

DELAWARE INVESTMENTS MINNESOTA MUNICIPAL INCOME FUND II, INC  
Form N-Q  
August 29, 2017

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549**

**FORM N-Q**

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

|   |   |
|---|---|
| Investment Company Act file number:                 | 811-07420   |
| Exact name of registrant as specified in charter:   | Delaware Investments <sup>®</sup> Minnesota<br>Municipal Income Fund II, Inc. |
| Address of principal executive offices:             | 2005 Market Street<br>Philadelphia, PA 19103                                  |
| Name and address of agent for service:              | David F. Connor, Esq.<br>2005 Market Street<br>Philadelphia, PA 19103         |
| Registrant's telephone number, including area code: | (800) 523-1918  |
| Date of fiscal year end:                            | March 31  |
| Date of reporting period:                           | June 30, 2017   |

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## Item 1. Schedule of Investments.

## Schedule of investments

## Delaware Investments® Minnesota Municipal Income Fund II, Inc.

June 30, 2017 (Unaudited)

|   | Principal<br>Amount° | Value<br>(US \$) |
|---|----------------------|------------------|
| <b>Municipal Bonds 142.25%</b>  |                      |                  |
| Corporate-Backed Revenue Bonds 2.87%  |                      |                  |
| Laurentian Energy Authority I   |                      |                  |
| Cogeneration Revenue<br>Series A 5.00% 12/1/21  | 3,325,000            | \$ 3,314,460     |
| St. Paul Port Authority   |                      |                  |
| Revenue<br>(Gerdau St. Paul Steel Mill<br>Project) Series 7 144A<br>4.50% 10/1/37 (AMT) # | 1,715,000            | 1,514,619        |
|   |                      | 4,829,079        |
| Education Revenue Bonds 21.64%  |                      |                  |
| Brooklyn Park Charter School  |                      |                  |
| Lease<br>(Prairie Seeds Academy<br>Project)<br>Series A 5.00% 3/1/34                      | 990,000              | 1,026,947        |
| Series A 5.00% 3/1/39   | 170,000              | 174,785          |
| Cologne Charter School Lease  |                      |                  |
| Revenue<br>(Cologne Academy Project)<br>Series A 5.00% 7/1/29                             | 270,000              | 283,638          |
| Series A 5.00% 7/1/45   | 445,000              | 454,723          |
| Deephaven Charter School  |                      |                  |
| (Eagle Ridge Academy<br>Project)<br>Series A 5.25% 7/1/37                                 | 590,000              | 622,303          |
| Series A 5.25% 7/1/40   | 500,000              | 526,340          |
| Forest Lake Minnesota   |                      |                  |
| Charter School Revenue<br>(Lake International<br>Language Academy)<br>5.75% 8/1/44        | 705,000              | 761,731          |
| Hugo Charter School Lease   |                      |                  |
| Revenue<br>(Noble Academy Project)<br>Series A 5.00% 7/1/34                               | 255,000              | 260,740          |
| Series A 5.00% 7/1/44   | 775,000              | 783,665          |
| Minneapolis Charter School  |                      |                  |
| Lease Revenue<br>(Hiawatha Academies<br>Project)<br>Series A 5.00% 7/1/36                 | 750,000              | 752,700          |
| Series A 5.00% 7/1/47   | 900,000              | 888,624          |
| Minneapolis Student Housing   |                      |                  |
| Revenue<br>(Riverton Community<br>Housing Project)<br>5.25% 8/1/39                        | 205,000              | 209,859          |
| 5.50% 8/1/49  | 990,000              | 1,019,621        |

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|                            |  |           |           |
|----------------------------|--|-----------|-----------|
| Minnesota Charter School   |  |           |           |
|                            | Lease Revenue<br>(Beacon Academy Project)<br>Series A 5.00% 7/1/46   | 305,000   | 294,255   |
| Minnesota Higher Education |  |           |           |
|                            | Facilities Authority Revenue<br>(Bethel University) 5.00%<br>5/1/47  | 1,250,000 | 1,370,687 |
|                            | (Carleton College)<br>4.00% 3/1/36   | 485,000   | 519,954   |
|                            | 5.00% 3/1/44<br>(College of St. Benedict)  | 905,000   | 1,060,886 |
|                            | Series 7-M 5.00% 3/1/31  | 300,000   | 322,992   |
|                            | Series 7-M 5.125%<br>3/1/36  | 275,000   | 297,014   |
|                            | (St. Catherine University)<br>Series 7-Q 5.00%<br>10/1/32  | 700,000   | 769,685   |
|                            | (St. Johns University)<br>Series 8-I 5.00% 10/1/31   | 235,000   | 272,475   |
|                            | Series 8-I 5.00% 10/1/34<br>(St. Olaf College) Series  | 35,000    | 40,027    |
|                            | 8-N 4.00% 10/1/35  | 590,000   | 627,034   |
|                            | (St. Scholastic College)<br>Series H 5.25% 12/1/35   | 1,000,000 | 1,049,720 |
|                            | (University of St. Thomas)<br>Series 7-A 5.00%<br>10/1/39  | 1,000,000 | 1,072,950 |
|                            | Series 7-U 5.00% 4/1/22  | 750,000   | 866,063   |
| Otsego Charter School      |  |           |           |
|                            | (Kaleidoscope Charter<br>School)<br>Series A 5.00% 9/1/34  | 230,000   | 238,107   |
|                            | Series A 5.00% 9/1/44  | 400,000   | 409,408   |
| Rice County Educational    |  |           |           |
|                            | Facilities Revenue<br>(Shattuck-St. Mary's<br>School) Series A 144A<br>5.00% 8/1/22 #  | 1,250,000 | 1,323,487 |
| St. Cloud Charter School   |  |           |           |
|                            | Lease Revenue<br>(Stride Academy Project)<br>Series A 5.00% 4/1/46   | 375,000   | 264,004   |
| St. Paul Housing &         |  |           |           |
|                            | Redevelopment Authority<br>Charter School Lease<br>Revenue<br>(Academia Cesar Chavez<br>School Project) Series A<br>5.25% 7/1/50 | 850,000   | 863,872   |

