

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Delaware Investments National Municipal Income Fund
Form N-CSR
June 08, 2015

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:	811-07410
Exact name of registrant as specified in charter:	Delaware Investments® National Municipal Income Fund
Address of principal executive offices:	2005 Market Street Philadelphia, PA 19103
Name and address of agent for service:	David F. Connor, Esq. 2005 Market Street Philadelphia, PA 19103
Registrant's telephone number, including area code:	(800) 523-1918
Date of fiscal year end:	March 31
Date of reporting period:	March 31, 2015

Item 1. Reports to Stockholders

Table of Contents

Delaware Investments® Closed-End Municipal Bond Funds

Annual report

March 31, 2015

The figures in the annual report for Delaware Investments Closed-End Municipal Bond Funds represent past results, which are not a guarantee of future results. A rise or fall in interest rates can have a significant impact on bond prices. Funds that invest in bonds can lose their value as interest rates rise.

Closed-end funds

Table of Contents

Table of contents

<u>Portfolio management review</u>	1
<u>Fund basics</u>	3
<u>Security type / sector / state allocations</u>	4
<u>Schedules of investments</u>	6
<u>Statements of assets and liabilities</u>	24
<u>Statements of operations</u>	25
<u>Statements of changes in net assets</u>	26
<u>Statements of cash flows</u>	28
<u>Financial highlights</u>	29
<u>Notes to financial statements</u>	32
<u>Report of independent registered public accounting firm</u>	40
<u>Other Fund information</u>	41
<u>Board of trustees / directors and officers addendum</u>	43
<u>About the organization</u>	46

Delaware Management Holdings, Inc. and its subsidiaries (collectively known by the marketing name of Delaware Investments) are wholly owned subsidiaries of Macquarie Group Limited, a global provider of banking, financial, advisory, investment, and funds management services. For more information, including press releases, please visit delawareinvestments.com.

Unless otherwise noted, views expressed herein are current as of March 31, 2015, and subject to change for events occurring after such date. Information is as of the date indicated and subject to change.

Funds are not FDIC insured and are not guaranteed. It is possible to lose the principal amount invested.

Mutual fund advisory services are provided by Delaware Management Company, a series of Delaware Management Business Trust, which is a registered investment advisor. Delaware Investments, a member of Macquarie Group, refers to Delaware Management Holdings, Inc. and its subsidiaries. Macquarie Group refers to Macquarie Group Limited and its subsidiaries and affiliates worldwide.

Investments in Delaware Investments® Closed-End Municipal Bond Funds are not and will not be deposits with or liabilities of Macquarie Bank Limited ABN 46 008 583 542 and its holding companies, including their subsidiaries or related companies (Macquarie Group), and are subject to investment risk, including possible delays in repayment and loss of income and capital invested. No Macquarie Group company guarantees or will guarantee the performance of the Funds, the repayment of capital from the Funds, or any particular rate of return.

© 2015 Delaware Management Holdings, Inc.

All third-party marks cited are the property of their respective owners.

Table of Contents

Portfolio management review

Delaware Investments® Closed-End Municipal Bond Funds

April 7, 2015

Economic and municipal bond market conditions

At the start of the Funds' fiscal year in April 2014, the U.S. economy was gathering strength. The nation's gross domestic product—a measure of economic output—expanded by 4.6% and 5.0% in the second and third quarters of 2014, respectively, according to the U.S. Commerce Department. With employment growing and inflation seemingly under control, investors began to anticipate that the Federal Reserve would raise its benchmark short-term interest rate for the first time since 2008 in the depths of the financial crisis.

As the calendar year progressed, however, attention turned increasingly to the weak economic backdrop in Europe and geopolitical turmoil in Ukraine and the Middle East. Amid these external threats to global growth, investors correctly concluded that the Fed would delay raising rates to avoid derailing the still-vulnerable U.S. economy.

The first quarter of 2015 saw a very similar set of circumstances—solid U.S. economic data leading to expectations for a rate hike from the Fed, followed by headwinds that increased the potential for delayed action from the central bank. Declining oil prices put more money in consumers' pockets and boosted spending. Concerns about the global economy re-emerged, however, while significant strength in the value of the dollar reduced U.S. export activity and, consequently, led to a lower growth outlook in the United States. (Source: Bloomberg.)

Against this backdrop, municipal bonds, as measured by the Barclays Municipal Bond Index, returned +6.62% for the fiscal year. As in the previous 12 months, tax-exempt securities with higher credit ratings and longer maturity dates trailed their lower-rated, even longer-dated counterparts. This situation reflected investors' increased willingness to take on additional credit risk as they sought higher income from lower-rated bonds, while seeking less interest rate risk from higher-quality securities.

From the standpoint of credit quality, for example, bonds with a credit rating of AAA—representing the highest-quality debt—returned +4.86% for the 12 months ended March 31, 2015, while bonds rated AA, A, and BBB returned +6.14%, +7.49%, and +10.39%, respectively. With respect to yield-curve positioning, bonds with maturities of 22 years and longer returned +10.76%, compared with returns of +8.04% and +6.75% for bonds in the 15-year and 10-year segments of the yield curve, respectively. (Source: Barclays.)

The overall supply of municipal bonds significantly increased during the Funds' fiscal year, although much of that supply consisted of new bonds issued to refinance older debt at more attractive interest rates. In an environment of healthy demand for tax-exempt debt, this provided a favorable backdrop for municipal bond performance, but also served to limit investors' opportunities to purchase newly issued higher yielding, lower-rated bonds—the types we regularly emphasize at Delaware Investments.

A consistent strategy

Our investment process for managing the three Funds remained consistent, as is the case regardless of market conditions. We apply our bottom-up investment strategy—meaning we make investment decisions security by security

to choose those investments we believe provide a favorable risk-reward balance for shareholders.

Because of our confidence in our team's credit research capabilities, we typically overweight lower-investment-grade bonds in the portfolios while seeking to maintain what we believe is an appropriate allocation to below-investment-grade bonds. Many of these lower-rated holdings emphasize the higher yielding, longer-dated part of the yield curve, where we believe we can capture greater value over time.

For **Delaware Investments Minnesota Municipal Income Fund II, Inc.**, our approach reflected unique circumstances in Minnesota's municipal bond marketplace and in the Fund's holdings. As a result of the state's supply patterns, a number of the Fund's holdings were originally issued between 2003 and 2005, at a time when interest rates were significantly higher than today. Many of these bonds had 10-year call dates, meaning the issuers have recently become eligible to redeem and refinance the debt—an attractive proposition for borrowers, given today's much lower rates.

As a result, bond calls during the fiscal year resulted in a significant amount of cash coming into the Fund's portfolio. This infusion occurred at an inopportune time, given the limited supply of what we viewed as attractive lower-rated Minnesota bonds.

In this environment, we sought to keep the Fund fully invested by buying highly rated, liquid bonds. These holdings served as placeholders while we monitored the marketplace for lower-rated opportunities meeting our investment criteria. As opportunities present themselves, we plan to exchange our higher-rated bonds for the lower-rated opportunities that are core to our investment strategy.

Individual performance effects

As we indicated, the longer a bond's maturity date, and the lower its credit rating, the better it tended to perform during the 12-month period. These trends are evident when reviewing individual bonds that meaningfully contributed to and detracted from the Funds' results.

For instance, in **Delaware Investments Colorado Municipal Income Fund, Inc.**, the Fund's top-performing securities in absolute

(continues)

1

Table of Contents

Portfolio management review

Delaware Investments® Closed-End Municipal Bond Funds

terms were nonrated Colorado Health Facilities Authority revenue bonds for the American Baptist Homes continuing care retirement community (CCRC), maturing in 2043, and BB-rated Colorado Educational and Cultural Facilities charter school bonds, maturing in 2048. These bonds returned more than 25% and 20%, respectively, for the fiscal year, well in excess of the benchmark return.

In contrast, the Fund's weakest performers tended to be advance refunded bonds, which generally lagged due to their high credit quality and short maturity dates. In this category, the Fund's weakest performer was Colorado Regional Transportation District sales tax revenue debt issued for the FasTracks public transportation project. These bonds, backed by escrowed U.S. Treasury bonds, were due to mature in 2016.

Delaware Investments National Municipal Income Fund also benefited from the Colorado bonds for the American Baptist CCRC mentioned earlier. Another notable positive came from an investment in corporate-backed tax-exempt industrial development revenue (IDR) debt issued for Pratt Paper; these bonds, maturing in 2044, produced a 24% total return for the Fund during the fiscal year.

The Fund's weakest individual holdings were municipal lease bonds of the New Jersey Economic Development Authority. This debt, which fell roughly 2%, was hampered not just by a near-term maturity date (2018), but also by the credit troubles of New Jersey, whose credit rating was downgraded multiple times during the 12 months. Also detracting were dedicated-tax bonds for Peoria, Ariz., maturing in 2018 and rated AA/Aa2 by Standard & Poor's Financial Services and Moody's Investors Service, respectively. These bonds experienced a modest decline during the year, significantly lagging the national market.

For **Delaware Investments Minnesota Municipal Income Fund II, Inc.**, notable performance contributors were St. Paul corporate-backed IDR solid waste bonds for Gerdau Steel, rated lower-investment-grade and maturing in 2037, and St. Paul CCRC bonds for Episcopal Homes, nonrated issues with a maturity date of 2048. These issues were up more than 30% and 20%, respectively.

The Fund's two weakest-performing securities were both advance refunded issues, one for the University of Minnesota and another for the St. Paul Civic Center Project. Because of these securities' high credit quality and relatively short maturity dates, they produced only incremental gains for the 12-month period.

Table of Contents

Fund basics

Delaware Investments®

Colorado Municipal Income Fund, Inc.

As of March 31, 2015

Fund objective

The Fund seeks to provide current income exempt from both regular federal income tax and Colorado state personal income tax, consistent with the preservation of capital.

Total Fund net assets

\$75 million

Number of holdings

78

Fund start date

July 29, 1993

CUSIP number

246101109

Delaware Investments

Minnesota Municipal Income Fund II, Inc.

As of March 31, 2015

Fund objective

The Fund seeks to provide current income exempt from both regular federal income tax and Minnesota state personal income tax, consistent with the preservation of capital.

