.

The President's proposal must still navigate the political process and, if passed by Congress, would almost certainly be in a negotiated and compromised form. We would point out, however, that the current proposal would permit mutual funds to pass through qualifying dividends tax-free to their shareholders, and that the proposal does not alter your Fund's primary objective of current income.

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Board of Directors Meeting -- At the December Board of Directors' meeting, the Board declared the following monthly dividends:

Cents Per Share	Record Date	Payable Date
6.5 cents	December 31	January 10
6.5 cents	January 31	February 10
6.5 cents	February 28	March 10

At the regular February Board of Directors' meeting, the Board declared the following monthly dividends:

Cents Per Share	Record Date	Payable Date
6.5 cents	March 31	April 10
6.5 cents	April 30	May 12
6.5 cents	May 30	June 10

Automatic Dividend Reinvestment Plan and Direct Deposit Service--The Fund has a dividend reinvestment plan available to all registered shareholders. Those shareholders whose shares are held for them by a brokerage house or nominee in "street-name" may not participate in the Fund's automatic dividend reinvestment plan. For such shareholders desiring automatic dividend reinvestment, we suggest you contact your broker or other nominee.

As an added service, without cost to the shareholder, the Fund offers direct deposit service through electronic funds transfer to all registered shareholders currently receiving a monthly dividend check. This service is offered through The Bank of New York. For more information and/or an authorization form on automatic dividend reinvestment or direct deposit, please

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contact The Bank of New York (1-877-381-2537 or <http://stock.bankofny.com>).

Visit us on the Web--You can obtain the most recent shareholder financial report and dividend information at our web site, which has a new home address, <http://www.dnpselectincome.com>.

We appreciate your interest in DNP Select Income Fund Inc., and we will continue to do our best to be of service to you.

/s/ Claire V. Hansen

/s/ Nathan I. Partain

Claire V. Hansen, CFA
Chairman

Nathan I. Partain, CFA
President and Chief
Executive Officer

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REPORT OF INDEPENDENT AUDITORS

To the Stockholders and Board of Directors of
DNP Select Income Fund Inc.:

We have audited the accompanying balance sheet of DNP Select Income Fund Inc. (a Maryland corporation) (formerly Duff & Phelps Utilities Income Inc.), including the schedule of investments, as of December 31, 2002, and the related statements of operations, changes in net assets, cash flows and the financial highlights for the year then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audit. The statement of changes in net assets and the financial highlights of DNP Select Income Fund Inc., as of December 31, 2001, and for the four years in the period then ended, were audited by other auditors who have ceased operations. Those auditors expressed an unqualified opinion on those financial statements in their report dated February 5, 2002.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights. Our procedures included confirmation of securities owned as of December 31, 2002, by correspondence with the custodian and brokers or by other appropriate audit procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the 2002 financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of DNP Select Income Fund Inc. at December 31, 2002, the results of its operations, its cash flows, the changes in its net assets and the financial highlights for the year then ended, in conformity with accounting principles generally accepted in the United States.

ERNST & YOUNG LLP

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Chicago, Illinois
February 5, 2003

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DNP SELECT INCOME FUND INC.
SCHEDULE OF INVESTMENTS
December 31, 2002

COMMON STOCKS--84.9%

Shares	Company	Market Value (Note 1)
-----	-----	-----
	[] ELECTRIC--48.4%	
1,000,000	Allete Inc.....	\$ 22,680,000
1,001,000	Ameren Corp.....	41,611,570
1,000,000	Consolidated Edison Inc.....	42,820,000
796,000	Dominion Resources.....	43,700,400
970,000	DQE Inc.....	14,782,800
1,000,000	DTE Energy Co.....	46,400,000
1,100,000	Energy East Corp.....	24,299,000
1,000,000	Exelon Corp.....	52,770,000
531,000	FirstEnergy Corp.....	17,507,070
900,000	FPL Group Inc.....	54,117,000
1,750,000	Iberdrola S.A. (Spain).....	24,517,263
1,000,000	Keyspan Corp.....	35,240,000
215,000	National Grid Group PLC ADR.....	7,909,850
770,000	National Grid Group PLC (United Kingdom)...	5,658,484
2,256,600	NiSource Inc.....	45,132,000
1,318,600	NSTAR.....	58,532,654
1,375,000	Progress Energy Inc.....	59,606,250
1,000,000	Public Service Enterprise Group.....	32,100,000
850,000	Scottish & Southern Energy (United Kingdom)	9,270,364
200,000	Scottish & Southern Energy ADR.....	21,894,520
2,647,300	Southern Co.....	75,156,847
1,500,000	Vectren Corp.....	34,500,000

		770,206,072
	[] GAS--5.1%	
926,000	AGL Resources.....	22,501,800
900,000	Peoples Energy Corp.....	34,785,000
1,000,000	WGL Holdings Inc.....	23,920,000

		81,206,800
	[] TELECOMMUNICATION--15.6%	
1,000,000..	Alltel Corp.....	51,000,000

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1,730,000.. BellSouth Corp.....	44,755,100
1,637,230.. SBC Communications Inc.....	44,385,305

The accompanying notes are an integral part of the financial statements.

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DNP SELECT INCOME FUND INC.
 SCHEDULE OF INVESTMENTS--(Continued)
 December 31, 2002

Shares	Company	Market Value (Note 1)
-----	-----	-----
700,000	Swisscom AG ADR.....	\$ 19,957,000
856,250	Telecom Corp. of New Zealand Ltd. Interim ADR	16,371,500
1,068,400	Telstra Corp. ADR.....	13,333,632
1,519,000	Verizon Communications.....	58,861,250