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## Schedule of investments

Delaware Investments® Minnesota Municipal Income Fund II, Inc. (Unaudited)

|                                     | Principal<br>Amount° | Value<br>(US \$)  |
|-------------------------------------|----------------------|-------------------|
| <b>Municipal Bonds</b> (continued)  |                      |                   |
| Education Revenue Bonds (continued) |                      |                   |
| St. Paul Housing &                  |                      |                   |
| Redevelopment Authority             |                      |                   |
| Charter School Lease                |                      |                   |
| Revenue                             |                      |                   |
| (Nova Classical Academy             |                      |                   |
| Project)                            |                      |                   |
| Series A 4.125% 9/1/47              | 750,000              | \$ 737,873        |
| Series A 6.375% 9/1/31              | 750,000              | 829,365           |
| (Twin Cities Academy                |                      |                   |
| Project) Series A 5.30%             |                      |                   |
| 7/1/45                              | 630,000              | 646,185           |
| University of Minnesota             |                      |                   |
| Series A 5.25% 12/1/28              | 500,000              | 565,780           |
| Series A 5.25% 4/1/29               | 1,000,000            | 1,069,030         |
| Series C 5.00% 12/1/19              | 1,290,000            | 1,386,479         |
| Series D 5.00% 12/1/27              | 1,110,000            | 1,267,753         |
| Series D 5.00% 12/1/28              | 1,880,000            | 2,142,880         |
| Series D 5.00% 12/1/29              | 2,265,000            | 2,577,570         |
| Series D 5.00% 12/1/31              | 1,000,000            | 1,138,420         |
| Series D 5.00% 12/1/36              | 3,000,000            | 3,387,960         |
| State Supported Stadium             |                      |                   |
| Debt Series A 5.00%                 |                      |                   |
| 8/1/26                              | 1,000,000            | 1,221,420         |
|                                     |                      | <b>36,399,011</b> |
| Electric Revenue Bonds 12.63%       |                      |                   |
| Central Minnesota Municipal         |                      |                   |
| Power Agency Revenue                |                      |                   |
| (Brookings Southeast Twin           |                      |                   |
| Cities Transportation)              |                      |                   |
| 5.00% 1/1/32                        | 1,130,000            | 1,253,159         |
| (Brookings Twin Cities              |                      |                   |
| Transmission Project)               |                      |                   |
| 5.00% 1/1/42                        | 1,000,000            | 1,096,460         |
| Chaska Electric Revenue             |                      |                   |
| Series A 5.00% 10/1/28              | 445,000              | 524,842           |
| Minnesota Municipal Power           |                      |                   |
| Agency Electric Revenue             |                      |                   |
| 5.00% 10/1/25                       | 500,000              | 602,845           |
| 5.00% 10/1/26                       | 500,000              | 598,455           |
| 5.00% 10/1/27                       | 320,000              | 380,282           |
| 5.00% 10/1/47                       | 1,755,000            | 2,016,460         |
| Northern Municipal Power            |                      |                   |
| Agency                              |                      |                   |
| Series A 5.00% 1/1/26               | 100,000              | 115,615           |
| Series A 5.00% 1/1/30               | 340,000              | 382,888           |
| Rochester Electric Utility          |                      |                   |
| Revenue                             |                      |                   |
| Series A 5.00% 12/1/42              | 605,000              | 707,420           |
| Series A 5.00% 12/1/47              | 985,000              | 1,146,461         |
| Series B 5.00% 12/1/30              | 1,300,000            | 1,524,640         |
| Series B 5.00% 12/1/43              | 1,000,000            | 1,147,400         |
| Southern Minnesota                  |                      |                   |