Total Fund net assets

\$172 million

Number of holdings

157

Fund start date

Feb. 26, 1993

CUSIP number

24610V103

Delaware Investments

National Municipal Income Fund

As of March 31, 2015

Fund objective

The Fund seeks to provide current income exempt from regular federal income tax, consistent with the preservation of capital.

Total Fund net assets

\$68 million

Number of holdings

164

Fund start date

Feb. 26, 1993

CUSIP number

24610T108

Table of Contents

Security type / sector / state allocations

As of March 31, 2015 (Unaudited)

Sector designations may be different than the sector designations presented in other Fund materials.

Delaware Investments®

Colorado Municipal Income Fund, Inc.

Security type / sector	Percentage of net assets
Municipal Bonds*	137.88%
Corporate-Backed Revenue Bonds	4.69%
Education Revenue Bonds	29.82%
Electric Revenue Bonds	3.42%
Healthcare Revenue Bonds	41.91%
Housing Revenue Bond	0.36%
Lease Revenue Bonds	9.10%
Local General Obligation Bonds	11.23%
Pre-Refunded/Escrowed to Maturity Bonds	5.62%
Special Tax Revenue Bonds	21.07%
Transportation Revenue Bonds	7.78%
Water & Sewer Revenue Bonds	2.88%
Short-Term Investment	0.53%
Total Value of Securities	138.41%
Liquidation Value of Preferred Stock	(39.88)%
Receivables and Other Assets Net of Liabilities	1.47%
Total Net Assets	100.00%

* As of the date of this report, Delaware Investments Colorado Municipal Income Fund, Inc. held bonds issued by or on behalf of territories and the states of the United States as follows:

State / territory	Percentage of net assets
Colorado	136.16%
Guam	1.48%
U.S. Virgin Islands	0.77%
Total	138.41%

Delaware Investments

Minnesota Municipal Income Fund II, Inc.

Sector type / sector	Percentage of net assets
Municipal Bonds*	141.90%
Corporate-Backed Revenue Bonds	6.72%
Education Revenue Bonds	18.75%
Electric Revenue Bonds	9.61%
Healthcare Revenue Bonds	41.07%
Housing Revenue Bonds	3.60%
Lease Revenue Bonds	15.02%
Local General Obligation Bonds	7.28%
Pre-Refunded/Escrowed to Maturity Bonds	16.29%
Special Tax Revenue Bonds	5.90%
State General Obligation Bonds	11.57%
Transportation Revenue Bonds	4.49%
Water & Sewer Revenue Bonds	1.60%
Total Value of Securities	141.90%
Liquidation Value of Preferred Stock	(43.53)%
Receivables and Other Assets Net of Liabilities	1.63%
Total Net Assets	100.00%

* As of the date of this report, Delaware Investments Minnesota Municipal Income Fund II, Inc. held bonds issued by or on behalf of territories and the states of the United States as follows:

State / territory	Percentage of net assets
Guam	0.10%
Minnesota	141.80%
Total	141.90%

Table of Contents**Delaware Investments®****National Municipal Income Fund**

Security type / sector	Percentage of net assets
Municipal Bonds*	141.45%
Corporate-Backed Revenue Bonds	15.98%
Education Revenue Bonds	28.01%
Electric Revenue Bonds	2.99%
Healthcare Revenue Bonds	17.72%
Housing Revenue Bonds	2.49%
Lease Revenue Bonds	9.62%
Local General Obligation Bonds	0.84%
Pre-Refunded/Escrowed to Maturity Bonds	8.73%
Special Tax Revenue Bonds	18.78%
State General Obligation Bonds	3.90%
Transportation Revenue Bonds	28.58%
Water & Sewer Revenue Bonds	3.81%
Short-Term Investment	0.74%
Total Value of Securities	142.19%
Liquidation Value of Preferred Stock	(44.25)%
Receivables and Other Assets Net of Liabilities	2.06%
Total Net Assets	100.00%

* As of the date of this report, Delaware Investments National Municipal Income Fund held bonds issued by or on behalf of territories and the states of the United States as follows:

State / territory	Percentage of net assets
Alabama	0.86%
Alaska	0.51%
Arizona	11.73%
California	18.52%
Colorado	2.17%
District of Columbia	0.41%
Florida	7.21%
Georgia	5.36%
Guam	2.20%
Hawaii	0.50%
Idaho	1.60%
Illinois	4.23%
Indiana	0.95%

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Kansas	0.10%
Louisiana	4.97%
Maine	0.51%
Maryland	4.18%
Massachusetts	1.41%
Minnesota	4.97%
Missouri	3.99%
Nevada	0.22%
New Hampshire	0.52%
New Jersey	8.75%
New Mexico	0.82%
New York	18.47%
North Carolina	0.43%
North Dakota	0.40%
Ohio	3.87%
Oregon	3.78%
Pennsylvania	14.43%
Texas	10.96%
Virginia	0.89%
Washington	0.27%
West Virginia	0.83%
Wisconsin	0.75%
Wyoming	0.42%
Total	142.19%

Table of Contents**Schedules of investments****Delaware Investments® Colorado Municipal Income Fund, Inc.**

March 31, 2015

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds 137.88%		
Corporate-Backed Revenue Bonds 4.69%		
Public Authority for Colorado Energy Revenue 6.25% 11/15/28	865,000	\$ 1,113,316
Public Authority of Colorado Energy Natural Gas Revenue Series 2008 6.50% 11/15/38	1,750,000	2,411,167
		3,524,483
Education Revenue Bonds 29.82%		
Colorado Educational & Cultural Facilities Authority Revenue 5.125% 11/1/49 (Academy Charter School Project)	765,000	782,488
5.50% 5/1/36 (SGI) (Bromley Charter School Project)	1,720,000	1,726,312
5.25% 9/15/32 (SGI) (Charter School - Atlas Preparatory School)	3,245,000	3,278,586
5.25% 4/1/45 (Charter School - Community Leadership Academy)	700,000	689,598
7.45% 8/1/48 (Charter School - Peak to Peak Charter)	500,000	593,735
5.00% 8/15/34 (Improvement - Charter School - University Lab School Building) 144A	1,000,000	1,113,860
5.00% 12/15/45 # (Johnson & Wales University) Series A	500,000	505,755
5.25% 4/1/37 (Liberty Charter School) Series A 5.00% 1/15/44 (Littleton Charter School Project)	900,000	1,024,551
4.375% 1/15/36 (AGC) (Skyview Charter School) 144A 5.50% 7/1/49 # (Student Housing - Campus Village Apartments)	1,000,000	1,091,240
5.00% 6/1/23	1,200,000	1,211,664
Colorado School of Mines Series B 5.00% 12/1/42	750,000	799,973
	1,065,000	1,167,389
	2,500,000	2,812,725
		Value

	Principal Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Education Revenue Bonds (continued)		
Colorado State Board of Governors (University Enterprise System) Series A		
5.00% 3/1/39	10,000	\$ 11,184
University of Colorado 5.00% 6/1/31	3,185,000	3,633,416
Series A 5.00% 6/1/33	1,000,000	1,161,160
Western State College 5.00% 5/15/34	750,000	826,823
		22,430,459
Electric Revenue Bonds 3.42%		
Colorado Springs Utilities System Improvement Revenue		
Series C 5.50% 11/15/48	750,000	849,877
Platte River Power Authority Series HH 5.00% 6/1/28	1,500,000	1,724,925
		2,574,802
Healthcare Revenue Bonds 41.91%		
Aurora Hospital Revenue (Children's Hospital Association Project)		
Series A 5.00% 12/1/40	4,000,000	4,418,400
Colorado Health Facilities Authority Revenue (Catholic Health Initiatives)		
Series A 5.00% 7/1/39	750,000	818,160
Series A 5.00% 2/1/41	2,400,000	2,639,520
Series A 5.25% 2/1/33	1,625,000	1,814,199
Series A 5.25% 1/1/45	1,000,000	1,134,170
Series C-1		
5.10% 10/1/41 (AGM)	1,000,000	1,071,630
Series D 6.125% 10/1/28	750,000	863,340
(Christian Living Community Project)		
6.375% 1/1/41	615,000	672,269
Series A 5.75% 1/1/37	885,000	904,019
(Covenant Retirement Communities Inc.)		
5.00% 12/1/35	1,000,000	1,089,350
Series A 5.75% 12/1/36	1,000,000	1,112,720

Table of Contents

	Principal	Value
	Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Colorado Health Facilities Authority Revenue (Evangelical Lutheran Good Samaritan Society) 5.00% 6/1/28	1,250,000	\$ 1,390,100
5.50% 6/1/33	2,000,000	2,284,180
5.625% 6/1/43	1,000,000	1,148,610
(Healthcare Facilities - American Baptist) 8.00% 8/1/43	500,000	598,490
(Mental Health Center of Denver Project) Series A 5.75% 2/1/44	1,500,000	1,732,875
(National Jewish Health Project) 5.00% 1/1/27	500,000	523,415
(Sisters of Charity of Leavenworth Health System) Series A 5.00% 1/1/40	4,750,000	5,258,345
(Total Long-Term Care) Series A 6.00% 11/15/30	400,000	451,816
Denver Health & Hospital Authority Health Care Revenue (Recovery Zone Facilities) 5.625% 12/1/40	750,000	837,157
University of Colorado Hospital Authority Revenue Series A 6.00% 11/15/29	650,000	762,970
		31,525,735
Housing Revenue Bond 0.36%		
Colorado Housing & Finance Authority (Single Family Mortgage - Class 1) Series A 5.50% 11/1/29 (FHA) (VA) (HUD)	265,000	274,135
		274,135
Lease Revenue Bonds 9.10%		
Aurora Certificates of Participation Series A 5.00% 12/1/30	630,000	716,675
Colorado Building Excellent Schools Today Certificates of Participation Series G 5.00% 3/15/32	2,000,000	2,289,460
	Principal	Value
	Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Lease Revenue Bonds (continued)		
Glendale Certificates of Participation 5.00% 12/1/25 (SGI)	1,500,000	\$ 1,595,550
Pueblo County Certificates of Participation (County Judicial Complex Project) 5.00% 9/15/42 (AGM)	2,000,000	2,244,120
		6,845,805

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Local General Obligation Bonds 11.23%		
Adams 12 Five Star Schools 5.00% 12/15/25	250,000	316,817
Arapahoe County School District No. 1 Englewood 5.00% 12/1/31	2,935,000	3,434,361
Boulder Larimer & Weld Counties St. Vrain Valley School District No. Re-1J 5.00% 12/15/33	750,000	850,515
Denver City & County (Better Denver & Zoo) Series A 5.00% 8/1/25	650,000	746,005
Denver International Business Center Metropolitan District No. 1 5.00% 12/1/30	650,000	692,809
Jefferson County School District No. R-1 5.25% 12/15/24	750,000	957,293
Pueblo County School District No. 70 5.00% 12/1/31	500,000	567,650
Rangely Hospital District 6.00% 11/1/26	750,000	882,337
		8,447,787
Pre-Refunded/Escrowed to Maturity Bonds 5.62%		
Adams & Arapahoe Counties Joint School District No. 28J (Aurora) 6.00% 12/1/28-18§	600,000	707,688
Colorado State Board of Governors Series A 5.00% 3/1/39-19§	690,000	791,885
Regional Transportation District Revenue (FasTracks Project) Series A 4.375% 11/1/31-16 (AMBAC)§	1,250,000	1,326,987

(continues)

7

Table of Contents

Schedules of investments

Delaware Investments® Colorado Municipal Income Fund, Inc.