		248,663,787
	[_] REAL ESTATE INVESTMENT TRUSTS --15.8%	
130,000	Apartment Investment & Management Co.....	4,872,400
195,000	Archstone Smith Trust.....	4,590,300
340,000	Boston Properties Inc.....	12,532,400
120,000	Camden Property Trust.....	3,960,000
382,400	CBL & Associates Properties Inc.....	15,315,120
247,000	Centerpoint Properties Corp.....	14,116,050
580,000	Chelsea GCA Realty Inc.....	19,319,800
100,000	Colonial Properties Trust.....	3,394,000
230,318	Corporate Office Properties Trust.....	3,231,361
451,214	Developers Diversified Realty Corp.....	9,922,196
200,000	Duke Realty Corp.....	5,090,000
205,000	Equity Office Properties Trust.....	5,120,900
210,000	Equity Residential Properties Trust.....	5,161,800
83,100	Essex Property Trust Inc.....	4,225,635
275,000	General Growth Properties, Inc.....	14,300,000
290,000	Green S.L. Realty Properties Inc.....	9,164,000
167,000	Health Care Property Investors Inc.....	6,396,100
223,000	Health Care Realty Trust Inc.....	6,522,750
215,000	Hospitality Properties Trust.....	7,568,000
266,400	iStar Financial Inc.....	7,472,520
48,000	Kimco Realty Corp.....	1,470,720
275,000	Macerich Co.....	8,456,250
300,000	Pan Pacific Retail Properties Inc.....	10,959,000
495,600	ProLogis Trust.....	12,464,340
90,000	Realty Income Corp.....	3,150,000
35,025	Reckson Associates Realty Corp.....	737,276
171,545	Reckson Associates Realty Corp. Class B.....	3,842,608
119,367	Shurgard Storage Centers Inc.....	3,740,962
387,000	Simon Property Group.....	13,185,090
580,000	United Dominion Realty Trust.....	9,488,800

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DNP SELECT INCOME FUND INC.
 SCHEDULE OF INVESTMENTS--(Continued)
 December 31, 2002

Shares	Company	Market Value (Note 1)
-----	-----	-----
340,000	Vornado Realty Trust.....	\$ 12,648,000
231,750	Weingarten Realty Investors.....	8,542,305

		250,960,683

	Total Common Stocks (Cost--\$1,320,031,059).....	1,351,037,342

PREFERRED STOCKS--17.4%		
[] UTILITY--17.4%		
200,000	Alltel Corp 73/4% 5/17/05.....	10,266,000
750,000	Ameren Corp. 93/4% 5/15/05.....	20,100,000
1,200,000	Centurytel Inc. 6 7/8% 5/15/05.....	30,840,000
626,200	Cinergy Corp. 91/2% 2/16/05.....	34,691,480
450,000	Dominion Resources 91/2% 11/16/04.....	24,385,500
986,700	DTE Energy Co. 83/4% 8/16/05.....	26,927,043
700,000	Duke Capital Financing Trust III 8 3/8% 8/31/29	18,088,000
876,000	Duke Energy 8 1/4% 5/18/04.....	13,937,160
223,500	EIX Trust II Series B 8.60% 10/29/29 **.....	5,174,025
500,000	FPL Group Inc. 81/2% 2/16/05.....	27,680,000
412,000	Keyspan Corp. 83/4% 5/16/05.....	20,834,840
500,000	NiSource Industries Inc. 7.75% 2/19/03.....	19,200,000
400,000	TXU Corp. 83/4% 11/16/05.....	11,440,000
500,000	TXU Corp. 8 1/8% 5/16/06.....	14,375,000

	Total Preferred Stocks (Cost--\$299,592,364).....	277,939,048

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DNP SELECT INCOME FUND INC.
 SCHEDULE OF INVESTMENTS--(Continued)
 December 31, 2002

BONDS--45.2%

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Par Value	Company	Ratings*			Market Value (Note 1)
		Fitch	Moody's	Standard and Poor's	
	[_] ELECTRIC--14.3%				
\$23,571,000	Cleveland Electric Illuminating 9%, due 7/01/23.....	BBB	Baa2	BBB	\$ 25,083,433
18,050,000	Comed Financing II 8 1/2%, due 1/15/27.....	Not Rated	Baa2	BBB	19,498,332
7,500,000	Commonwealth Edison Co. 9 7/8%, due 6/15/20.....	A-	A3	A-	8,808,998
10,000,000	Commonwealth Edison Co. 8 3/8%, due 2/15/23.....	A-	A3	A-	10,445,560
6,000,000	Dayton Power and Light 8.15%, due 1/15/26.....	A	A2	BBB	6,128,958
24,000,000	Dominion Resources Capital Trust 7.83%, due 12/01/27.....	Not Rated	Baa2	BBB-	22,918,968
5,000,000	Gulf States Utilities 8.94%, due 1/01/22.....	Not Rated	Baa3	BBB-	5,216,375
1,000,000	Houston Lighting 83/4%, due 3/01/22.....	BBB+	Baa2	BBB	1,039,706
19,800,000	Hydro-Quebec 93/4%, due 1/15/18.....	AA-	A1	A+	19,924,522
5,000,000	Illinois Power Co. 71/2%, due 7/15/25.....	BB-	B3	B	3,775,000
5,000,000	Progress Energy Inc. 73/4%, due 3/1/31.....	Not Rated	Baa1	BBB	5,703,695
9,000,000	PSEG Power 8 5/8%, due 4/15/31.....	Not Rated	Baa1	BBB	9,723,087
15,830,000	Public Service Co. of Colorado 8 3/4%, due 3/01/22.....	BBB	Baa1	BBB+	16,521,724
22,750,000	Puget Capital Trust 8.231%, due 6/01/27.....	Not Rated	Ba1	BB	22,217,263
13,000,000	Southern Co. Capital Trust 8.14%, due 2/15/27.....	Not Rated	Baa1	BBB+	14,060,514
5,500,000	Texas Utilities Corp. 7 7/8%, due 3/1/23.....	A-	Baa1	BBB	5,698,170

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DNP SELECT INCOME FUND INC.
SCHEDULE OF INVESTMENTS--(Continued)
December 31, 2002

Par Value	Company	Ratings*			Market Value (Note 1)
		Fitch	Moody's	Standard and Poor's	

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\$10,000,000	Virginia Electric & Power Co. 8 5/8%, due 10/01/24.....	Not Rated	A2	A-	\$ 11,064,290
17,700,000	Virginia Electric & Power Co. 8 1/4%, due 3/01/25.....	Not Rated	A2	A-	19,410,723