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|  |  |           |            |
|--|--|-----------|------------|
|  | Municipal Power Agency<br>Supply Revenue<br>Series A 5.00% 1/1/41  | 240,000   | 273,086    |
| <b>Western Minnesota Municipal</b>     |  |           |            |
|  | Power Agency Supply<br>Revenue<br>Series A 5.00% 1/1/25  | 3,000,000 | 3,524,880  |
|  | Series A 5.00% 1/1/26  | 1,000,000 | 1,168,080  |
|  | Series A 5.00% 1/1/33  | 1,000,000 | 1,135,690  |
|  | Series A 5.00% 1/1/40  | 750,000   | 842,257    |
|  | Series A 5.00% 1/1/46  | 2,500,000 | 2,796,525  |
|  |  |           | 21,237,445 |
| <b>Healthcare Revenue Bonds 29.20%</b> |  |           |            |
|  | Anoka Health Care Facilities<br>Revenue<br>5.375% 11/1/34  | 610,000   | 633,534    |
| <b>Apple Valley Senior Living</b>      |  |           |            |
|  | Revenue<br>(Senior Living LLC Project)<br>Series B 5.00% 1/1/47  | 750,000   | 765,435    |
|  | Series D 7.25% 1/1/52  | 1,000,000 | 1,009,210  |
|  | Center City Health Care<br>Facilities Revenue<br>(Hazelden Betty Ford<br>Foundation Project) 5.00%<br>11/1/27                                    | 500,000   | 573,660    |
|  | (Hazelden Foundation<br>Project) 5.00% 11/1/41   | 1,600,000 | 1,668,672  |
| <b>Cloquet Housing Facilities</b>      |  |           |            |
|  | Revenue<br>(HADC Cloquet Project)<br>Series A 5.00% 8/1/48   | 500,000   | 496,720    |
|  | Dakota County Community<br>Development Agency<br>Senior Housing Revenue<br>(Walker Highview Hills<br>Project)<br>Series A 144A 5.00%<br>8/1/46 # | 370,000   | 375,791    |
|  | Series A 144A 5.00%<br>8/1/51 #  | 755,000   | 764,083    |

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(Unaudited)

|                                      |   | Principal<br>Amount <sup>o</sup> | Value<br>(US \$) |
|--------------------------------------|---|----------------------------------|------------------|
| <b>Municipal Bonds</b> (continued)   |   |                                  |                  |
| Healthcare Revenue Bonds (continued) |   |                                  |                  |
|                                      | Deephaven Housing &   |                                  |                  |
|                                      | Healthcare Revenue<br>(St. Therese Senior Living<br>Project)                          |                                  |                  |
|                                      | Series A 5.00% 4/1/38   | 280,000                          | \$ 284,029       |
|                                      | Series A 5.00% 4/1/40   | 270,000                          | 273,480          |
|                                      | Duluth Economic   |                                  |                  |
|                                      | Development Authority<br>(St. Luke's Hospital<br>Authority Obligation<br>Group)       |                                  |                  |
|                                      | 5.75% 6/15/32   | 1,400,000                        | 1,517,684        |
|                                      | 6.00% 6/15/39   | 1,000,000                        | 1,092,890        |
|                                      | Fergus Falls Health Care  |                                  |                  |
|                                      | Facilities Revenue<br>(Lake Region Healthcare)  |                                  |                  |
|                                      | 5.00% 8/1/30  | 1,000,000                        | 1,001,000        |
|                                      | Hayward   |                                  |                  |
|                                      | (American Baptist Homes<br>Midwest) 5.75% 2/1/44                                      | 500,000                          | 506,990          |
|                                      | Hayward Health Care   |                                  |                  |
|                                      | Facilities Revenue<br>(St. John's Lutheran Home<br>of Albert Lea)                     |                                  |                  |
|                                      | 5.375% 10/1/44  | 680,000                          | 686,032          |
|                                      | Maple Grove Health Care   |                                  |                  |
|                                      | Facilities Revenue<br>(Maple Grove Hospital<br>Corporation) 4.00%                     |                                  |                  |
|                                      | 5/1/37  | 1,000,000                        | 1,028,670        |
|                                      | (North Memorial Health<br>Care) 5.00% 9/1/30  | 865,000                          | 984,776          |
|                                      | Minneapolis Health Care   |                                  |                  |
|                                      | System Revenue<br>(Fairview Health Services)  |                                  |                  |
|                                      | Series A 5.00% 11/15/33   | 500,000                          | 575,155          |
|                                      | Series A 5.00% 11/15/34   | 500,000                          | 573,555          |
|                                      | (Unrefunded Fairview<br>Health Services) Series B                                     |                                  |                  |
|                                      | 6.50% 11/15/38 (AGC)  | 1,940,000                        | 2,070,135        |
|                                      | Minneapolis Senior Housing &  |                                  |                  |
|                                      | Healthcare Revenue<br>(Ecumen-Abiitan Mill City<br>Project) 5.00% 11/1/35             | 220,000                          | 226,373          |
|                                      | Minneapolis Senior Housing &  |                                  |                  |
|                                      | Healthcare Revenue<br>(Ecumen Mill City Quarter)                                      |                                  |                  |
|                                      | 5.25% 11/1/45   | 850,000                          | 876,189          |
|                                      | 5.375% 11/1/50  | 200,000                          | 206,138          |
|                                      | Minneapolis St. Paul  |                                  |                  |
|                                      | Housing & Redevelopment<br>Authority Health Care<br>Revenue<br>(Allina Health System) |                                  |                  |
|                                      | Series A 5.00% 11/15/29   | 585,000                          | 705,370          |