	Principal Amount ^o	Value (U.S. \$)
Municipal Bonds (continued)		
Pre-Refunded/Escrowed to Maturity Bonds (continued)		
University of Colorado Series A		
5.375% 6/1/38-19§	750,000	\$ 875,707
University of Colorado Hospital Authority Revenue Series A		
5.00% 11/15/37-16§	500,000	526,530
		4,228,797
Special Tax Revenue Bonds 21.07%		
Central Platte Valley Metropolitan District 5.00% 12/1/43	375,000	392,531
City of Commerce City 5.00% 8/1/44 (AGM)	1,000,000	1,140,740
Denver Convention Center Hotel Authority Revenue 5.00% 12/1/35 (SGI)	2,875,000	2,958,231
Guam Government Business Privilege Tax Revenue Series A 5.125% 1/1/42	435,000	482,111
Series A 5.25% 1/1/36	565,000	633,331
Regional Transportation District Revenue Series A 5.375% 6/1/31	460,000	531,433
(Denver Transit Partners) 6.00% 1/15/41	2,175,000	2,502,142
(FasTracks Project) Series A 4.50% 11/1/36 (AGM)	1,500,000	1,602,540
Series A 5.00% 11/1/38	4,085,000	4,726,917
Talllys Reach Metropolitan District No. 3 (Limited Tax Convertible) 5.125% 11/1/38	295,000	305,393
Virgin Islands Public Finance Authority (Matching Fund Senior Lien) 5.00% 10/1/29 (AGM)	500,000	578,320
		15,853,689
Transportation Revenue Bonds 7.78%		
Colorado High Performance Transportation Enterprise Revenue (Senior U.S. 36 & I-25 Managed Lanes) 5.75% 1/1/44 (AMT)	1,110,000	1,206,659
	Principal Amount^o	Value

(U.S. \$)

Municipal Bonds (continued)

Transportation Revenue Bonds (continued)

Denver City & County Airport System Revenue

Series A 5.25% 11/15/36	750,000	\$	853,493
Series B 5.00% 11/15/28	1,000,000		1,161,670
Series B 5.00% 11/15/37	2,000,000		2,279,440
E-470 Public Highway Authority			
Series C 5.25% 9/1/25	310,000		351,807

5,853,069

Water & Sewer Revenue Bonds 2.88%

City of Aurora Water Revenue First Lien Series A
5.00% 8/1/36 (AMBAC)

2,000,000 2,162,760

2,162,760

Total Municipal Bonds

(cost \$94,847,867)

103,721,521**Short-Term Investment 0.53%**Variable Rate Demand Note 0.53%[⌘]

Colorado Educational & Cultural Facilities Authority

Series B5 (National Jewish Federation)

0.01% 1/1/39 (LOC - TD Bank N.A.) 400,000 400,000

Total Short-Term Investment

(cost \$400,000)

400,000**Total Value of****Securities 138.41%**

(cost \$95,247,867)

\$ **104,121,521**

Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. At March 31, 2015, the aggregate value of Rule 144A securities was \$1,305,728, which represents 1.74% of the Fund's net assets. See Note 7 in Notes to financial statements.

⌘ 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 such instrument. The rate shown is the rate as of March 31, 2015.

Table of Contents

- Principal amount shown is stated in U.S. dollars unless noted that the security is denominated in another currency.
- § Pre-refunded bonds. Municipal bonds that are generally backed or secured by U.S. Treasury bonds. For pre-refunded bonds, the stated maturity is followed by the year in which the bond is pre-refunded. See Note 7 in Notes to financial statements.

Summary of abbreviations:

AGC Insured by Assured Guaranty Corporation

AGM Insured by Assured Guaranty Municipal Corporation

AMBAC Insured by AMBAC Assurance Corporation

AMT Subject to Alternative Minimum Tax

FHA Federal Housing Administration

HUD Housing and Urban Development Section 8

LOC Letter of Credit

SGI Insured by Syncora Guarantee Inc.

VA Veterans Administration Collateral

See accompanying notes, which are an integral part of the financial statements.

Table of Contents

Schedules of investments

Delaware Investments® Minnesota Municipal Income Fund II, Inc.

March 31, 2015

	Principal	Value
	Amount^o	(U.S. \$)
Municipal Bonds 141.90%		
Corporate-Backed Revenue Bonds 6.72%		
Cloquet Pollution Control Revenue (Potlatch Project) 5.90% 10/1/26	5,500,000	\$ 5,506,160
Laurentian Energy Authority I Cogeneration Revenue Series A 5.00% 12/1/21	3,325,000	3,326,064
St. Paul Port Authority Revenue (Gerdau St. Paul Steel Mill Project) Series 7 4.50% 10/1/37 (AMT)	2,705,000	2,750,660
		11,582,884
Education Revenue Bonds 18.75%		
Baytown Township Lease Revenue (St. Croix Preparatory Academy) 5.75% 8/1/42	300,000	306,459
Cologne Charter School Lease Revenue (Cologne Academy Project) Series A 5.00% 7/1/29	270,000	291,821
Series A 5.00% 7/1/45	445,000	465,159
Deephaven Charter School (Eagle Ridge Academy Project) Series A 5.50% 7/1/43	500,000	541,095
Forest Lake Minnesota Charter School Revenue (Lake International Language Academy) 5.75% 8/1/44	705,000	781,246
Hugo Charter School Lease Revenue (Noble Academy Project) Series A 5.00% 7/1/34	255,000	275,198
Series A 5.00% 7/1/44	775,000	825,267
Minneapolis Student Housing Revenue (Riverton Community Housing Project) 5.25% 8/1/39	205,000	212,329
5.50% 8/1/49	990,000	1,033,481
Minnesota Higher Education Facilities Authority Revenue (Augsburg College) Series 6-J1 5.00% 5/1/28	1,500,000	1,502,130
	Principal	Value

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

	Amount ^o	(U.S. \$)
Municipal Bonds (continued)		
Education Revenue Bonds (continued)		
Minnesota Higher Education Facilities Authority Revenue (Carleton College)		
Series 6-T 5.00% 1/1/28	1,000,000	\$ 1,097,620
Series D 5.00% 3/1/30 (College of St. Benedict)	1,120,000	1,260,986
Series 7-M 5.00% 3/1/31	300,000	326,514
Series 7-M 5.125% 3/1/36 (St. Catherine University)	275,000	298,510
Series 7-Q 5.00% 10/1/32 (St. Scholastic College)	700,000	760,557
Series H 5.25% 12/1/35 (University of St. Thomas)	1,000,000	1,094,070
Series 6-X 5.00% 4/1/29	2,250,000	2,414,430
Series 7-A 5.00% 10/1/39	1,000,000	1,126,540
Series 7-U 5.00% 4/1/22 Otsego Charter School (Kaleidoscope Charter School)	750,000	897,127
Series A 5.00% 9/1/34	335,000	349,824
Series A 5.00% 9/1/44 St. Paul Housing & Redevelopment Authority Charter School Lease Revenue (Nova Classical Academy) Series A		
6.375% 9/1/31	750,000	864,330
St. Paul Housing & Redevelopment Authority Revenue (Academia Cesar Chavez School Project)		
Series A 5.25% 7/1/50	880,000	861,934
University of Minnesota		
Series A 5.25% 12/1/28	500,000	596,805
Series A 5.25% 4/1/29	1,000,000	1,144,860
Series C 5.00% 12/1/19	1,290,000	1,490,040
Series D 5.00% 12/1/27	1,110,000	1,308,868
Series D 5.00% 12/1/28	1,880,000	2,202,683
Series D 5.00% 12/1/29	2,265,000	2,650,073
Series D 5.00% 12/1/31	1,000,000	1,160,600
Series D 5.00% 12/1/36	3,000,000	3,445,920
		32,305,495

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Electric Revenue Bonds 9.61%		
Central Minnesota Municipal Power Agency Revenue (Brookings Southeast Twin Cities Transportation)		
5.00% 1/1/32 (Brookings Twin Cities Transmission Project)	1,130,000	\$ 1,267,114
5.00% 1/1/42	1,000,000	1,112,300
Chaska Electric Revenue (Generating Facilities)		
Series A 5.25% 10/1/25	250,000	256,170
Minnesota Municipal Power Agency Electric Revenue		
5.00% 10/1/25	500,000	608,070
5.00% 10/1/26	500,000	601,955
5.00% 10/1/27	320,000	381,978
Northern Municipal Power Agency		
Series A 5.00% 1/1/26	100,000	117,511
Series A 5.00% 1/1/30	340,000	389,225
Rochester Electric Utility Revenue		
Series B 5.00% 12/1/30	1,300,000	1,530,724
Series B 5.00% 12/1/43	1,000,000	1,154,070
Southern Minnesota Municipal Power Agency Supply Revenue		
Series A 5.25% 1/1/30	1,030,000	1,149,140
Western Minnesota Municipal Power Agency Supply Revenue		
Series A 5.00% 1/1/25	3,000,000	3,612,030
Series A 5.00% 1/1/26	1,000,000	1,192,970
Series A 5.00% 1/1/33	1,000,000	1,165,420
Series A 5.00% 1/1/40	750,000	867,150
Series A 5.00% 1/1/46	1,000,000	1,152,040
		16,557,867
Healthcare Revenue Bonds 41.07%		
Anoka Health Care Facilities Revenue		
5.375% 11/1/34 (Homestead Anoka Project)	610,000	642,531
Series A 7.00% 11/1/46	1,200,000	1,299,048