					227,239,318
	[_] GAS--3.6%				
5,125,000	ANR Pipeline Co. 9 5/8%, due 11/01/21.....	Not Rated	Ba1	BB	5,138,289
5,000,000	KN Energy Inc. 7 1/4%, due 3/01/28.....	BBB	Baa2	BBB	5,125,295
10,000,000	Northern Border Partners L.P. 8 7/8%, due 6/15/10.....	BBB+	Baa2	BBB+	11,804,150
6,488,000	Southern Union Co. 7.60%, due 2/01/24.....	BBB	Baa3	BBB+	6,215,621
8,850,000	Southern Union Co. 8 1/4%, due 11/15/29.....	BBB	Baa3	BBB+	9,076,595
10,000,000	TE Products Pipeline Co. 7.51%, due 1/15/28.....	Not Rated	Baa3	BBB	9,332,570
9,000,000	Trans-Canada Pipeline 9 1/8%, due 4/20/06.....	Not Rated	A3	BBB+	10,346,202

					57,038,722
	[_] TELECOMMUNICATION--7.0%				
10,000,000	Bell South Capital Funding 7 7/8%, due 2/15/30.....	A+	Aa3	A+	12,325,670
25,000,000	British Telecom PLC 8 5/8%, due 12/15/30.....	Not Rated	Baa1	A-	31,987,425
5,000,000	Centurytel Inc. 6 7/8%, due 1/15/28.....	Not Rated	Baa2	BBB+	5,220,615
10,000,000	Centurytel Inc. 8 3/8%, due 10/15/10.....	Not Rated	Baa2	BBB+	11,949,580
12,000,000	GTE California Inc. 8.07%, due 4/15/24.....	AA	A1	A+	12,942,900
2,835,000	GTE Corp. 9.10%, due 6/01/03.....	Not Rated	A3	A+	2,906,847

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DNP SELECT INCOME FUND INC.
SCHEDULE OF INVESTMENTS--(Continued)
December 31, 2002

Par Value	Company	Ratings*			Market Value (Note 1)
		Fitch	Moody's	Standard and Poor's	
-----	-----	-----	-----	-----	-----
\$17,625,000	GTE Corp. 7.90%, due 2/01/27.....	Not Rated	A2	A+	\$ 19,114,348
9,000,000	New York Telephone Co. 7 5/8%, due 2/01/23.....	AA	A2	A+	9,287,100

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5,000,000	Vodafone Group PLC 7 7/8%, due 2/15/30.....	Not Rated	A2	A	6,048,330

					111,782,815
	[_] NON-UTILITY--20.3%				
#15,000,000	American General Finance Corp. 1.61%, due 5/28/04.....	A+	A1	A+	15,025,113
#20,000,000	Credit Suisse First Boston USA Inc. 1.66%, due 4/28/03.....	Not Rated	Aa3	A+	20,012,084
#25,000,000	Daimler Chrysler NA Holdings 1.65%, due 8/21/03.....	Not Rated	A3	BBB+	24,878,941
8,000,000	Dayton Hudson Corp. 9 7/8%, due 7/01/20.....	A	A2	A+	11,367,520
19,940,000	EOP Operating LP 7 1/2%, due 4/19/29.....	BBB+	Baa1	BBB+	20,844,040
#25,000,000	General Electric Capital Corp. 1.51%, due 10/22/03.....	Not Rated	Aaa	AAA	25,017,580
#25,000,000	General Motors Acceptance Corp. 1.92%, due 11/07/03.....	A-	A2	BBB	24,646,555
#25,000,000	Household Finance Corp. 1.77%, due 5/28/04.....	A	A2	A-	24,713,230
#25,000,000	Morgan Stanley Dean Witter & Co. 1.70%, due 5/18/04.....	AA-	Aa3	A+	25,022,655
#25,000,000	Northern Rock PLC 1.51%, due 7/22/03.....	A+	A2	A	25,009,730
#25,000,000	Salomon Smith Barney Holdings Inc. 1.78%, due 5/07/04.....	AA+	Aa1	AA-	25,009,630
#50,000,000	Sigma Finance Inc. 1.43%, due 6/05/03.....	AAA	Aaa	AAA	50,005,500

The accompanying notes are an integral part of the financial statements.

DNP SELECT INCOME FUND INC.
SCHEDULE OF INVESTMENTS--(Continued)
December 31, 2002

Par Value/ Shares	Company	Ratings*			Market Value (Note 1)
		Fitch	Moody's	Standard and Poor's	
# \$7,500,000	First Union National Bank 1.53%, due 5/09/03.....	A+	Aa2	A+	\$ 7,502,822
# 25,000,000	Washington Mutual Bank, F.A. 1.52%, due 3/18/03.....	A+	A2	A-	25,000,000

					324,055,400

	Total Bonds (Cost--\$703,861,374).....				720,116,255

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U.S. TREASURY OBLIGATIONS--1.4%		
19,400,000	U.S. Treasury Bond	
	10 3/4%, due 5/15/03.....	20,080,532
2,000,000	U.S. Treasury Bond	
	10 3/4%, due 8/15/05.....	2,452,267
	Total U.S. Treasury Obligations (Cost--\$22,154,563).....	22,532,799
U.S. GOVERNMENT AGENCY OBLIGATIONS--8.5%		
125,000,000	Federal Home Loan Mortgage Corp.	
	9%, due 2/26/04.....	135,742,000
	Total U.S. Government Agency Obligations (Cost--\$135,636,970).....	135,742,000
MONEY MARKET INSTRUMENTS--18.8%		
40,000,000	AIG Funding Inc.	
	1.30%, due 1/06/03.....	39,992,778
# 474,690	AIM STIC Liquid Assets Portfolio.....	474,690
# 11,037,500	Bear Stearns & Co. Repurchase Agreement	
	1.20%, due 1/02/03, dated 12/31/02, collateralized by \$4,733,258	
	Contimortgage Home Equity Loan Trust 1998-1 B ABS, 7.86% due	
	4/15/29 and \$6,525,210 FNMA Conventional Loan Mortgage Pool 13115 MBS	
	6% due 1/01/03.....	11,037,500
# 87,460,000	Bear Stearns & Co. Master Note 1.46%, due 1/02/03.....	87,460,000
30,000,000	Citigroup Inc. 1.25%, due 1/02/03.....	29,998,958

The accompanying notes are an integral part of the financial statements.