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|                                |  |           |           |
|--------------------------------|--|-----------|-----------|
|                                | (Children s Health Care Facilities) Series A1 5.00% 8/15/34 (AGM)  | 500,000   | 540,310   |
| Rochester Health Care &        | Housing Revenue (Samaritan Bethany) Series A 7.375% 12/1/41 (The Homestead at Rochester Project) Series A 6.875% 12/1/48   | 1,220,000 | 1,309,194 |
| Rochester Health Care          | Facilities Revenue (Mayo Clinic) 4.00% 11/15/41  | 4,860,000 | 5,022,956 |
| Sartell Health Care Facilities | Revenue (Country Manor Campus Project) 5.25% 9/1/30 Series A 5.30% 9/1/37  | 1,000,000 | 1,040,890 |
| Shakopee Health Care           | Facilities Revenue (St. Francis Regional Medical Center) 4.00% 9/1/31 5.00% 9/1/34   | 205,000   | 217,858   |
| St. Cloud Health Care          | Revenue (Centracare Health System Project) Series A 4.00% 5/1/37 Series A 5.00% 5/1/46 Series B 5.00% 5/1/24 (Unrefunded Centracare Health System Project) 5.125% 5/1/30 | 1,295,000 | 1,370,058 |
|                                |  | 2,800,000 | 3,180,520 |
|                                |  | 1,400,000 | 1,680,952 |
| St. Paul Housing &             | Redevelopment Authority Health Care Facilities Revenue (Allina Health System) Series A1 5.25% 11/15/29   | 95,000    | 103,226   |
|                                |  | 640,000   | 699,085   |

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# Schedule of investments

Delaware Investments® Minnesota Municipal Income Fund II, Inc. (Unaudited)

|                                      |  | Principal<br>Amount° | Value<br>(US \$) |
|--------------------------------------|--|----------------------|------------------|
| <b>Municipal Bonds</b> (continued)   |  |                      |                  |
| Healthcare Revenue Bonds (continued) |  |                      |                  |
| St. Paul Housing &                   |  |                      |                  |
|                                      | Redevelopment Authority<br>Health Care Facilities<br>Revenue<br>(Health Partners Obligation<br>Group Project)<br>5.00% 7/1/29  | 2,000,000            | \$ 2,331,460     |
|                                      | 5.00% 7/1/32   | 1,100,000            | 1,259,698        |
| St. Paul Housing &                   |  |                      |                  |
|                                      | Redevelopment Authority<br>Hospital Facility<br>(Healtheast Care System<br>Project)<br>Series A 5.00% 11/15/29                 | 395,000              | 440,066          |
|                                      | Series A 5.00% 11/15/30  | 290,000              | 321,636          |
| St. Paul Housing &                   |  |                      |                  |
|                                      | Redevelopment Authority<br>Housing & Health Care<br>Facilities Revenue<br>(Senior Episcopal Homes<br>Project)<br>5.125% 5/1/48 | 1,200,000            | 1,209,948        |
|                                      | Series A 4.75% 11/1/31   | 740,000              | 739,193          |
| Wayzata Senior Housing               |  |                      |                  |
|                                      | Revenue<br>(Folkestone Senior Living<br>Community)<br>Series A 5.50% 11/1/32   | 420,000              | 448,673          |
|                                      | Series A 5.75% 11/1/39   | 945,000              | 1,010,177        |
|                                      | Series A 6.00% 5/1/47  | 1,475,000            | 1,573,633        |
| Winona Health Care Facilities        |  |                      |                  |
|                                      | Revenue<br>(Winona Health Obligation)<br>4.65% 7/1/26  | 465,000              | 495,732          |
|                                      | 4.75% 7/1/27   | 785,000              | 835,389          |
|                                      | 5.00% 7/1/23   | 150,000              | 150,367          |
|                                      | 5.00% 7/1/34   | 750,000              | 795,420          |
| Woodbury Housing &                   |  |                      |                  |
|                                      | Redevelopment Authority<br>Revenue<br>(St. Therese of Woodbury)<br>5.125% 12/1/44  | 1,250,000            | 1,280,150        |
|                                      |  |                      | 49,120,186       |
| Housing Revenue Bonds 2.04%          |  |                      |                  |
| Minneapolis Multifamily              |  |                      |                  |
|                                      | Housing Revenue<br>(Olson Townhomes Project)<br>6.00% 12/1/19 (AMT)  | 345,000              | 345,179          |
| Minnesota Housing Finance            |  |                      |                  |
|                                      | Agency<br>(Non Ace State   |                      |                  |