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

	Principal	Value
	Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Center City Health Care Facilities Revenue (Hazelden Betty Ford Foundation Project)		
5.00% 11/1/27	500,000	\$ 591,035
5.00% 11/1/29	300,000	351,690
(Hazelden Foundation Project)		
4.75% 11/1/31	850,000	898,849
5.00% 11/1/41	1,600,000	1,718,656
City of Hayward (American Baptist Homes Midwest)		
5.75% 2/1/44	500,000	524,045
Cloquet Housing Facilities Revenue (HADC Cloquet Project)		
Series A 5.00% 8/1/48	500,000	513,535
Deephaven Housing & Healthcare Revenue (St. Therese Senior Living Project)		
Series A 5.00% 4/1/38	280,000	285,922
Series A 5.00% 4/1/40	270,000	275,349
Duluth Economic Development Authority (St. Luke's Hospital Authority Obligation Group)		
5.75% 6/15/32	1,000,000	1,116,170
6.00% 6/15/39	1,000,000	1,122,070
Fergus Falls Health Care Facilities Revenue (Lake Region Healthcare)		
5.00% 8/1/30	1,000,000	1,028,980
Hayward Health Care Facilities Revenue (St. John's Lutheran Home of Albert Lea)		
5.375% 10/1/44	680,000	690,486
Maple Grove Health Care System Revenue (Maple Grove Hospital)		
5.25% 5/1/37	1,100,000	1,150,160
Minneapolis Health Care System Revenue (Fairview Health Services)		
Series A 6.375% 11/15/23	1,105,000	1,292,496
Series A 6.625% 11/15/28	1,150,000	1,351,250

(continues)

11

Table of Contents

Schedules of investments

Delaware Investments® Minnesota Municipal Income Fund II, Inc.

	Principal Amount ^o	Value (U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Minneapolis Health Care System Revenue Series B 6.50% 11/15/38 (ASSURED GTY)	2,295,000	\$ 2,686,206
Series D 5.00% 11/15/34 (AMBAC)	2,000,000	2,031,120
Minneapolis Revenue (National Marrow Donor Program Project) Series NMDP 4.875% 8/1/25	1,000,000	1,041,080
Minneapolis St. Paul Housing & Redevelopment Authority Health Care Revenue (Children's Health Care Facilities) Series A1 5.00% 8/15/34 (AGM)	500,000	561,925
Minnesota Agricultural & Economic Development Board Revenue (Healthcare System) Series A 5.75% 11/15/26 (NATL-RE)	100,000	100,241
Unrefunded Balance		
Series A 6.375% 11/15/29	195,000	195,893
Rochester Health Care & Housing Revenue (Samaritan Bethany) Series A 7.375% 12/1/41 (The Homestead at Rochester Project)	1,220,000	1,378,917
Series A 6.875% 12/1/48	1,220,000	1,389,324
Rochester Health Care Facilities Revenue (Mayo Clinic) 4.00% 11/15/41	4,860,000	5,071,070
Series C 4.50% 11/15/38	2,000,000	2,336,700
Sartell Health Care Facilities Revenue (Country Manor Campus Project) 5.25% 9/1/30	1,000,000	1,060,720
Series A 5.30% 9/1/37	600,000	633,210
	Principal	Value
	Amount ^o	(U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Shakopee Health Care Facilities Revenue (St. Francis Regional Medical Center) 4.00% 9/1/31	205,000	\$ 215,088

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

5.00% 9/1/34	165,000	187,755
St. Cloud Health Care Revenue (Centracare Health System Project)		
5.50% 5/1/39 (ASSURED GTY)	1,500,000	1,666,230
Series A 5.125% 5/1/30	5,175,000	5,806,453
Series B 5.00% 5/1/24	1,400,000	1,697,822
St. Louis Park Health Care Facilities Revenue (Park Nicollet Health Services)		
5.75% 7/1/39	3,565,000	4,114,830
Series C 5.50% 7/1/23	1,000,000	1,126,910
St. Paul Housing & Redevelopment Authority Health Care Facilities Revenue (Allina Health System) Series A		
5.00% 11/15/18 (NATL-RE)	1,380,000	1,531,207
Series A-1 5.25% 11/15/29 (Health Partners Obligation Group Project)	1,395,000	1,593,690
5.25% 5/15/36	2,000,000	2,089,460
St. Paul Housing & Redevelopment Authority Hospital Revenue (Health East Project)		
6.00% 11/15/30	2,775,000	2,849,009
6.00% 11/15/35	2,500,000	2,565,100
St. Paul Housing & Redevelopment Authority Housing & Health Care Facilities Revenue (Senior Carondelet Village Project)		
Series A 6.00% 8/1/42 (Senior Episcopal Homes Project)	770,000	812,373
5.125% 5/1/48	1,200,000	1,246,320
Series A 4.75% 11/1/31	740,000	756,347

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Washington County Housing & Redevelopment Authority Revenue (Birchwood & Woodbury Projects)		
Series A 5.625% 6/1/37	1,500,000	\$ 1,544,280
Wayzata Senior Housing Revenue (Folkestone Senior Living Community)		
Series A 5.50% 11/1/32	420,000	455,960
Series A 5.75% 11/1/39	945,000	1,029,322
Series A 6.00% 5/1/47	1,475,000	1,617,588
Winona Health Care Facilities Revenue (Winona Health Obligation)		
4.65% 7/1/26	465,000	498,141
4.75% 7/1/27	785,000	839,848
5.00% 7/1/23	1,010,000	1,063,964
5.00% 7/1/34	750,000	810,217
Woodbury Housing & Redevelopment Authority Revenue (St. Therese of Woodbury)		
5.125% 12/1/44	1,250,000	1,292,525
		70,749,117
Housing Revenue Bonds 3.60%		
Minneapolis Multifamily Housing Revenue (Olson Townhomes Project)		
6.00% 12/1/19 (AMT) (Seward Towers Project)	475,000	475,361
5.00% 5/20/36 (GNMA)	1,935,000	1,945,836
Minnesota State Housing Finance Agency (Residential Housing)		
Series D 4.75% 7/1/32 (AMT)	760,000	768,641
Series I 5.15% 7/1/38 (AMT)	550,000	554,697
Series L 5.10% 7/1/38 (AMT)	1,085,000	1,122,834
	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Housing Revenue Bonds (continued)		

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Minnesota State Housing Finance Agency Homeownership
(Mortgage-Backed Securities Program)

4.40% 7/1/32 (GNMA) (FNMA) (FHLMC) 1,250,000 \$ 1,340,313

6,207,682

Lease Revenue Bonds 15.02%

Minnesota State General Fund Revenue Appropriations

Series A 5.00% 6/1/32 780,000 905,705

Series A 5.00% 6/1/38 5,500,000 6,342,930

Series A 5.00% 6/1/43 1,750,000 1,996,330

Series B 4.00% 3/1/26 3,000,000 3,294,840

Series B 5.00% 3/1/21 1,500,000 1,787,955

Series B 5.00% 3/1/29 3,525,000 4,113,146

University of Minnesota Special Purpose Revenue (State
Supported Biomed Science Research)

5.00% 8/1/35 1,040,000 1,190,259

5.00% 8/1/36 4,000,000 4,572,160

Virginia Housing & Redevelopment Authority Health Care
Facility Lease Revenue

5.25% 10/1/25 680,000 687,847

5.375% 10/1/30 965,000 975,210

25,866,382

Local General Obligation Bonds 7.28%

City of Willmar (Rice Memorial Hospital Project) Series A

4.00% 2/1/32 2,440,000 2,574,956

Dakota County Community Development Agency (Senior
Housing Facilities)

Series A 5.00% 1/1/23 1,100,000 1,104,422

Hopkins Independent School District No. 270

Series A 5.00% 2/1/28 1,000,000 1,158,100

(continues)

13

Table of Contents

Schedules of investments

Delaware Investments® Minnesota Municipal Income Fund II, Inc.

	Principal Amount ^o	Value (U.S. \$)
Municipal Bonds (continued)		
Local General Obligation Bonds (continued)		
Rocori Independent School District No. 750 (School Building)		
Series B 5.00% 2/1/22	1,010,000	\$ 1,145,512
Series B 5.00% 2/1/24	1,075,000	1,218,405
Series B 5.00% 2/1/25	1,115,000	1,260,184
Series B 5.00% 2/1/26	1,155,000	1,305,392
St. Paul Independent School District No. 625 (School Building)		
Series B 5.00% 2/1/22	1,300,000	1,576,627
Series B 5.00% 2/1/26	1,000,000	1,196,980
		12,540,578
Pre-Refunded/Escrowed to Maturity Bonds 16.29%		
Dakota-Washington Counties Housing & Redevelopment Authority Single Family Residential Mortgage Revenue (Bloomington Single Family Residential Mortgage)		
Series B 8.375% 9/1/21 (GNMA) (FHA) (VA) (AMT)	7,055,000	9,711,913
Southern Minnesota Municipal Power Agency Revenue Series A 5.75% 1/1/18	2,120,000	2,206,687
St. Paul Housing & Redevelopment Authority Sales Tax (Civic Center Project)		
5.55% 11/1/23	2,125,000	2,233,481
5.55% 11/1/23 (NATL-RE)		
(IBC)	3,875,000	4,072,819
University of Minnesota		
Series A 5.50% 7/1/21	4,000,000	4,782,200
Series A 5.75% 7/1/18	2,000,000	2,302,660
University of Minnesota Hospital & Clinics 6.75% 12/1/16	2,580,000	2,760,987
		28,070,747
Special Tax Revenue Bonds 5.90%		
Guam Government Business Privilege Tax Revenue		
Series A 5.25% 1/1/36	150,000	168,141