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DNP SELECT INCOME FUND INC.
 SCHEDULE OF INVESTMENTS--(Continued)
 December 31, 2002

Par Value/ Shares	Company	Mar Val (Not
-----	-----	-----
#\$50,000,000	Deutsche Bank Securities Inc. Repurchase Agreement	
	1.37%, due 1/02/03, dated 12/31/02, collateralized by \$36,954,190 Commercial	
	Mortgage Pass-Through Certificate 2001-J2A C MBS, 6.586% due 7/16/34	
	and \$14,045,810 ABN Amro Mortgage Corporation 2002-6 A6 CMO,	
	7.1475%, due 8/25/32.....	\$ 50,
10,000,000	General Electric Capital Corp. 1.80%, due 1/03/03.....	9,
# 18,882,316	Janus Institutional Cash Reserves Fund.....	18,
# 1,027,718	Janus Government Money Market Fund.....	1,
# 21,970,281	NYLIM Institutional Prime Cash Fund.....	21,
# 27,900,000	Westways Funding IV	
	1.53%, due 1/08/03.....	27,
	Total Money Market Instruments (Amortized Cost--\$298,709,873).....	298,
	TOTAL INVESTMENTS (Cost--\$2,779,986,203) (176.2%).....	\$2,806,

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 *Bond ratings are not covered by the report of independent auditors.

**Dividends currently are deferred.

#This security was purchased with the cash proceeds from securities loans.

The percentage shown for each investment category is the total value of that category as a percentage of the net assets applicable to common shares of the Fund.

The accompanying notes are an integral part of the financial statements.

12

DNP SELECT INCOME FUND INC.
 BALANCE SHEET
 December 31, 2002

ASSETS:

Investments at value:

Common stocks (cost \$1,320,031,059).....	\$1,35
Preferred stocks cost (\$299,592,364).....	27
Bonds (cost \$703,861,374).....	72
U.S. Treasury obligations (cost \$22,154,563).....	2
U.S. government agency obligation (cost \$135,636,970).....	13
Money market instruments (amortized cost \$298,709,873).....	29

Total investments at value (Cost--\$2,779,986,203) including \$496,031,247 of securities loaned..... 2,80

Interest-bearing deposits with custodian.....

Receivables:

Interest.....	1
Dividends.....	
Securities lending income.....	

Prepaid expenses.....

Total Assets..... \$2,82

LIABILITIES:

Payable for securities purchased..... \$

Due to Adviser (Note 2).....

Due to Administrator (Note 2).....

Dividends payable on common stock..... 1

Dividends payable on remarketed preferred stock.....

Accrued expenses.....

Commercial paper outstanding (Note 6)..... 19

Payable upon return of securities on loan..... 51

Total Liabilities..... 73

Remarketed preferred stock (\$.001 par value; 100,000,000 shares authorized and 5,000 shares issued and outstanding, liquidation preference \$100,000 per share) (Note 5)..... 50

CAPITAL:

Common stock (\$.001 par value; 250,000,000 shares authorized and 216,169,515 shares issued and outstanding) (Note 4).....

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Paid-in surplus (Note 4).....	1,93
Accumulated net realized loss on investments.....	(36
Distributions in excess of book net investment income.....	(
Net unrealized appreciation (depreciation) on investments, foreign currency translation and collateral held for securities on loan.....	2

Net assets applicable to common stock (equivalent to \$7.37 per share based on 216,169,515 shares outstanding).....	1,59

Total Liabilities, Remarketed Preferred Stock and Capital.....	\$2,82
=====	

The accompanying notes are an integral part of the financial statements.

13

DNP SELECT INCOME FUND INC. STATEMENT OF OPERATIONS For the year ended December 31, 2002

INVESTMENT INCOME:	
Interest.....	\$ 43,2
Dividends (less withholding tax of \$653,400).....	151,0
Securities lending income, net.....	9

Total investment income.....	195,2
EXPENSES:	
Management fees (Note 2).....	13,7
Commercial paper interest expense (Note 6).....	4,3
Administrative fees (Note 2).....	3,5
Transfer agent fees.....	4
Custodian fees.....	3
Remarketing agent fees.....	1,2
Shareholder reports.....	4
Professional fees.....	2
Directors' fees (Note 2).....	4
Other expenses.....	5

Total expenses.....	25,3

Net investment income.....	169,8
REALIZED AND UNREALIZED GAIN (LOSS):	
Net realized loss on investments.....	(299,2
Net change in unrealized appreciation (depreciation) on investments, collateral held for securities on loan and foreign currency translation.....	(87,4

Net realized and unrealized loss.....	(386,6
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS:	
From net investment income.....	(8,2

Net decrease in net assets applicable to common shares resulting from operations.....	\$ (224,9
=====	

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The accompanying notes are an integral part of the financial statements.

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DNP SELECT INCOME FUND INC.
STATEMENTS OF CHANGES IN NET ASSETS

	For the year ended December 31, 2002	For e Dece
	-----	-----
FROM OPERATIONS:		
Net investment income.....	\$ 169,842,194	\$ 17
Net realized gain (loss).....	(299,216,873)	1
Net change in unrealized appreciation/(depreciation) on investments, collateral held for securities on loan, and foreign currency translation	(87,406,287)	(29
Distributions to preferred shareholders from net investment income.....	(8,213,811)	(1
	-----	-----
Net decrease in net assets applicable to common shares resulting from operations.....	(224,994,777)	(11
DISTRIBUTIONS TO COMMON STOCKHOLDERS FROM:		
Net investment income--(Note 3).....	(167,637,718)	(16
	-----	-----
Total distributions to common stockholders.....	(167,637,718)	(16
FROM CAPITAL STOCK TRANSACTIONS (Note 4):		
Shares issued to common stockholders from dividend reinvestment.....	25,906,297	2
	-----	-----
Net increase in net assets derived from capital share transactions.....	25,906,297	2
	-----	-----
Total decrease.....	(366,726,198)	(25
TOTAL NET ASSETS APPLICABLE TO COMMON SHARES:		
Beginning of year.....	1,959,696,631	2,21
	-----	-----
End of year (including distributions in excess of book net investment income of \$2,418,188, and \$16,645,171, respectively).....	\$1,592,970,433	\$1,95
	=====	=====

The accompanying notes are an integral part of the financial statements.