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|  |   |   |   |
|--|---|---|---|
|  | Appropriated Housing)<br>5.00% 8/1/33   | 1,390,000   | 1,582,404   |
| <b>Minnesota State Housing</b>               |   |   |   |
|  | Finance Agency<br>Homeownership<br>(Mortgage-Backed<br>Securities Program) 4.40%<br>7/1/32 (GNMA) (FNMA)  | 885,000   | 945,525   |
| <b>Northwest Multi-County</b>                |   |   |   |
|  | Housing & Redevelopment<br>Authority<br>(Pooled Housing Program)<br>5.50% 7/1/45  | 560,000   | 563,976   |
|  |   |   | 3,437,084   |
| <b>Lease Revenue Bonds 14.14%</b>            |   |   |   |
| <b>Minnesota State General</b>               |   |   |   |
|  | Fund Revenue<br>Appropriations<br>Series A 5.00% 6/1/32<br>Series A 5.00% 6/1/38<br>Series A 5.00% 6/1/43<br>Series B 4.00% 3/1/26<br>Series B 5.00% 3/1/29 | 780,000<br>5,500,000<br>1,750,000<br>3,000,000<br>3,525,000 | 899,644<br>6,274,840<br>1,989,295<br>3,297,840<br>4,038,240 |
| <b>University of Minnesota</b>               |   |   |   |
|  | Special Purpose Revenue<br>(State Supported Biomed<br>Science Research)<br>5.00% 8/1/35<br>5.00% 8/1/36   | 1,040,000<br>4,000,000                                      | 1,141,951<br>4,484,840                                      |
| <b>Virginia Housing &amp;</b>                |   |   |   |
|  | Redevelopment Authority<br>Health Care Facility Lease<br>Revenue<br>5.25% 10/1/25<br>5.375% 10/1/30   | 680,000<br>965,000  | 681,618<br>966,969  |
|  |   |   | 23,775,237  |
| <b>Local General Obligation Bonds 10.16%</b> |   |   |   |
| <b>Burnsville-Eagan-Savage</b>               |   |   |   |
|  | Independent School District<br>No 191<br>(Alternative Facilities)<br>Series A 4.00% 2/1/28  | 1,185,000   | 1,323,965   |
| <b>Duluth Independent School</b>             |   |   |   |
|  | District No 709<br>Series A 4.00% 2/1/27  | 600,000   | 674,238   |

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(Unaudited)

|  | Principal<br>Amount <sup>o</sup> | Value<br>(US \$) |
|--|----------------------------------|------------------|
| <b>Municipal Bonds (continued)</b>   |                                  |                  |
| Local General Obligation Bonds (continued)   |                                  |                  |
| Duluth, Minnesota  |                                  |                  |
| (Improvement DECC)<br>Series A 5.00% 2/1/34  | 545,000                          | \$ 637,290       |
| Hennepin County  |                                  |                  |
| Series A 5.00% 12/1/36   | 1,300,000                        | 1,555,554        |
| Series A 5.00% 12/1/41   | 1,060,000                        | 1,254,775        |
| Hopkins Independent School   |                                  |                  |
| District No. 270<br>Series A 5.00% 2/1/28  | 1,000,000                        | 1,119,190        |
| Mahtomedi Independent  |                                  |                  |
| School District No. 832<br>(School Building) Series A<br>5.00% 2/1/28  | 515,000                          | 614,601          |
| Metropolitan Council Waste   |                                  |                  |
| Water Revenue<br>Series C 4.00% 3/1/31   | 1,355,000                        | 1,517,465        |
| Series C 4.00% 3/1/32  | 1,405,000                        | 1,565,816        |
| Mountain Iron-Buhl   |                                  |                  |
| Independent School District<br>No. 712<br>(School Building) Series A<br>4.00% 2/1/26   | 1,315,000                        | 1,517,208        |
| St Michael-Albertville   |                                  |                  |
| Independent School District<br>No. 885<br>(School Building) Series A<br>5.00% 2/1/27   | 1,300,000                        | 1,590,550        |
| St. Paul Independent School  |                                  |                  |
| District No. 625<br>(School Building) Series B<br>5.00% 2/1/26   | 1,000,000                        | 1,170,190        |
| Willmar  |                                  |                  |
| (Rice Memorial Hospital<br>Project) Series A 4.00%<br>2/1/32   | 2,440,000                        | 2,552,777        |
|  |                                  | 17,093,619       |
| <b>Pre-Refunded/Escrowed to Maturity Bonds 23.30%</b>  |                                  |                  |
| Anoka Health Care Facilities   |                                  |                  |
| Revenue<br>(Homestead Anoka Project)<br>Series A 7.00%<br>11/1/46-19 §   | 1,200,000                        | 1,369,296        |
| Dakota-Washington Counties   |                                  |                  |
| Housing & Redevelopment<br>Authority Single Family<br>Residential Mortgage<br>Revenue<br>(City of Bloomington)<br>Series B 8.375% 9/1/21<br>(GNMA) (AMT) | 7,055,000                        | 8,952,160        |
| Deephaven Charter School   |                                  |                  |
| (Eagle Ridge Academy<br>Project) Series A 5.50%<br>7/1/43-23 §   | 500,000                          | 601,985          |
| Minneapolis Health Care  |                                  |                  |

