

DNP SELECT INCOME FUND INC
Form N-Q
November 18, 2013

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

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

Investment Company Act file number 811-4915

DNP Select Income Fund Inc.

(Exact name of registrant as specified in charter)

200 South Wacker Drive, Suite 500, Chicago, Illinois 60606

(Address of principal executive offices) (Zip code)

Alan M. Meder	Lawrence R. Hamilton
DNP Select Income Fund Inc.	Mayer Brown LLP
200 South Wacker Drive, Suite 500	71 South Wacker Drive
Chicago, Illinois 60606	Chicago, Illinois 60606

(Name and address of agents for service)

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

Date of fiscal year end: December 31

Date of reporting period: September 30, 2013

Item 1. Schedule of Investments.

See the Statement of Net Assets below.

DNP SELECT INCOME FUND INC.
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2013
(Unaudited)

COMMON STOCKS & MLP
INTERESTS--114.2%

Shares	Description	Value (Note 1)
	ELECTRIC, GAS AND WATER--83.8%	
1,500,000	Alliant Energy Corp.(a)(b) \$	74,325,000
1,500,000	Ameren Corp.	52,260,000
1,000,000	American Water Works Co.	41,280,000
2,500,000	CMS Energy Corp.(a)(b)	65,800,000
3,071,300	CenterPoint Energy Inc.(a)(b)	73,619,061
640,000	DTE Energy Co.(a)	42,227,200
1,400,000	Dominion Resources, Inc.(a)(b)	87,472,000
1,600,000	Enbridge Inc. (Canada)(a)(b)	66,784,000
850,000	Entergy Corp.(a)	53,711,500
1,000,000	Exelon Corp.(a)(b)	29,640,000
1,185,000	FirstEnergy Corp.(a)(b)	43,193,250
500,000	Great Plains Energy Inc.(a)(b)	11,100,000
900,000	Kinder Morgan Inc.(a)(b)	32,013,000
188,673	National Grid PLC ADR (United Kingdom)	11,141,141
4,796,214	National Grid PLC (United Kingdom)	56,737,823
1,000,000	NextEra Energy, Inc.(a)(b)	80,160,000
2,000,000	NiSource Inc.(a)(b)	61,780,000
2,000,000	Northeast Utilities Inc.(a)(b)	82,500,000
800,000	Northwest Natural Gas Co.(a)	33,584,000
1,500,000	PPL Corp.(a)	45,570,000
2,000,000	Pepco Holdings Inc.(a)	36,920,000
1,000,000	Piedmont Natural Gas Co.	32,880,000
1,500,000	Pinnacle West Capital Corp.(a)(b)	82,110,000
1,800,000	Public Service Enterprise Group Inc.(a)	59,274,000

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1,900,000	Questar Corp.(a)(b)	42,731,000
1,000,000	Sempra Energy(a)	85,600,000
1,500,000	Southern Co.(a)(b)	61,770,000
1,915,000	Spectra Energy Corp.(a)(b)	65,550,450
3,000,000	TECO Energy Inc.(a)(b)	49,620,000
1,000,000	TransCanada Corp. (Canada)(a)	43,940,000
1,200,000	UNS Energy Corp.(a)	55,944,000
1,500,000	Vectren Corp.(a)(b)	50,025,000
1,000,000	WGL Holdings Inc.	42,710,000
2,000,000	Westar Energy Inc.(a)	61,300,000
1,650,000	The Williams Companies, Inc.(a)	59,994,000
600,000	Wisconsin Energy Corp.	24,228,000
2,700,000	Xcel Energy Inc.(a)(b)	74,547,000
		1,974,041,425

The accompanying notes are an integral part of this financial statement.

DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS — (Continued)
 SEPTEMBER 30, 2013
 (Unaudited)

Shares	Description	Value (Note 1)
OIL & GAS STORAGE, TRANSPORTATION AND PRODUCTION--15.3%		
466,800	Access Midstream Partners LP	\$ 22,551,108
321,000	Atlas Pipeline Partners LP	12,454,800
203,000	DCP Midstream Partners LP	10,080,980
559,000	El Paso Pipelines Partners LP	23,600,980
684,000	Enbridge Energy Partners LP	20,827,800
348,000	Energy Transfer Equity LP	22,891,440
383,000	Enterprise Products Partners LP	23,378,320
316,000	EQT Midstream Partners LP	15,556,680
282,000	Genesis Energy LP	14,119,740
242,000	Kinder Morgan Energy Partners LP	19,318,860
228,000	Linn Energy LLC	5,909,760
470,090	Magellan Midstream Partners LP	26,527,179
295,500	MarkWest Energy Partners LP	21,343,965
200,000	ONEOK Partners LP	10,602,000
475,610	Plains All American Pipeline LP	25,045,623
268,000	Spectra Energy Partners LP	11,759,840
162,000	Sunoco Logistics Partners LP	10,764,900
392,000	Targa Resources Partners LP	20,176,240
294,000	Western Gas Partners LP	17,678,220
483,000	Williams Partners LP	25,541,040
		360,129,475
TELECOMMUNICATION--15.1%		
1,708,260	AT&T Inc.(a)(b)	57,773,353
939,200	BCE Inc. (Canada)(a)	40,103,840
1,600,000	CenturyLink Inc.(a)(b)	50,208,000
1,000,000	France Telecom SA (France)	12,546,989
3,518,491	Frontier Communications Corp.(a)(b)	14,672,107
1,515,800	Telus Corp. (Canada)	50,344,792
1,380,000	Verizon Communications Inc.(a)	64,390,800
941,030	Vodafone Group PLC ADR (United Kingdom)	33,105,435
4,000,000	Windstream Holdings, Inc.	32,000,000
		355,145,316
	Total Common Stocks (Cost--\$2,254,620,666)	2,689,316,216
PREFERRED STOCKS--1.7%		
NON-UTILITY--1.7%		
100,000	Public Storage 6 7/8% Series O Perpetual	2,540,000