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DNP SELECT INCOME FUND INC.
STATEMENT OF CASH FLOWS
For the year ended December 31, 2002

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Cash Flows From (For):

OPERATING ACTIVITIES

Interest received.....	\$	47,814,883
Income dividends received.....		154,099,414
Securities lending income, net.....		915,142
Operating expenses paid (excluding interest).....		(22,056,390)
Interest paid on commercial paper.....		(4,869,944)

Net cash provided by operating activities..... \$ 175,

INVESTING ACTIVITIES

Purchase of investment securities.....	(5,015,992,041)
Proceeds from sale/redemption of investment securities.....	4,978,337,168
Return of capital on investments.....	3,159,013
Long-term capital gains dividends received.....	1,849,860
Amortization of premiums and discounts on debt securities.....	5,804,192

Net cash used in investing activities..... (26,

FINANCING ACTIVITIES

Dividends paid.....	(177,909,912)
Proceeds from issuance of common stock under dividend reinvestment plan.....	25,906,297
Change in net proceeds from issuance of commercial paper.....	1,128,154

Net cash used in financing activities..... (150,

Net decrease in cash and cash equivalents..... (1,

Cash and cash equivalents--beginning of year..... 7,

Cash and cash equivalents--end of year..... \$ 5,

Reconciliation of net investment income to net cash provided by operating activities:

Net investment income.....	\$ 169,
Adjustments to reconcile net investment income to net cash provided by operating activities:	
Decrease in interest receivable.....	4,604,278
Decrease in dividends receivable.....	3,012,645
Decrease in accrued expenses.....	(1,533,390)
Increase in other receivable.....	(22,622)

Total adjustments..... 6,

Net cash provided by operating activities..... \$ 175,

The accompanying notes are an integral part of the financial statements.

(1) SIGNIFICANT ACCOUNTING POLICIES:

DNP Select Income Fund Inc. (the "Fund", formerly Duff & Phelps Utilities Income Inc.) was incorporated under the laws of the State of Maryland on

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November 26, 1986. The Fund commenced operations on January 21, 1987, as a closed-end diversified management investment company registered under the Investment Company Act of 1940. The primary investment objectives of the Fund are current income and long-term growth of income. Capital appreciation is a secondary objective.

The following are the significant accounting policies of the Fund:

(a) The market values for securities are determined as follows: Equity securities traded on a national securities exchange or traded over-the-counter and quoted on the NASDAQ System are valued at last sales prices. Fixed income securities and any other securities for which it is determined that market prices are unavailable or inappropriate are valued at a fair value using a procedure determined in good faith by the Board of Directors which includes the use of a pricing service. Each money market instrument having a maturity of 60 days or less is valued on an amortized cost basis, which approximates market value.

(b) No provision is made for Federal income taxes since the Fund has elected to be taxed as a "regulated investment company" and has made such distributions to its shareholders deemed necessary to be relieved of all Federal income taxes under provisions of current Federal tax law. The Fund intends to utilize provisions of Federal income tax laws which allow a realized capital loss to be carried forward for eight years following the year of loss and offset such losses against any future realized gains. At December 31, 2002, the Fund had tax capital loss carry forwards of \$199,205,932 which expire beginning on December 31, 2003. For the period November 1, 2002 through December 31, 2002 the Fund incurred net realized capital losses of \$181,983,140. The Fund intends to treat these losses as having occurred on January 1, 2003.

At December 31, 2002, on a tax basis, the Fund had undistributed net investment income of \$2,103,117; and based on a \$2,792,953,260 tax cost of investments, gross unrealized appreciation of \$139,857,445 and unrealized depreciation of \$126,699,675. The difference between the book basis and tax basis of distributable earnings are primarily a result of tax deferral of wash sale losses, the accretion of discount and amortization of premiums.

(c) The accounts of the Fund are kept on the accrual basis of accounting. Security transactions are recorded on the trade date. Realized gains or losses from sales of securities are determined on the specific identified cost basis. Dividend income is recognized on the ex-dividend date. Interest income and expense are recognized on the accrual basis. Discounts and premiums on securities are amortized over the lives of the respective securities for book purposes. Discounts and premiums are not amortized for tax purposes.

(d) The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

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(e) As required, effective January 1, 2002, the Fund has adopted the classification requirement of EITF D-98, Classification and Measurement of Redeemable Securities. EITF D-98 requires that preferred stock be presented separately at liquidation preference on the balance sheet. Accordingly, certain reclassifications have been made to the statement of operations, statements of changes in net assets and financial highlights for all periods presented. The adoption of EITF D-98 had no impact on the net asset value of the common stock of the Fund.

(2) MANAGEMENT ARRANGEMENTS:

The Fund has engaged Duff & Phelps Investment Management Co. (the "Adviser") to provide professional investment management services for the Fund and has engaged J. J. B. Hilliard, W. L. Lyons, Inc. (the "Administrator") to provide administrative and management services for the Fund. The Adviser receives a quarterly fee at an annual rate of .60% of the average weekly net assets of the Fund up to \$1.5 billion and .50% of average weekly net assets in excess thereof. The Administrator receives a quarterly fee at annual rates of .25% of average weekly net assets up to \$100 million, .20% of average weekly net assets from \$100 million to \$1 billion, and .10% of average weekly net assets over \$1 billion. For purposes of the foregoing calculations, "average weekly net assets" is defined as the sum of (i) the aggregate net asset value of the Fund's common stock (ii) the aggregate liquidation preference of the Fund's preferred stock and (iii) the aggregate proceeds to the Fund of commercial paper issued by the Fund. Directors of the Fund not affiliated with the Adviser receive a fee of \$25,000 per year plus \$2,000 per board meeting, plus \$1,500 per committee meeting attended. Committee Chairmen receive an additional fee of \$5,000 per year. Transfer agent and custodian fees are paid to The Bank of New York.

(3) DIVIDENDS:

The Board of Directors has authorized the following distributions to common stockholders from investment income in 2002:

Record Date	Payable Date	Dividend Per Share
-----	-----	-----
01-31-02	02-11-02	\$.065
02-28-02	03-11-02	.065
03-29-02	04-10-02	.065
04-30-02	05-10-02	.065
05-31-02	06-10-02	.065
06-28-02	07-10-02	.065

Record Date	Payable Date	Dividend Per Share
-----	-----	-----
07-31-02	08-12-02	.065
08-30-02	09-10-02	.065
09-30-02	10-10-02	.065
10-31-02	11-12-02	.065
11-29-02	12-10-02	.065
12-31-02	01-10-03	.065

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The tax basis for all distributions was ordinary income.