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|                               |  |           |           |
|-------------------------------|--|-----------|-----------|
|                               | System Revenue<br>(Fairview Health Services)<br>Series A 6.625%<br>11/15/28-18 § | 1,150,000 | 1,238,263 |
|                               | Series B 6.50%<br>11/15/38-18 (AGC) §  | 355,000   | 381,668   |
| Minneapolis Revenue           | (National Marrow Donor<br>Program Project)<br>Series NMDP 4.875%<br>8/1/25-18 §  | 1,000,000 | 1,042,080 |
| Minnesota Higher Education    | Facilities Authority Revenue<br>(Carleton College) Series D<br>5.00% 3/1/30-19 § | 1,120,000 | 1,193,595 |
| Minnesota Public Safety Radio | 5.00% 6/1/23-19 §  | 2,595,000 | 2,790,274 |
| Rocori Independent School     | District No. 750<br>(School Building)<br>Series B 5.00%<br>2/1/22-19 §           | 1,010,000 | 1,073,398 |
|                               | Series B 5.00%<br>2/1/24-19 §  | 1,075,000 | 1,142,478 |
|                               | Series B 5.00%<br>2/1/25-19 §  | 1,115,000 | 1,184,988 |
|                               | Series B 5.00%<br>2/1/26-19 §  | 1,155,000 | 1,227,499 |
| Southern Minnesota            | Municipal Power Agency<br>Supply Revenue<br>Series A 5.25%<br>1/1/30-19 §        | 780,000   | 829,202   |
| St. Cloud Health Care         | Revenue<br>(Centracare Health System<br>Project)<br>5.50% 5/1/39-19 (AGC) §      | 1,500,000 | 1,621,050 |
|                               | Series A 5.125%<br>5/1/30-20 §   | 5,080,000 | 5,645,810 |
| St. Louis Park Health Care    | Facilities Revenue<br>(Park Nicollet Health<br>Services) 5.75%<br>7/1/39-19 §    | 2,000,000 | 2,185,400 |

(continues) NQ-OVJ [12/16] 2/17 (239714) 5

## Schedule of investments

Delaware Investments® Minnesota Municipal Income Fund II, Inc. (Unaudited)

|  | Principal<br>Amount <sup>o</sup> | Value<br>(US \$) |
|--|----------------------------------|------------------|
| <b>Municipal Bonds</b> (continued)   |                                  |                  |
| Pre-Refunded/Escrowed to Maturity Bonds (continued)  |                                  |                  |
| St. Paul Housing & Redevelopment Authority<br>Health Care Facilities<br>Revenue<br>(Allina Health System)<br>Series A1 5.25%<br>11/15/29-19 \$ | 755,000                          | \$ 828,107       |
| St. Paul Sewer Revenue<br>Series D 5.00%<br>12/1/21-18 \$  | 1,325,000                        | 1,374,687        |
| University of Minnesota<br>Series A 5.50% 7/1/21   | 4,000,000                        | 4,507,320        |
|  |                                  | 39,189,260       |
| Special Tax Revenue Bonds 2.67%  |                                  |                  |
| Guam Government Business<br>Privilege Tax Revenue<br>Series A 5.25% 1/1/36   | 150,000                          | 159,243          |
| Hennepin County Sales Tax<br>Revenue<br>(Second Lien-Ballpark<br>Project) Series B 4.75%<br>12/15/27   | 1,905,000                        | 1,937,823        |
| Minneapolis Community<br>Planning & Economic<br>Development Department<br>(Limited Tax Supported<br>Common Bond Fund)<br>6.25% 12/1/30         | 1,000,000                        | 1,140,750        |
| Minneapolis Revenue<br>(YMCA Greater Twin Cities<br>Project) 4.00% 6/1/29  | 165,000                          | 176,372          |
| St. Paul Sales Tax Revenue<br>Series G 5.00% 11/1/30   | 935,000                          | 1,077,550        |
|  |                                  | 4,491,738        |
| State General Obligation Bonds 15.12%  |                                  |                  |
| Minnesota State<br>Series A 5.00% 8/1/24   | 4,500,000                        | 5,514,300        |
| Series A 5.00% 8/1/29<br>(State Trunk Highway)   | 700,000                          | 845,803          |
| Series B 5.00% 10/1/22   | 5,500,000                        | 6,349,035        |
| Series B 5.00% 10/1/29<br>(State Various Purpose)  | 3,315,000                        | 3,805,222        |
| Series D 5.00% 8/1/24<br>(Various Purposes) Series F<br>5.00% 10/1/22  | 2,700,000                        | 3,007,584        |
|  | 5,000,000                        | 5,908,400        |
|  |                                  | 25,430,344       |
| Transportation Revenue Bonds 7.26%   |                                  |                  |
| Minneapolis St. Paul<br>Metropolitan Airports<br>Commission Revenue<br>5.00% 1/1/21  | 600,000                          | 677,100          |