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

	Principal Amount ^o	Value (U.S. \$)
Municipal Bonds (continued)		
Special Tax Revenue Bonds (continued)		
Hennepin County Sales Tax Revenue (Second Lien-Ballpark Project)		
Series B 4.75% 12/15/27	1,905,000	\$ 2,081,841
Minneapolis Community Planning & Economic Development Department (Limited Tax Supported Common Bond Fund) 6.25% 12/1/30		
Series 1 5.50% 12/1/24 (AMT)	1,000,000	1,210,020
Series 5 5.70% 12/1/27	375,000	377,741
Minnesota Public Safety Radio 5.00% 6/1/23	2,845,000	3,263,670
St. Paul Port Authority (Brownfields Redevelopment Tax)		
Series 2 5.00% 3/1/37	895,000	955,368
St. Paul Sales Tax Revenue Series G 5.00% 11/1/30	935,000	1,090,575
		10,155,276
State General Obligation Bonds 11.57%		
Minnesota State (State Trunk Highway)		
Series B 5.00% 10/1/22	5,500,000	6,647,245
Series B 5.00% 10/1/29 (State Various Purpose)	3,315,000	3,930,993
Series D 5.00% 8/1/24 (Various Purposes) Series F 5.00% 10/1/22	2,700,000	3,203,010
	5,000,000	6,158,250
		19,939,498
Transportation Revenue Bonds 4.49%		
Minneapolis St. Paul Metropolitan Airports Commission Revenue		
5.00% 1/1/21	2,600,000	3,083,704
5.00% 1/1/22	670,000	786,600
Subordinate		
Series B 5.00% 1/1/26	540,000	627,723
Series B 5.00% 1/1/26 (AMT)	500,000	583,555
Series B 5.00% 1/1/27	1,190,000	1,373,688
Series B 5.00% 1/1/30	500,000	567,535
Series B 5.00% 1/1/31	250,000	283,110

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Transportation Revenue Bonds (continued)		
St. Paul Port Authority Revenue (Amherst H Wilder Foundation) Series 3 5.00% 12/1/36	380,000	\$ 419,110
		7,725,025
Water & Sewer Revenue Bonds 1.60%		
Metropolitan Council Waste Water Revenue Series B 4.00% 9/1/27	1,145,000	1,272,874
St. Paul Sewer Revenue Series D 5.00% 12/1/21	1,325,000	1,485,153
		2,758,027
Total Municipal Bonds (cost \$229,526,151)		244,458,578
Total Value of Securities 141.90% (cost \$229,526,151)		\$ 244,458,578

^o Principal amount shown is stated in U.S. dollars unless noted that the security is denominated in another currency. Variable rate security. The rate shown is the rate as of March 31, 2015. Interest rates reset periodically.

Summary of abbreviations:

AGM Insured by Assured Guaranty Municipal Corporation

AMBAC Insured by AMBAC Assurance Corporation

AMT Subject to Alternative Minimum Tax

ASSURED GTY Insured by Assured Guaranty Corporation

FHA Federal Housing Administration

FHLMC Federal Home Loan Mortgage Corporation Collateral

FNMA Federal National Mortgage Association Collateral

GNMA Government National Mortgage Association Collateral

IBC Insured Bond Certificate

NATL-RE Insured by National Public Finance Guarantee Corporation

VA Veterans Administration Collateral

See accompanying notes, which are an integral part of the financial statements.

Table of Contents

Schedules of investments

Delaware Investments® National Municipal Income Fund

March 31, 2015

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds 141.45%		
Corporate-Backed Revenue Bonds 15.98%		
Buckeye, Ohio Tobacco Settlement Financing Authority Asset-Backed -2		
Series A-2 5.875% 6/1/47	1,600,000	\$ 1,317,920
Series A-2 6.50% 6/1/47	430,000	383,990
City of Valparaiso, Indiana (Pratt Paper Project)		
7.00% 1/1/44 (AMT)	240,000	296,899
Gaston County, North Carolina Industrial Facilities & Pollution Control Financing Authority (Exempt Facilities-National Gypsum Project)		
5.75% 8/1/35 (AMT)	290,000	290,499
Gloucester County, New Jersey Pollution Control Financing Authority (Keystone Urban Renewal)		
5.00% 12/1/24 (AMT)	125,000	142,337
Golden State, California Tobacco Securitization Settlement Revenue		
(Asset-Backed Senior Notes) Series A-1 5.75% 6/1/47	1,415,000	1,199,255
Harris County, Texas Industrial Development Corporation Solid Waste Disposal Revenue (Deer Park Refining Project)		
5.00% 2/1/23	150,000	166,905
Illinois Railsplitter Tobacco Settlement Authority		
6.25% 6/1/24	500,000	534,285
Louisiana Local Government Environmental Facilities & Community Development Authority (Westlake Chemical)		
Series A 6.50% 8/1/29	645,000	772,691
Series A-1 6.50% 11/1/35	255,000	306,395
Maryland Economic Development Corporation Facilities Revenue (CNX Marine Terminals)		
5.75% 9/1/25	600,000	670,992
	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Corporate-Backed Revenue Bonds (continued)		
M-S-R Energy Authority, California Gas Series C 7.00% 11/1/34	1,000,000	\$ 1,418,300

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

New Jersey Economic Development Authority (Continental Airlines Project) 5.625% 11/15/30 (AMT)	225,000	255,793
New Jersey Economic Development Authority Special Facility Revenue (Continental Airlines Project) 5.25% 9/15/29 (AMT)	500,000	549,060
Ohio State Air Quality Development Authority Revenue (First Energy Generation) Series A 5.70% 8/1/20	260,000	301,995
St. John the Baptist Parish, Louisiana (Marathon Oil) Series A 5.125% 6/1/37	500,000	526,965
Suffolk County, New York Tobacco Asset Securitization Series B 5.00% 6/1/32	750,000	824,220
Tobacco Settlement Financing Corporation, Louisiana Asset-Backed Note Series A 5.25% 5/15/35	460,000	525,900
Town of Shoals, Indiana (National Gypsum Project) 7.25% 11/1/43 (AMT)	310,000	350,210
		10,834,611
Education Revenue Bonds 28.01%		
Bowling Green, Ohio Student Housing Revenue CFP I (CFP I State University Project) 6.00% 6/1/45	260,000	281,328
Build NYC Resource, New York 5.25% 11/1/34	510,000	554,023
California Statewide Communities Development Authority School Facility Revenue (Aspire Public Schools) 6.125% 7/1/46	625,000	673,325

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Education Revenue Bonds (continued)		
California Statewide Communities Development Authority Student Housing Revenue (Irvine, LLC - UCI East Campus) 6.00% 5/15/23	470,000	\$ 528,679
East Hempfield Township, Pennsylvania Industrial Development Authority (Student Services Income - Student Housing Project) 5.00% 7/1/35	1,000,000	1,071,450
Health & Educational Facilities Authority of the State of Missouri (St. Louis College of Pharmacy Project) 5.25% 5/1/33 (Washington University) Series B 5.00% 11/15/30	500,000	552,600
Henderson Public Improvement Trust, Nevada (Touro College & University System Obligation) 5.50% 1/1/39	600,000	698,970
Marietta, Georgia Development Authority Revenue (Life University Income Project) 7.00% 6/15/39	135,000	150,655
Maryland Health & Higher Educational Facilities Authority (Loyola University) Series A 5.00% 10/1/39	430,000	456,944
Maryland State Economic Development Student Housing Revenue (University of Maryland College Park Projects) 5.75% 6/1/33	650,000	733,011
Massachusetts State Health & Educational Facilities Authority Revenue (Harvard University) Series A 5.00% 12/15/29	370,000	406,449
	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Education Revenue Bonds (continued)		
Monroe County, New York Industrial Development Revenue (Nazareth College Rochester Project) 5.50% 10/1/41	495,000	\$ 544,861
Montgomery County, Pennsylvania Higher Education & Health Authority Revenue (Arcadia University) 5.25% 4/1/30	550,000	593,802
New Hope Cultural Education Facilities, Texas (Chief-Collegiate Housing- Tarleton St.) 5.00% 4/1/34	1,000,000	1,085,430
New Jersey Economic Development Authority Revenue (MSU Student Housing Project) 5.875% 6/1/42	450,000	509,058
New York City, New York Trust For Cultural Resources (Whitney Museum of American Art)	500,000	560,280

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

5.00% 7/1/31

New York State Dormitory Authority (Columbia University)

5.00% 10/1/41 600,000 690,708

(Touro College & University System)

Series A 5.50% 1/1/39 390,000 442,580

Oregon State Facilities Authority Revenue (Concordia

University Project) Series A 144A

6.125% 9/1/30 # 135,000 145,394

Pennsylvania State Higher Educational Facilities Authority

Revenue (Edinboro University Foundation)

5.80% 7/1/30 400,000 436,220

(University Properties - East Stroudsburg University)

5.25% 7/1/19 510,000 568,023

(continues)

17

Table of Contents

Schedules of investments

Delaware Investments® National Municipal Income Fund

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Education Revenue Bonds (continued)		
Philadelphia Authority for Industrial Development (1st Philadelphia Preparatory College) 7.25% 6/15/43	370,000	\$ 415,954
Phoenix, Arizona Industrial Development Authority Revenue (Eagle College Preparatory Project) Series A 5.00% 7/1/43	500,000	493,255
(Rowan University Project) 5.00% 6/1/42	1,000,000	1,091,660
Pima County, Arizona Industrial Development Authority Education Revenue (Edkey Charter School Project) 6.00% 7/1/48	500,000	495,715
Private Colleges & Universities Authority Revenue, Georgia (Mercer University Project) Series C 5.25% 10/1/23	600,000	704,922
(Mercer University) Series A 5.00% 10/1/32	135,000	147,502
Swarthmore Borough Authority, Pennsylvania (Swarthmore College Project) 5.00% 9/15/32	490,000	578,337
Troy, New York Capital Resource Revenue (Rensselaer Polytechnic) Series A 5.125% 9/1/40	600,000	668,754
University of Arizona Series A 5.00% 6/1/39	500,000	562,460
University of California Series AI 5.00% 5/15/32	1,000,000	1,163,540
Wyoming Community Development Authority Student Housing Revenue (CHF-Wyoming LLC) 6.50% 7/1/43	250,000	288,140
		18,993,671
Electric Revenue Bonds 2.99%		
JEA Electric System Revenue, Florida Series A 5.00% 10/1/33	1,000,000	1,154,760
		Value