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DNP SELECT INCOME FUND INC.
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2002

(4) CAPITAL STOCK TRANSACTIONS:

The Fund may purchase shares of its own stock in open market or private transactions, from time to time and in such amounts and at such prices (not exceeding \$100,000 plus accumulated and unpaid dividends in the case of the Fund's remarketed preferred stock and less than net asset value in the case of the Fund's common stock) as management may deem advisable. Since any such purchases of the Fund's common stock would be made at prices below net asset value, they would increase the net asset value per share of the remaining shares of common stock outstanding. The Fund has not purchased any shares of its common stock.

Transactions in common stock and paid-in surplus during 2002 and 2001 were as follows:

	Shares	Amount
	-----	-----
For the year ended December 31, 2002:		
Beginning capitalization.....	213,521,241	\$1,910,025,460
Dividend reinvestment.....	2,648,274	25,906,297
	-----	-----
Total capitalization.....	216,169,515	\$1,935,931,757
	=====	=====
For the year ended December 31, 2001:		
Beginning capitalization.....	210,935,760	\$1,883,430,234
Dividend reinvestment.....	2,585,481	26,595,226
	-----	-----
Total capitalization.....	213,521,241	\$1,910,025,460
	=====	=====

(5) REMARKETED PREFERRED STOCK:

In 1988, the Fund issued 5,000 shares of Remarketed Preferred Stock ("RP") in five series of 1,000 shares each at a public offering price of \$100,000 per share. The underwriting discount and other expenses incurred in connection with the issuance of the RP were recorded as a reduction of paid-in surplus on common stock. Dividends on the RP are cumulative at a rate which was initially established for each series at its offering. Since the initial offering of each series, the dividend rate on each series has been reset every 49 days by a remarketing process. Dividend rates ranged from 1.389% to 1.950% during the year ended December 31, 2002.

The RP is redeemable at the option of the Fund on any dividend payment date at a redemption price equal to \$100,000 per share, plus accumulated and unpaid dividends. The Fund is required to maintain certain asset coverage with respect

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to the RP, and the RP is subject to mandatory redemption if that asset coverage is not maintained. Each series of RP is also subject to mandatory redemption on a date certain as follows: Series A--November 28, 2012; Series B--November 18, 2015; Series C--November 7, 2018; Series D--December 22, 2021; and Series E--December 11, 2024.

In general, the holders of the RP and of the Common Stock have equal voting rights of one vote per share, except that the holders of the RP, as a class, vote to elect two members of the Board of Directors, and separate class votes are required on certain matters that affect the respective interests of the RP and the Common Stock. The RP has a liquidation preference of \$100,000 per share plus accumulated and unpaid dividends.

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DNP SELECT INCOME FUND INC.
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2002

(6) COMMERCIAL PAPER:

The Board of Directors has authorized the Fund to issue up to \$200,000,000 of Commercial Paper Notes (the "Notes") in minimum denominations of \$100,000 with maturities up to 270 days. The Notes generally will be sold on a discount basis, but may be sold on an interest-bearing basis. The Notes are not redeemable by the Fund nor are they subject to voluntary prepayment prior to maturity. The aggregate amount of Notes outstanding changes from time to time. The Notes are unsecured, general obligations of the Fund. The Fund has entered into a credit agreement to provide liquidity. The Fund is able to request loans under the credit agreement of up to \$100,000,000 at any one time, subject to certain restrictions. Interest rates on the Notes ranged from 1.38% to 2.28% during the year ended December 31, 2002. At December 31, 2002, the Fund had Notes outstanding of \$197,955,439.

(7) INVESTMENT TRANSACTIONS:

For the year ended December 31, 2002, purchases and sales of investment securities (excluding short-term securities) were \$4,730,302,349 and \$4,687,847,271, respectively.

The Fund may lend portfolio securities to a broker/dealer. Loans are required to be secured at all times by collateral at least equal to the market value of securities loaned. The Fund receives a portion of the income earned on the securities held as collateral and continues to earn income on the loaned securities. Security loans are subject to the risk of failure by the borrower to return the loaned securities in which case the Fund could incur a loss. At December 31, 2002, the Fund had loaned portfolio securities with a market value of \$496,031,247 to a broker/dealer and received \$511,238,875 of cash collateral. This cash was invested in securities as shown in the Schedule of Investments.

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DNP SELECT INCOME FUND INC.

FINANCIAL HIGHLIGHTS--SELECTED PER SHARE DATA AND RATIOS

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The table below provides information about income and capital changes for a share of common stock outstanding throughout the periods indicated:

	For the year ended December 31			
	2002	2001	2000	1999
Net asset value:				
Beginning of year.....	\$ 9.18	\$ 10.51	\$ 8.77	\$ 10.36
Net investment income.....	0.79	0.77	0.88	0.89
Net realized gain (loss) and change in unrealized appreciation/(depreciation) on investments.....	(1.78)	(1.23)	1.76	(1.59)
Dividends on preferred stock from net investment income.....	(0.04)	(0.08)	(0.11)	(0.10)
Total from investment operations applicable to common shares.....	(1.03)	(0.54)	2.53	(0.80)
Dividends on common stock from net investment income.....	(0.78)	(0.79)	(0.79)	(0.79)
Net asset value:				
End of year.....	\$ 7.37	\$ 9.18	\$ 10.51	\$ 8.77
Per share market value:				
End of year.....	\$ 9.90	\$ 11.06	\$ 10.50	\$ 8.31
Ratio of expenses to average net assets applicable to common stock.....	1.44%	1.57%	1.79%	1.66%
Ratio of net investment income to average net assets applicable to common stock....	9.63%	8.63%	9.73%	9.40%
Total investment return.....	(3.04%)	13.67%	37.37%	(19.85%)
Portfolio turnover rate.....	197.27%	213.48%	229.70%	223.78%
Net assets applicable to common stock, end of year (000s omitted).....	\$1,592,970	\$1,959,697	\$2,216,014	\$1,828,128

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Information about Directors and Officers of the Fund

Set forth below are the names and certain biographical information about the directors and officers of the Fund. Directors are divided into three classes and are elected to serve staggered three-year terms. Except as indicated in the table, directors are elected by the holders of the Fund's common stock. The officers are elected at the annual meeting of the board of directors of the Fund.