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|  |           |                    |
|--|-----------|--------------------|
| 5.00% 1/1/22                                 | 670,000   | 752,410            |
| Subordinate                                  |           |                    |
| Series A 5.00% 1/1/31                        | 410,000   | 492,763            |
| Series A 5.00% 1/1/32                        | 1,255,000 | 1,500,164          |
| Series B 5.00% 1/1/26                        | 540,000   | 614,164            |
| Series B 5.00% 1/1/26<br>(AMT)               | 500,000   | 571,045            |
| Series B 5.00% 1/1/27                        | 1,190,000 | 1,352,340          |
| Series B 5.00% 1/1/30                        | 500,000   | 559,250            |
| Series B 5.00% 1/1/31                        | 250,000   | 278,943            |
| Series C 5.00% 1/1/33                        | 2,000,000 | 2,379,600          |
| Series C 5.00% 1/1/36                        | 1,000,000 | 1,178,790          |
| Series C 5.00% 1/1/46                        | 1,245,000 | 1,447,325          |
| <b>St. Paul Port Authority</b>               |           |                    |
| Revenue                                      |           |                    |
| (Amherst H. Wilder<br>Foundation) Series 3   |           |                    |
| 5.00% 12/1/36                                | 380,000   | 400,467            |
|  |           | 12,204,361         |
| <b>Water &amp; Sewer Revenue Bonds 1.22%</b> |           |                    |
| Guam Government                              |           |                    |
| Waterworks Authority                         |           |                    |
| 5.00% 1/1/46                                 | 725,000   | 790,228            |
| <b>Metropolitan Council Waste</b>            |           |                    |
| Water Revenue                                |           |                    |
| Series B 4.00% 9/1/27                        | 1,145,000 | 1,265,603          |
|  |           | 2,055,831          |
| <b>Total Municipal Bonds</b>                 |           |                    |
| (cost \$228,890,329)                         |           | <b>239,263,195</b> |

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(Unaudited)

|   | Principal<br>Amount <sup>o</sup> | Value<br>(US \$) |
|---|----------------------------------|------------------|
| <b>Short-Term Investments 1.10%</b>           |                                  |                  |
| Variable Rate Demand Notes 1.10% <sup>⌘</sup> |                                  |                  |
| Minneapolis St. Paul                          |                                  |                  |
| Housing & Redevelopment                       |                                  |                  |
| Authority Health Care                         |                                  |                  |
| Revenue                                       |                                  |                  |
| Series A-II (Children s                       |                                  |                  |
| Hospital Clinics)                             |                                  |                  |
| 0.71% 8/15/37 (AGM)                           | 1,650,000                        | \$ 1,650,000     |
| Series B-1 (Allina Health                     |                                  |                  |
| System)                                       |                                  |                  |
| 0.73% 11/15/35                                |                                  |                  |
| (LOC JPMorgan Chase                           |                                  |                  |
| Bank N.A.)                                    | 200,000                          | 200,000          |
| <b>Total Short-Term</b>                       |                                  |                  |
| <b>Investments</b>                            |                                  |                  |
| (cost \$1,850,000)                            |                                  | 1,850,000        |
| <b>Total Value of</b>                         |                                  |                  |
| <b>Securities 143.35%</b>                     |                                  |                  |
| (cost \$230,740,329)                          |                                  | 241,113,195      |
| <b>Liquidation Value of</b>                   |                                  |                  |
| <b>Preferred</b>                              |                                  |                  |
| <b>Stock (44.59%)</b>                         |                                  | (75,000,000)     |
| <b>Receivables and Other</b>                  |                                  |                  |
| <b>Assets Net of</b>                          |                                  |                  |
| <b>Liabilities 1.24%</b>                      |                                  | 2,092,408        |
| <b>Net Assets Applicable to</b>               |                                  |                  |
| <b>11,504,975 Shares</b>                      |                                  |                  |
| <b>Outstanding 100.00%</b>                    |                                  | \$ 168,205,603   |

Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. At June 30, 2017, the aggregate # value of Rule 144A securities was \$3,977,980, which represents 2.36% of the Fund's net assets.

Tax-exempt obligations that contain a floating or variable interest rate adjustment formula and an unconditional right of demand to receive payment of the unpaid principal balance plus accrued interest upon a short notice period (generally up to 30 days) prior to specified dates either from the issuer or by drawing on a bank letter of credit, a guarantee, or insurance issued with respect to <sup>⌘</sup> such instrument. Each rate shown is as of June 30, 2017.

Pre-refunded bonds. Municipal bonds that are generally backed or secured by US Treasury bonds. For pre-refunded bonds, the § stated maturity is followed by the year in which the bond is pre-refunded.

<sup>o</sup> Principal amount shown is stated in US dollars unless noted that the security is denominated in another currency.