	Principal Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Electric Revenue Bonds (continued)		
Long Island Power Authority, New York		
Series A 5.00% 9/1/44	250,000	\$ 280,495
Western Minnesota Municipal Power Agency		
Series A 5.00% 1/1/30	500,000	588,645
		2,023,900
Healthcare Revenue Bonds 17.72%		
Arizona Health Facilities Authority Revenue (Catholic Healthcare West)		
Series D 5.00% 7/1/28	500,000	553,275
City of Westminster, Maryland (Lutheran Village Millers Grant Inc.)		
6.00% 7/1/34	500,000	531,295
Colorado Health Facilities Authority Revenue (Healthcare Facilities - American Baptist)		
8.00% 8/1/43	330,000	395,003
Duluth, Minnesota Economic Development Authority Revenue (St. Luke's Hospital Authority Obligation Group)		
5.75% 6/15/32	400,000	446,468
Hawaii Pacific Health Special Purpose Revenue		
Series A 5.50% 7/1/40	300,000	339,906
Koyukuk, Alaska Revenue (Tanana Chiefs Conference Health Care Facility Project)		
7.75% 10/1/41	300,000	343,920
Louisiana Public Facilities Authority Revenue (Ochsner Clinic Foundation Project)		
6.50% 5/15/37	105,000	124,861
Lycoming County, Pennsylvania Authority Health System Revenue		
(Susquehanna Health System Project)		
Series A 5.50% 7/1/28	500,000	550,030
Maine Health & Higher Educational Facilities Authority Revenue (Maine General Medical Center)		
6.75% 7/1/41	300,000	345,558

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Maricopa County, Arizona Industrial Development Authority Health Facilities Revenue (Catholic Healthcare West) Series A 6.00% 7/1/39	500,000	\$ 577,325
Monroe County, Pennsylvania Hospital Authority Revenue (Pocono Medical Center) Series A 5.00% 1/1/41	500,000	543,305
Montgomery County, Pennsylvania Industrial Development Authority Revenue (Whitemarsh Continuing Care) 5.375% 1/1/50	750,000	760,590
New Hampshire Health and Education Facilities Authority Revenue (Dartmouth Hitchcock Medical Center) 6.00% 8/1/38	300,000	352,563
New Jersey Health Care Facilities Financing Authority Revenue (Barnabas Health) Series A 5.00% 7/1/22 (St. Peters University Hospital) 6.25% 7/1/35	650,000	765,148
	300,000	334,173
New Mexico Hospital Equipment Loan Council Revenue (Presbyterian Healthcare) 5.00% 8/1/39	500,000	556,015
New York State Dormitory Authority Revenue Non State Supported Debt (Orange Regional Medical Center) 6.25% 12/1/37	500,000	550,610
Orange County, Florida Health Facilities Authority Revenue (Mayflower Retirement Center) 5.00% 6/1/32	400,000	431,736
	250,000	269,260
	750,000	812,498
Oregon State Facilities Authority Revenue (Peacehealth Project) Series A 5.00% 11/15/29	500,000	582,525

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Healthcare Revenue Bonds (continued)		
Palm Beach County Health Facilities Authority, Florida (Sinai Residences Boca Raton Project) 7.25% 6/1/34	20,000	\$ 22,925
	105,000	120,602
State of Ohio (Cleveland Clinic Health)	300,000	340,419

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Series A 5.50% 1/1/39		
West Virginia Hospital Finance Authority Revenue (Highland Hospital Obligation Group)		
9.125% 10/1/41	500,000	561,805
Yavapai County, Arizona Industrial Development Authority Revenue (Yavapai Regional Medical Center) Series A		
5.00% 8/1/28	720,000	802,130
		12,013,945
Housing Revenue Bonds 2.49%		
California Municipal Finance Authority Mobile Home Park Revenue		
(Caritas Project) Series A 5.50% 8/15/47	750,000	825,187
Series A 6.40% 8/15/45	425,000	476,025
City of Williston, North Dakota (Eagle Crest Apartments Project)		
7.75% 9/1/38	255,000	268,643
Florida HomeLoan (Homeowner Mortgage Revenue) Series 2 5.90% 7/1/29 (AMT) (NATL-RE)		
	115,000	115,729
		1,685,584
Lease Revenue Bonds 9.62%		
California State Public Works Board Lease Revenue (Various Capital Projects) Series A 5.00% 4/1/37		
	1,000,000	1,128,800
California Statewide Communities Development Authority Student Housing Revenue (Lancer Plaza Project) 5.625%		
11/1/33	1,000,000	1,080,810

(continues)

19

Table of Contents

Schedules of investments

Delaware Investments® National Municipal Income Fund

	Principal	Value
	Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Lease Revenue Bonds (continued)		
Idaho State Building Authority Revenue (Health & Welfare Project)		
Series A 5.00% 9/1/24	135,000	\$ 164,411
(State Police) Series I 5.00% 9/1/23	760,000	920,010
Minnesota State General Revenue Appropriations Series B 5.00% 3/1/29	2,000,000	2,333,700
New Jersey Economic Development Authority (School Facilities Construction) Series EE 5.00% 9/1/18	100,000	109,520
New York City, New York Industrial Development Agency (Senior Trips)		
Series A 5.00% 7/1/28 (AMT)	250,000	276,938
Public Finance Authority, Wisconsin Airport Facilities Revenue (AFCO Investors II Portfolio)		
5.75% 10/1/31	500,000	508,980
		6,523,169
Local General Obligation Bonds 0.84%		
City of New York, New York		
Series A-1 5.25% 8/15/21	250,000	285,243
Series I-1 5.375% 4/1/36	250,000	287,188
		572,431
Pre-Refunded/Escrowed to Maturity Bonds 8.73%		
Atlanta, Georgia Water & Wastewater Revenue Series A 6.25% 11/1/39-19§		
	950,000	1,160,520
Bay Area, California Toll Authority Toll Bridge Revenue (San Francisco Bay Area) Series F1 5.00% 4/1/34-18§		
	1,000,000	1,123,310
Brevard County, Florida Health Facilities Authority Revenue (Health First Project)		
7.00% 4/1/39-19§	350,000	428,823
	Principal	Value
	Amount^o	(U.S. \$)
Municipal Bonds (continued)		

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Pre-Refunded/Escrowed to Maturity Bonds (continued)		
Butler County, Pennsylvania Hospital Authority Revenue (Butler Health System Project) 7.125% 7/1/29-19§	450,000	\$ 559,188
California State Economic Recovery Series A 5.25% 7/1/21-19§	260,000	305,801
Gila County, Arizona Unified School District No. 10 (Payson School Improvement Project of 2006) Series A 5.25% 7/1/27-17 (AMBAC)§	500,000	551,580
Illinois Finance Authority Revenue (Silver Cross & Medical Centers) 7.00% 8/15/44-19§	950,000	1,184,241
University Medical Center, Tucson, Arizona Hospital Revenue 6.50% 7/1/39-19§	500,000	608,425
		5,921,888
Special Tax Revenue Bonds 18.78%		
Anne Arundel County, Maryland Special Obligation Revenue (National Business Park - North Project) 6.10% 7/1/40	200,000	214,166
Brooklyn Arena Local Development, New York Pilot Revenue (Barclays Center Project) 6.25% 7/15/40	940,000	1,111,165
	300,000	358,770
California Statewide Communities Development Authority Revenue (Statewide Inland Regional Center Project) 5.375% 12/1/37	500,000	528,545
Celebration Pointe Community Development District, Florida 5.00% 5/1/34	500,000	511,885
Guam Government Business Privilege Tax Revenue		

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Special Tax Revenue Bonds (continued)		
Guam Government Business Privilege Tax Revenue		
Series A 5.00% 1/1/22	775,000	\$ 903,526
Series B-1 5.00% 1/1/42	540,000	590,668
Massachusetts Bay Transportation Authority Senior		
Series A 5.25% 7/1/29	200,000	259,710
Miami-Dade County, Florida Special Obligation (Capital Appreciation & Income) Series B		
5.00% 10/1/35 (NATL-RE)	1,000,000	1,021,540
Mosaic District, Virginia Community Development Authority Revenue		
Series A 6.875% 3/1/36	520,000	602,420
New Jersey Economic Development Authority Revenue		
5.00% 6/15/28	200,000	221,746
5.00% 6/15/29	800,000	881,152
(School Facilities Construction)		
Series AA 5.50% 12/15/29	900,000	995,355
New York City, New York Industrial Development Agency Civic Facility Revenue (YMCA of Greater New York Project)		
5.00% 8/1/36	595,000	621,335
New York State Dormitory Authority Series A		
5.00% 3/15/33	1,000,000	1,167,950
(State Personal Income Tax Revenue-Education)		
Series A 5.00% 3/15/38	570,000	642,966
Northampton County, Pennsylvania Industrial Development Authority Revenue		
(Route 33 Project)		
7.00% 7/1/32	230,000	253,189
Peoria, Arizona Municipal Development Authority Sales Tax & Excise Shared Revenue (Senior Lien & Subordinate Lien)		
5.00% 1/1/18	1,085,000	1,202,733
		Value
	Principal Amount^o	(U.S. \$)
Municipal Bonds (continued)		
Special Tax Revenue Bonds (continued)		
Regional Transportation District, Colorado Tax Revenue (Denver Transit Partners)		
6.00% 1/15/41	500,000	\$ 575,205

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Wyandotte County, Kansas City, Kansas Unified Government Special Obligation Revenue (Capital Appreciation) Sales Tax Subordinate Lien 6.07% 6/1/21 ^	95,000	68,645
		12,732,671
State General Obligation Bonds 3.90%		
California State 5.25% 11/1/40 (Various Purposes)	320,000	377,456
5.00% 10/1/41	440,000	500,245
5.00% 10/1/44	440,000	508,341
6.00% 4/1/38	105,000	124,899
State of New York Series A 5.00% 2/15/39	300,000	339,369
State of Oregon Series K 5.00% 5/1/22	500,000	611,055
State of Washington (Various Purposes) Series R-2010A 5.00% 1/1/17	170,000	183,280
		2,644,645
Transportation Revenue Bonds 28.58%		
Central Texas Regional Mobility Authority Revenue Senior Lien		
6.00% 1/1/41	520,000	607,781
City of Atlanta, Georgia Department of Aviation Series B 5.00% 1/1/29	1,000,000	1,167,110
City of Chicago, Illinois O Hare International Airport Revenue (General-Senior Lien) Series D 5.25% 1/1/34	1,000,000	1,148,550
Maryland State Economic Development Revenue (Transportation Facilities Project) Series A 5.75% 6/1/35	255,000	276,866