Name, Address and Age	Position with the Fund, Length of Time Served and Term of Office	Principal Occupation During Past 5 Years and Other Affiliations
-----	-----	-----

Interested Director of the Fund

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<p>Claire V. Hansen*..... 55 East Monroe Street Chicago, Illinois 60603 Age 77</p>	<p>Chairman and Director since January 1987 Current term expires 2005</p>	<p>Senior Advisor to the Board of Directors, Phelps Investment Partners, Ltd. since November 1999 President and Chief Executive Officer, DNP S Income Fund Inc. January 2000-February 2001; Senior Advisor to the Board of Directors, Du Phelps Corporation, 1988-November 1995 (Chairman of the Board, 1987-1988; Chairman Board and Chief Executive Officer prior ther Chairman of the Board, Duff Research Inc. an & Phelps Investment Management Co., 1985-198</p>
---	---	---

Independent Directors of the Fund

<p>Wallace B. Behnke..... 323 Glen Eagle Kiawah Island South Carolina 29455 Age 77</p>	<p>Director since January 1987 Current term expires 2003</p>	<p>Consulting engineer since July 1989; prior t Vice Chairman, Commonwealth Edison Company (public utility)</p>
<p>Harry J. Bruce..... 1630 Sheridan Road Wilmette, Illinois 60091 Age 71</p>	<p>Director since January 1989 Current term expires 2003</p>	<p>Private investor; former Chairman and Chief Executive Officer, Illinois Central Railroad</p>
<p>Franklin A. Cole..... 54 West Hubbard Street Chicago, Illinois 60610 Age 76</p>	<p>Director since January 1989 Current term expires 2004</p>	<p>Chairman, Croesus Corporation (private manag and investment company); former Chairman and Chief Executive Officer, Amerifin Corporatio (formerly named Walter E. Heller Internation Corporation)</p>
<p>Gordon B. Davidson..... PNC Plaza Louisville, Kentucky 40202 Age 76</p>	<p>Director since January 1989 Current term expires 2004</p>	<p>Of Counsel, Wyatt, Tarrant & Combs (law firm since September 1995 (Chairman of the Execut Committee prior thereto); retired Director, Corp.; former Chairman of the Board and Dire Trans Financial Advisers, Inc.</p>

Name, Address and Age -----	Position with the Fund, Length of Time Served and Term of Office -----	Principal Occupation During Past 5 Year and Other Affiliations -----
<p>Connie K. Duckworth.... 77 Stone Gate Lane Lake Forest, Illinois 60045 Age 48</p>	<p>Director since April 2003 Current term expires 2005</p>	<p>Partner, Eight Wings Enterprises (investor in stage businesses) since December 2001; Adviso Director, Goldman, Sachs & Company, December 2000-December 2001 (Managing Director, December 1996-December 2000, Partner 1990- 1996, Chief Operating Officer of Firmwide Div Committee 1990-1995); Chair, The Committee of 200 (organization of women business leaders); Member, Circle Financial Group LLC (private investment company); Director, Third Age Medi Inc. (internet marketing company); Member (20 and Chair (2003), Policyowners' Examining</p>

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Name, Address and Age -----	Position with the Fund, Length of Time Served and Term of Office -----	Principal Occupation During Past 5 Years and Other Affiliations -----
		Committee, Northwestern Mutual Life Insurance Company
Robert J. Genetski**... 195 North Harbor Drive Chicago, Illinois 60601 Age 60	Director since April 2001 Current term expires 2004	President, Robert Genetski & Associates, Inc. (economic and financial consulting firm) since 2001; Senior Managing Director, Chicago Capital, Inc. (financial services firm) 1995-2001; former Senior Vice President and Chief Economist, Harris Trust and Savings Bank; author of several books; regular contributor to the Nikkei Financial Daily
Francis E. Jeffries***. 8477 Bay Colony Drive Naples, Florida 34108 Age 72	Director since January 1987 Current term expires 2004	Retired Chairman, Phoenix Investment Partners since May 1997 (Chairman, November 1995-May 1997); Chairman and Chief Executive Officer, Duff & Phelps Corporation, June 1993-November 1995 (President and Chief Executive Officer, 1992-June 1993); President and Chief Executive Officer, Duff & Phelps Illinois Inc. since 1997 (President and Chief Operating Officer, 1984-1992) and Chairman of the Board, Duff & Phelps Investment Management Co. 1988-1993; Director, The Empire District Electric Company
Nancy Lampton**..... 3 Riverfront Plaza Louisville, Kentucky 40202 Age 60	Director since October 1994 Nominee for a term expiring in 2006	Chairman and Chief Executive Officer, Hardscup Inc. (insurance holding company) since January 2000; Chairman and Chief Executive Officer, American Life and Accident Insurance Company Kentucky since 1971; Director, Constellation Group, Inc. (public utility holding company); Director, Brinly-Hardy Corporation (lawn and tractor accessories), Thorium Power Corporation (designers of non-proliferative fuel for nuclear energy needs)
Carl F. Pollard..... 10500 W. U.S. Hwy 42 Goshen, Kentucky 40026 Age 64	Director since April 2003 Current term expires 2005	Owner, Hermitage Farm L.L.C. (Thoroughbred breeding) since January 1995; Chairman, Columbus Healthcare Corporation 1993-1994; Chairman and Chief Executive Officer, Galen Health Care, Inc. March-August 1993; President and Chief Operating Officer, Humana Inc. 1991-1993 (previously Senior Executive Vice President, Executive Vice President and Chief Financial Officer); Chairman and Director, Churchill Downs Incorporated; Director, National City Bank, Kentucky (and member of executive committee), Breeders' Cup Limited, Kentucky Derby Museum Corporation; Trustee, Thoroughbred Owners and Breeders Association
David J. Vitale.....	Director since April 2000	Private investor and, since February 2003,

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141 West Jackson
Boulevard
Chicago, Illinois 60604
Age 56

Nominee for a term expiring
in 2006

Senior Adviser to the Chicago Board of Education and President and Chief Executive Officer, Board of Trade of the City of Chicago, Inc., March 2002; Retired executive 1999-2001; Vice Chairman and Director, Bank One Corporation, 1998-1999; Vice Chairman and Director, First Chicago NBD Corporation, and President, The First National Bank of Chicago, 1995-1998; Vice Chairman, First Chicago Corporation and The First National Bank of Chicago, 1993-1998 (Director, 1992-1998; Executive Vice President 1986-1993); Director, Ariel Capital Management Inc., Ark Investment Management, Wheels Inc.