**Summary of abbreviations:**

AGC Insured by Assured Guaranty Corporation  
AGM Insured by Assured Guaranty Municipal Corporation  
AMT Subject to Alternative Minimum Tax  
FNMA Federal National Mortgage Association Collateral  
GNMA Government National Mortgage Association Collateral  
LOC Letter of Credit  
N.A. National Association

See accompanying notes.

# Notes

Delaware Investments<sup>®</sup> Minnesota Municipal Income Fund II, Inc.  
June 30, 2017 (Unaudited)

## 1. Significant Accounting Policies

The following accounting policies are in accordance with US generally accepted accounting principles (US GAAP) and are consistently followed by Delaware Investments Minnesota Municipal Income Fund II, Inc. (Fund). This report covers the period of time since the Fund's last fiscal year end.

**Security Valuation** Debt securities are valued based upon valuations provided by an independent pricing service or broker and reviewed by management. To the extent current market prices are not available, the pricing service may take into account developments related to the specific security, as well as transactions in comparable securities. Valuations for fixed income securities utilize matrix systems, which reflect such factors as security prices, yields, maturities, and ratings, and are supplemented by dealer and exchange quotations. Generally, other securities and assets for which market quotations are not readily available are valued at fair value as determined in good faith under the direction of the Fund's Board of Directors (Board). In determining whether market quotations are readily available or fair valuation will be used, various factors will be taken into consideration, such as market closures or suspension of trading in a security.

## 2. Investments

At June 30, 2017, the cost of investments for federal income tax purposes has been estimated since final tax characteristics cannot be determined until fiscal year end. At June 30, 2017, the cost of investments and unrealized appreciation (depreciation) for the Fund were as follows:

|  |                |
|--|----------------|
| Cost of investments                              | \$ 230,740,329 |
| Aggregate unrealized appreciation of investments | \$ 11,125,996  |
| Aggregate unrealized depreciation of investments | (753,130)      |
| Net unrealized appreciation of investments       | \$ 10,372,866  |

US GAAP defines fair value as the price that the Fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions. A three-level hierarchy for fair value measurements has been established based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer broadly to the assumptions that market participants would use in pricing the asset or liability. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability developed based on the best information available under the circumstances. The Fund's investment in its entirety is assigned a level based upon the observability of the inputs which are significant to the overall valuation. The three-level hierarchy of inputs is summarized below.

- Level 1 Inputs are quoted prices in active markets for identical investments. (Examples: equity securities, open-end investment companies, futures contracts, exchange-traded options contracts)
- Level 2 Other observable inputs, including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks, and default rates) or other market-corroborated inputs. (Examples: debt securities, government securities, swap contracts, foreign currency exchange contracts, foreign securities utilizing international fair value pricing, broker-quoted securities, fair valued securities)
- Level 3 Significant unobservable inputs, including the Fund's own assumptions used to determine the fair value of investments. (Examples: broker-quoted securities, fair valued securities)

Level 3 investments are valued using significant unobservable inputs. The Fund may also use an income-based valuation approach in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied

due to the nature or duration of any restrictions on the disposition of the investments. Valuations may also be based upon current market prices of securities that are comparable in coupon, rating, maturity, and industry. The derived value of a Level 3 investment may not represent the value which is received upon disposition and this could impact the results of operations.

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(Unaudited)

The following table summarizes the valuation of the Fund's investments by fair value hierarchy levels as of June 30, 2017:

|                           |               |
|---------------------------|---------------|
| Securities                | Level 2       |
| <u>Assets:</u>            |               |
| Municipal Bonds           | \$239,263,195 |
| Short-Term Investments    | 1,850,000     |
| Total Value of Securities | \$241,113,195 |

During the period ended June 30, 2017, there were no transfers between Level 1 investments, Level 2 investments, or Level 3 investments that had a material impact to the Fund. The Fund's policy is to recognize transfers between levels at the beginning of the reporting period.

**3. Recent Accounting Pronouncements**

On Oct. 13, 2016, the Securities and Exchange Commission amended existing rules intended to modernize reporting and disclosure of information. These amendments relate to Regulation S-X which sets forth the form and content of financial statements. At this time, management is evaluating the implications of adopting these amendments and their impact on the Schedule of investments and accompanying notes.

**4. Subsequent Events**

Management has determined that no material events or transactions occurred subsequent to June 30, 2017 that would require recognition or disclosure in the Fund's Schedule of investments.

**Item 2. Controls and Procedures.**

The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures within 90 days of the filing of this report and have concluded that they are effective in providing reasonable assurance that the information required to be disclosed by the registrant in its reports or statements filed under the Securities Exchange Act of 1934 is recorded, processed, summarized and reported within the time periods specified in the rules and forms of the Securities and Exchange Commission.

There were no significant changes in the registrant's internal control over financial reporting that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

**Item 3. Exhibits.**

File as exhibits as part of this Form a separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Act (17 CFR 270.30a-2(a)), exactly as set forth below:

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