(continues)

21

Table of Contents

Schedules of investments

Delaware Investments® National Municipal Income Fund

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Transportation Revenue Bonds (continued)		
Metropolitan Transit Authority of Harris County, Texas Series A 5.00% 11/1/24	500,000	\$ 595,135
Metropolitan Transportation Authority, New York Series A 5.00% 11/15/41	500,000	561,780
Metropolitan Washington D.C. Airports Authority Dulles Toll Road Revenue (First Senior Lien) Series A 5.25% 10/1/44	245,000	276,568
New Jersey State Turnpike Authority Revenue Series A 5.00% 1/1/27	1,000,000	1,167,700
New Orleans, Louisiana Aviation Board Series B 5.00% 1/1/45 (AMT)	1,000,000	1,110,730
New York Liberty Development Revenue (1 World Trade Center Port Authority Construction) 5.00% 12/15/41	500,000	569,425
North Texas Tollway Authority (Toll 2nd Tier) Series F 5.75% 1/1/38	1,100,000	1,215,093
North Texas Tollway Authority Special Projects System Series A 5.00% 9/1/20	250,000	295,160
Pennsylvania Economic Development Financing Authority (PA Bridges Finco LP) 5.00% 12/31/38	620,000	679,818
Pennsylvania Turnpike Commission Series A-1 5.00% 12/1/43	500,000	558,860
Pennsylvania Turnpike Commission Subordinate (Special Motor License Foundation) 5.00% 12/1/22	500,000	584,760
Series B 5.00% 12/1/41	500,000	555,210
Port Authority of Allegheny County, Pennsylvania 5.75% 3/1/29	900,000	1,072,395
Port Authority of New York & New Jersey Special Project (JFK International Air Terminal)		
	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Transportation Revenue Bonds (continued)		
Port Authority of New York & New Jersey Special Project 6.00% 12/1/42	230,000	\$ 271,478

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

6.50% 12/1/28	500,000	519,110
St. Louis, Missouri Airport Revenue (Lambert St. Louis International)		
5.00% 7/1/32 (AMT)	1,000,000	1,069,480
Series A-1 6.625% 7/1/34	325,000	381,807
State of Oregon Department of Transportation Series A		
5.00% 11/15/26	1,000,000	1,222,200
Texas Private Activity Bond Surface Transportation Corporate Senior Lien Revenue (LBJ Infrastructure)		
7.00% 6/30/40	285,000	347,404
7.50% 6/30/33	665,000	830,206
(Mobility Partners)		
7.50% 12/31/31	500,000	612,295
(NTE Mobility Partners)		
6.75% 6/30/43 (AMT)	225,000	276,246
6.875% 12/31/39	1,000,000	1,196,730
7.00% 12/31/38 (AMT)	165,000	206,575
		19,376,472
Water & Sewer Revenue Bonds 3.81%		
County of Jefferson, Alabama Sewer Revenue (Sub Lien Warrants)		
Series D 6.50% 10/1/53	500,000	583,940
New York City Water & Sewer System, New York (2nd Generation Fiscal 2013) Series CC 5.00% 6/15/47	345,000	392,020
Phoenix, Arizona Civic Improvement Wastewater Systems Revenue (Junior Lien)		
Series A 5.00% 7/1/39	900,000	1,013,571

Table of Contents

	Principal Amount^o	Value (U.S. \$)
Municipal Bonds (continued)		
Water & Sewer Revenue Bonds (continued)		
San Francisco, California City & County Public Utilities Commission Water Revenue Series F 5.00% 11/1/27	500,000	\$ 596,135
		2,585,666
Total Municipal Bonds (cost \$87,444,887)		95,908,653
Short-Term Investment 0.74%		
Variable Rate Demand Note 0.74% [⌘]		
Colorado Educational & Cultural Facilities Authority Series PG-B-4 (National Jewish Federation Board) 0.01% 12/1/35 (TD Bank N.A.)	500,000	\$ 500,000
Total Short-Term Investment (cost \$500,000)		500,000
Total Value of Securities 142.19% (cost \$87,944,887)		\$ 96,408,653

Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. At March 31, 2015, the aggregate value of Rule 144A securities was \$145,394, which represents 0.21% of the Fund's net assets. See Note 7 in Notes to financial statements.

⌘ 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 such instrument. The rate shown is the rate as of March 31, 2015.

^o Principal amount shown is stated in U.S. dollars unless noted that the security is denominated in another currency.

[^] Zero coupon security. The rate shown is the yield at the time of purchase.

§ Pre-refunded bonds. Municipal bonds that are generally backed or secured by U.S. Treasury bonds. For pre-refunded bonds, the stated maturity is followed by the year in which the bond is pre-refunded. See Note 7 in

Notes to financial statements.

Summary of abbreviations:

AMBAC Insured by AMBAC Assurance Corporation

AMT Subject to Alternative Minimum Tax

NATL-RE Insured by National Public Finance Guarantee Corporation

See accompanying notes, which are an integral part of the financial statements.

Table of Contents**Statements of assets and liabilities****Delaware Investments® Closed-End Municipal Bond Funds**

March 31, 2015

	Delaware Investments Colorado Municipal Income Fund, Inc.	Delaware Investments Minnesota Municipal Income Fund II, Inc.	Delaware Investments National Municipal Income Fund
Assets:			
Investments, at value ¹	\$ 103,721,521	\$ 244,458,578	\$ 95,908,653
Short-term investments, at value ²	400,000		500,000
Cash	1,487,762		
Interest income receivable	1,365,164	3,564,048	1,349,444
Receivables for securities sold			5,074
Offering cost for preferred shareholders	92,368	165,260	140,203
Total assets	107,066,815	248,187,886	97,903,374
Liabilities:			
Cash overdraft		742,208	9,142
Liquidation value of preferred stock	30,000,000	75,000,000	30,000,000
Payable for securities purchased	1,764,767		
Audit fees payable	37,314	37,582	37,314
Investment management fees payable	35,639	83,776	33,121
Other affiliates payable	2,104	4,756	2,503
Other accrued expenses	769	39,127	17,246
Directors /Trustees fees and expenses payable	192	441	173
Total liabilities	31,840,785	75,907,890	30,099,499
Total Net Assets Applicable to Common Shareholders	\$ 75,226,030	\$ 172,279,996	\$ 67,803,875
Net Assets Applicable to Common Shareholders Consist of:			
Paid-in capital (\$0.001 par value) ^{3,4}	\$ 66,918,121	\$ 157,931,075	\$ 60,617,476
Undistributed net investment income	929,143	1,085,104	512,431
Accumulated net realized loss on investments	(1,494,888)	(1,668,610)	(1,789,798)
Net unrealized appreciation of investments	8,873,654	14,932,427	8,463,766
Total Net Assets Applicable to Common Shareholders	\$ 75,226,030	\$ 172,279,996	\$ 67,803,875

Table of Contents**Statements of operations****Delaware Investments® Closed-End Municipal Bond Funds**

Year ended March 31, 2015

	Delaware Investments Colorado Municipal Income Fund, Inc.	Delaware Investments Minnesota Municipal Income Fund II, Inc.	Delaware Investments National Municipal Income Fund
Investment Income:			
Interest	\$ 4,468,215	\$ 9,761,537	\$ 4,275,137
Expenses:			
Management fees	413,636	980,995	384,433
Interest expense	374,129	935,323	374,129
Rating agency fees	51,165	43,778	45,372
Audit and tax	45,137	52,303	40,775
Offering costs	40,176	84,939	55,053
Accounting and administration expenses	33,865	80,325	31,474
Dividend disbursing and transfer agent fees and expenses	29,708	68,085	32,255
Reports and statements to shareholders	23,401	43,303	28,316
Legal fees	21,658	59,905	38,116
Custodian fees	3,685	8,333	3,261
Directors /Trustees fees and expenses	3,358	7,757	2,993
Stock exchange fees	1,190	2,737	1,073
Registration fees	1,148	1,708	1,148
Other	10,300	21,152	16,878
Total operating expenses	1,052,556	2,390,643	1,055,276
Net Investment Income	3,415,659	7,370,894	3,219,861
Net Realized and Unrealized Gain:			
Net realized gain on investments	286,449	51,853	622,465
Net change in unrealized appreciation (depreciation) of investments	5,080,978	7,966,822	4,922,383
Net Realized and Unrealized Gain	5,367,427	8,018,675	5,544,848
Net Increase in Net Assets Resulting from Operations	\$ 8,783,086	\$ 15,389,569	\$ 8,764,709

See accompanying notes, which are an integral part of the financial statements.