Additional information about the Fund's directors is contained in the Statement of Additional Information ("SAI") constituting Part B of the Fund's Registration Statement on Form N-2 filed with the SEC. The most recent post-effective amendment to that Registration Statement is available electronically at the SEC's Internet web site, <http://www.sec.gov>. The Fund will also furnish a copy of the SAI portion of the Registration Statement, without charge, to any shareholder who so requests by calling the Administrator at (888) 878-7845 (toll-free).

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Name, Address and Age -----	Position with the Fund, Length of Time Served and Term of Office -----	Principal Occupation During Past 5 Years and Other Affiliations -----
Officers of the Fund (other than the Chairman, for whom see above)		
Nathan I. Partain..... 55 East Monroe Street Chicago, Illinois 60603 Age 46	President and Chief Executive Officer, since February 2001 (Executive Vice President, Chief Investment Officer and Assistant Secretary, April 1998-February 2001; Senior Vice President, Chief Investment Officer and Assistant Secretary, January-April 1998; Senior Vice President and Assistant Secretary, January 1997-January 1998)	Executive Vice President, Duff & Phelps Investment Management Co. since January 1997; Director Utility Research, Phoenix Investment Partners 1989-1996 (Director of Equity Research, 1993 and Director of Fixed Income Research, 1993) Director, Otter Tail Corporation
T. Brooks Beittel..... 55 East Monroe Street Chicago, Illinois 60603 Age 52	Secretary and Senior Vice President, since January 1995; Treasurer, January 1995-September 2002	Senior Vice President, Duff & Phelps Investment Management Co. since 1993 (Vice President 1987-1993)
Michael Schatt..... 55 East Monroe Street Chicago, Illinois 60603	Senior Vice President since April 1998 (Vice President, January 1997-April 1998)	Senior Vice President, Duff & Phelps Investment Management Co. since January 1997; Managing Director, Phoenix Investment Partners, Ltd.,

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Age 55

1994-1996

Joseph C. Curry, Jr.... Treasurer since September
Hilliard Lyons Center 2002; Vice President since
Louisville, Kentucky April 1988
40202
Age 58

Senior Vice President, J.J.B. Hilliard, W.L.
Inc. since 1994 (Vice President 1982-1994);
Vice President Hilliard Lyons Trust Company;
President, Hilliard-Lyons Government Fund, I
Vice President, Treasurer and Secretary, Hil
Lyons Growth Fund, Inc.; Treasurer, Senband

Dianna P. Wengler..... Assistant Secretary since
Hilliard Lyons Center April 1988
Louisville, Kentucky
40202
Age 42

Vice President, J.J.B. Hilliard, W.L. Lyons,
1990; Vice President, Hilliard-Lyons Governm
Fund, Inc.; Assistant Secretary, Hilliard Ly
Growth Fund, Inc.

*Mr. Hansen is deemed to be an "interested person" of the Fund under the
Investment Company Act of 1940 because of his positions with the Fund and
with Phoenix Investment Partners, Ltd., parent company of the Fund's
investment adviser.

**Elected by the holders of the Fund's preferred stock.

***Mr. Jeffries oversees 30 portfolios in the Fund Complex to which the Fund
belongs.

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Board of Directors

WALLACE B. BEHNKE

HARRY J. BRUCE

FRANKLIN A. COLE

GORDON B. DAVIDSON

CONNIE K. DUCKWORTH

ROBERT J. GENETSKI

CLAIRE V. HANSEN, CFA

FRANCIS E. JEFFRIES, CFA

NANCY LAMPTON

CARL F. POLLARD

DAVID J. VITALE

Officers

CLAIRE V. HANSEN, CFA
Chairman

NATHAN I. PARTAIN, CFA
President and Chief Executive Officer

T. BROOKS BEITTEL, CFA
Senior Vice President and Secretary

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MICHAEL SCHATT
Senior Vice President

JOSEPH C. CURRY, JR.
Vice President and Treasurer

DIANNA P. WENGLER
Assistant Secretary

DNP Select
Income Fund Inc.

Common stock listed on the New York Stock Exchange under the symbol DNP

55 East Monroe Street
Chicago, Illinois 60603
(312) 368-5510

Shareholder inquiries please contact

Transfer Agent
Dividend Disbursing
Agent and Custodian

The Bank of New York
Shareholder Relations
Church Street Station
P.O. Box 11258
New York, New York 10286-1258
(877) 381-2537

Investment Adviser

Duff & Phelps
Investment Management Co.
55 East Monroe Street
Chicago, Illinois 60603

Administrator

J.J.B. Hilliard, W.L. Lyons, Inc.
Hilliard Lyons Center
Louisville, Kentucky 40202
(888) 878-7845

Legal Counsel

Mayer, Brown, Rowe & Maw
190 South LaSalle Street
Chicago, Illinois 60603

Independent Auditors

Ernst & Young LLP
233 South Wacker Drive
Chicago, Illinois 60606

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DNP Select
Income Fund Inc.

Annual
Report

December
31, 2002

[GRAPHIC]

4th

ITEM 2. CODE OF ETHICS.

Not applicable to annual reports for the period ended
December 31, 2002.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable to annual reports for the period ended
December 31, 2002.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable to annual reports for the period ended
December 31, 2002.

ITEMS 5-6. [RESERVED]

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES
FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable to annual reports for the period ended
December 31, 2002.

ITEM 8. [RESERVED]

ITEM 9. CONTROLS AND PROCEDURES.

Not applicable to annual reports for the period ended
December 31, 2002.

ITEM 10. EXHIBITS.

Exhibit 99.CERT Certifications pursuant to Section 302 of
the Sarbanes-Oxley Act of 2002

Exhibit 99.1 Certifications pursuant to Section 906 of
the Sarbanes-Oxley Act of 2002

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.

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(Registrant) DNP SELECT INCOME FUND INC.

By (Signature and Title)* /s/ NATHAN I. PARTAIN

Nathan I. Partain
President and Chief Executive Officer

Date February 28, 2003

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.

By (Signature and Title)* /s/ NATHAN I. PARTAIN

Nathan I. Partain
President and Chief Executive Officer

Date February 28, 2003

By (Signature and Title)* /s/ JOSEPH C. CURRY, JR.

Joseph C. Curry, Jr.
Vice President and Treasurer

Date February 28, 2003

/*/ Print the name and title of each signing officer under his or her signature.