Table of Contents**Statements of changes in net assets****Delaware Investments® Closed-End Municipal Bond Funds**

	Delaware Investments Colorado Municipal Income Fund, Inc. Year ended	
	3/31/15	3/31/14
Increase (Decrease) in Net Assets from Operations:		
Net investment income	\$ 3,415,659	\$ 3,388,364
Net realized gain (loss)	286,449	(1,803,532)
Net change in unrealized appreciation (depreciation)	5,080,978	(2,742,772)
Net increase (decrease) in net assets resulting from operations	8,783,086	(1,157,940)
Dividends and Distributions to Common Shareholders from:		
Net investment income	(3,337,599)	(3,337,599)
Net realized gain		(72,556)
	(3,337,599)	(3,410,155)
Net Increase (Decrease) in Net Assets Applicable to Common Shareholders	5,445,487	(4,568,095)
Net Assets Applicable to Common Shareholders:		
Beginning of year	69,780,543	74,348,638
End of year	\$ 75,226,030	\$ 69,780,543
Undistributed net investment income	\$ 929,143	\$ 854,468

	Delaware Investments Minnesota Municipal Income Fund II, Inc. Year ended	
	3/31/15	3/31/14
Increase (Decrease) in Net Assets from Operations:		
Net investment income	\$ 7,370,894	\$ 7,451,908
Net realized gain (loss)	51,853	(1,865,333)
Net change in unrealized appreciation (depreciation)	7,966,822	(7,344,025)
Net increase (decrease) in net assets resulting from operations	15,389,569	(1,757,450)

Dividends and Distributions to Common Shareholders from:

Net investment income	(7,708,333)	(7,938,433)
Net realized gain		(1,334,577)

	(7,708,333)	(9,273,010)
--	-------------	-------------

Net Increase (Decrease) in Net Assets Applicable to Common Shareholders	7,681,236	(11,030,460)
--	-----------	--------------

Net Assets Applicable to Common Shareholders:

Beginning of year	164,598,760	175,629,220
-------------------	-------------	-------------

End of year	\$ 172,279,996	\$ 164,598,760
-------------	----------------	----------------

Undistributed net investment income	\$ 1,085,104	\$ 1,435,077
-------------------------------------	--------------	--------------

Table of Contents

	Delaware Investments National Municipal Income Fund Year ended	
	3/31/15	3/31/14
Increase (Decrease) in Net Assets from Operations:		
Net investment income	\$ 3,219,861	\$ 3,213,761
Net realized gain (loss)	622,465	(2,041,010)
Net change in unrealized appreciation (depreciation)	4,922,383	(3,307,566)
Net increase (decrease) in net assets resulting from operations	8,764,709	(2,134,815)
Dividends and Distributions to Common Shareholders from:		
Net investment income	(3,486,901)	(3,215,195)
	(3,486,901)	(3,215,195)
Net Increase (Decrease) in Net Assets Applicable to Common Shareholders	5,277,808	(5,350,010)
Net Assets Applicable to Common Shareholders:		
Beginning of year	62,526,067	67,876,077
End of year	\$ 67,803,875	\$ 62,526,067
Undistributed net investment income	\$ 512,431	\$ 785,029

See accompanying notes, which are an integral part of the financial statements.

Table of Contents**Statements of cash flows****Delaware Investments® Closed-End Municipal Bond Funds**

Year ended March 31, 2015

	Delaware Investments Colorado Municipal Income Fund, Inc.	Delaware Investments Minnesota Municipal Income Fund II, Inc.	Delaware Investments National Municipal Income Fund
Net Cash Provided by (Used for) Operating Activities:			
Net increase in net assets resulting from operations	\$ 8,783,086	\$ 15,389,569	\$ 8,764,709
Adjustments to reconcile net increase in net assets from operations to cash provided by (used for) operating activities:			
Amortization of premium and accretion of discount on investments	336,825	1,743,703	437,144
Amortization of offering costs for preferred shareholders	56,757	101,551	71,675
Purchase of investment securities	(10,553,160)	(18,970,122)	(24,900,777)
Proceeds from disposition of investment securities	10,007,455	17,553,033	25,473,714
(Purchase of) proceeds from short-term investment securities, net	(400,000)		
Net realized gain on investments	(286,449)	(51,853)	(622,465)
Net change in net unrealized appreciation (depreciation) of investments	(5,080,978)	(7,966,822)	(4,922,383)
Decrease in receivable for securities sold		73,001	5,074
Increase (decrease) in interest receivable	44,811	(39,027)	(14,981)
Increase (decrease) in payable for securities purchased	1,764,767		(1,107,900)
Increase in investment management fees payable	1,838	2,440	1,757
Decrease in Directors /Trustees fees and expenses payable	(3)	(24)	(3)
Increase in audit fees payable	3,779	4,047	3,779
Decrease in other affiliates payable	(524)	(794)	(1,746)
Increase (decrease) in other accrued expenses	(4,252)	(3,661)	7,799
Total adjustments	(4,109,134)	(7,554,528)	(5,569,313)
Net cash provided by operating activities	4,673,952	7,835,041	3,195,396
Cash Flows Used for Financing Activities:			
Cash dividends and distributions paid to common shareholders	(3,337,599)	(7,708,333)	(3,486,901)

Edgar Filing: Delaware Investments National Municipal Income Fund - Form N-CSR

Net cash used for financing activities	(3,337,599)	(7,708,333)	(3,486,901)
Net increase (decrease) in cash	1,336,353	126,708	(291,505)
Cash at beginning of year	151,409	(868,916)	282,363
Cash at end of year	\$ 1,487,762	\$ (742,208)	\$ (9,142)
Cash paid for interest on leverage	\$ 374,129	\$ 935,323	\$ 374,129

See accompanying notes, which are an integral part of the financial statements.

Table of Contents**Financial highlights****Delaware Investments® Colorado Municipal Income Fund, Inc.**

Selected data for each share of the Fund outstanding throughout each period were as follows:

	Year ended				
	3/31/15	3/31/14	3/31/13	3/31/12	3/31/11
Net asset value, beginning of period	\$ 14,430	\$ 15,370	\$ 15,010	\$ 13,370	\$ 13,990
Income (loss) from investment operations:					
Net investment income ¹	0.706	0.700	0.733	0.638	0.601
Net realized and unrealized gain (loss)	1.104	(0.935)	0.416	1.582	(0.651)
Total from investment operations	1.810	(0.235)	1.149	2.220	(0.050)
Less dividends and distributions to common shareholders from:					
Net investment income	(0.690)	(0.690)	(0.690)	(0.580)	(0.570)
Net realized gain		(0.015)	(0.099)		
Total dividends and distributions	(0.690)	(0.705)	(0.789)	(0.580)	(0.570)
Net asset value, end of period	\$ 15,550	\$ 14,430	\$ 15,370	\$ 15,010	\$ 13,370
Market value, end of period	\$ 14,350	\$ 13,330	\$ 14,840	\$ 14,600	\$ 12,450
Total investment return based on:²					
Market value	13.01%	(5.25%)	6.92%	22.41%	(3.00%)
Net asset value	13.12%	(0.97%)	7.71%	17.19%	(0.30%)
Ratios and supplemental data:					
Net assets applicable to common shares, end of period (000 omitted)	\$ 75,226	\$ 69,781	\$ 74,349	\$ 72,613	\$ 64,689
Ratio of expenses to average net assets applicable to common shareholders ³	1.43%	1.49%	1.44%	0.95%	0.56%
Ratio of net investment income to average net assets applicable to common shareholders ⁴	4.65%	4.90%	4.72%	4.46%	4.31%
Portfolio turnover	14%	26%	8%	64%	10%
Leverage analysis:					
Value of preferred shares outstanding (000 omitted) ⁵	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$

Net asset coverage per share of preferred shares, end of period ⁵	\$ 350,753	\$ 332,602	\$ 347,829	\$ 342,045	\$
Liquidation value per share of preferred shares ⁵	\$ 100,000	\$ 100,000	\$ 100,000 ⁶	\$ 100,000 ⁶	\$

¹ Net investment income is reduced by dividends paid to preferred shareholders from net investment income of \$0.077, \$0.078, \$0.079, and \$0.031 per share for the years ended March 31, 2015, 2014, 2013 and 2012, respectively, and from realized capital gains of \$0.002, \$0.006 and \$0.000 per share for the years ended March 31, 2014, 2013, and 2012, respectively.

² Total investment return is calculated assuming a purchase of common stock on the opening of the first day and a sale on the closing of the last day of each period reported. Dividends and distributions, if any, are assumed for the purposes of this calculation to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Generally, total investment return based on net asset value will be higher than total investment return based on market value in periods where there is an increase in the discount or a decrease in the premium of the market value to the net asset value from the beginning to the end of such periods. Conversely, total investment return based on net asset value will be lower than total investment return based on market value in periods where there is a decrease in the discount or an increase in the premium of the market value to the net asset value from the beginning to the end of such periods.

³ The ratio of expenses to average net assets applicable to common shareholders excluding interest expense for the years ended March 31, 2015, 2014, 2013 and 2012 were 0.92%, 0.94%, 0.89% and 0.73%, respectively. There was no interest expense for the years ended March 31, 2011 and 2010.

⁴ The ratio of net investment income excluding interest expense for the years ended March 31, 2015, 2014, 2013 and 2012 were 5.16%, 5.45%, 5.27% and 4.68%, respectively. There was no interest expense for the years ended March 31, 2011 and 2010.

⁵ In November 2011, the Fund issued a new series of 300 variable rate preferred shares, with a liquidation preference of \$100,000 per share.

⁶ Excluding any accumulated but unpaid dividends.

See accompanying notes, which are an integral part of the financial statements.

(continues)

29

Table of Contents**Financial highlights****Delaware Investments® Minnesota Municipal Income Fund II, Inc.**

Selected data for each share of the Fund outstanding throughout each period were as follows:

	Year ended				
	3/31/15	3/31/14	3/31/13	3/31/12	3/31/11
Net asset value, beginning of period	\$ 14.310	\$ 15.270	\$ 14.940	\$ 13.700	\$ 14.060
Income (loss) from investment operations:					
Net investment income ¹	0.641	0.648	0.715	0.640	0.612
Net realized and unrealized gain (loss)	0.689	(0.802)	0.345	1.180	(0.402)
Total from investment operations	1.330	(0.154)	1.060	1.820	0.210
Less dividends and distributions to common shareholders from:					
Net investment income	(0.670)	(0.690)	(0.690)	(0.580)	(0.570)
Net realized gain		(0.116)	(0.040)		
Total dividends and distributions	(0.670)	(0.806)	(0.730)	(0.580)	(0.570)
Net asset value, end of period	\$ 14.970	\$ 14.310	\$ 15.270	\$ 14.940	\$ 13.700
Market value, end of period	\$ 13.850	\$ 13.340	\$ 15.630	\$ 14.230	\$ 12.600
Total investment return based on:²					
Market value	8.97%	(9.26%)	15.18%	17.95%	3.32%
Net asset value	9.80%	(0.36%)	7.18%	13.90%	1.80%
Ratios and supplemental data:					
Net assets applicable to common shares, end of period (000 omitted)	\$ 172,280	\$ 164,599	\$ 175,629	\$ 171,835	\$ 157,655
Ratio of expenses to average net assets applicable to common shareholders ³	1.40%	1.51%	1.40%	0.93%	0.56%
Ratio of net investment income to average net assets applicable to common shareholders ⁴	4.33%	4.54%	4.65%	4.44%	4.35%
Portfolio turnover	10%	17%	24%	44%	9%
Leverage analysis:					
Value of preferred shares outstanding (000 omitted) ⁵	\$ 75,000	\$ 75,000	\$ 75,000		