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600,000 Realty Income Corp. 6 5/8% Series F Perpetual	14,538,000
400,000 Regency Centers Corp. 6 5/8% Series 6 Perpetual	9,360,000
234,900 Vornado Realty Trust 6 5/8% Series G Perpetual	5,637,600
350,000 Vornado Realty Trust 6 5/8% Series I Perpetual	8,519,000
	40,594,600
Total Preferred Stocks (Cost--\$41,261,811)	40,594,600

The accompanying notes are an integral part of this financial statement.

DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS — (Continued)
 SEPTEMBER 30, 2013
 (Unaudited)

BONDS--25.2%

Par Value	Description	Value (Note 1)
	ELECTRIC, GAS AND WATER--18.9%	
\$ 15,000,000	American Water Capital Corp. 6.085%, due 10/15/17(a)	\$ 17,322,195
22,000,000	Arizona Public Service Co. 6 7/8%, due 8/01/36(a)	26,899,444
10,450,000	Atmos Energy Corp. 8 1/2%, due 3/15/19(a)	13,468,869
11,000,000	Cleveland Electric Illuminating Co. 8 7/8%, due 11/15/18(a)	14,125,254
6,750,000	Commonwealth Edison Company 6.95%, due 7/15/18	7,957,582
15,305,000	Consolidated Edison Co. of New York 7 1/8%, due 12/01/18(a)	19,052,123
9,354,000	Dominion Resources Inc. 6.40%, due 6/15/18(a)	11,092,020
10,000,000	DPL Capital Trust II 8 1/8%, due 9/01/31	9,475,620
4,125,000	Duke Energy Corp. 6.30%, due 2/01/14	4,201,746
6,488,000	Energy Transfer Partners 7.60%, due 2/01/24	7,878,223
8,850,000	Energy Transfer Partners 8 1/4%, due 11/15/29	10,739,121
5,000,000	Entergy Louisiana LLC 6.30%, due 9/01/35	4,994,020
20,000,000	Entergy Texas Inc. 7 1/8%, due 2/01/19(a)(b)	23,746,360
5,000,000	Enterprise Products Operating LLC 6 1/2%, due 1/31/19	5,935,010
12,826,000	EQT Corp. 8 1/8%, due 6/01/19(a)	15,579,614
14,376,000	Exelon Generation Co. LLC 6.20%, due 10/01/17(a)	16,495,410
15,060,000	FPL Group Capital Inc. 7 7/8%, due 12/15/15(a)(b)	17,232,345
10,000,000	Georgia Power Co. 5.70%, due 6/01/17(a)	11,431,100
10,618,000	Indiana Michigan Power Co.	

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	7.00%, due 3/15/19(a)	12,753,556
8,030,000	Kinder Morgan, Inc. 6.85%, due 2/15/20	9,521,597
14,445,000	Magellan Midstream Partners, LP 6.40%, due 7/15/18(a)	17,210,250
5,000,000	Metropolitan Edison Co. 7.70%, due 1/15/19	6,097,705
12,000,000	National Fuel Gas Co. 8 3/4%, due 5/01/19(a)	15,101,040
10,000,000	National Grid PLC (United Kingdom) 6.30%, due 8/01/16	11,359,980
3,350,000	Nevada Power Co. 7 1/8%, due 3/15/19	4,160,911
10,345,000	Oncor Electric Delivery Co. LLC 7.00%, due 9/01/22(a)	12,807,493

The accompanying notes are an integral part of this financial statement.

DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS — (Continued)
 SEPTEMBER 30, 2013
 (Unaudited)

Par Value	Description	Value (Note 1)
\$ 11,000,000	ONEOK, Inc. 6.00%, due 6/15/35(a)	\$ 10,128,074
9,000,000	ONEOK Partners, LP 8 5/8%, due 3/01/19	11,364,597
5,000,000	PPL Energy Supply LLC 6 1/2%, due 5/01/18	5,659,820
14,000,000	Progress Energy Inc. 7.05%, due 3/15/19(a)	16,936,948
5,130,000	Public Service New Mexico 7 1/2%, due 8/01/18	6,080,286
5,000,000	Sempra Energy 6.15%, due 6/15/18	5,844,305
15,169,000	Sempra Energy 6 1/2%, due 6/01/16(a)	17,238,582
2,615,000	Spectra Energy 6 3/4%, due 7/15/18	3,060,910
12,940,000	Spectra Energy 6.20%, due 4/15/18	14,863,350
9,140,000	TransCanada PipeLines Ltd. (Canada) 7 1/8%, due 1/15/19	11,136,276
14,380,000	Williams Partners, LP 7 1/4%, due 2/01/17(a)	16,755,475
		445,707,211
	TELECOMMUNICATION--5.6%	
10,000,000	BellSouth Capital Funding Corp. 7 7/8%, due 2/15/30(a)	12,057,540
15,000,000	Centurytel Inc. 6 7/8%, due 1/15/28(a)	13,762,500
5,900,000	Comcast Corp. 7.05%, due 3/15/33	7,302,784
15,000,000	Koninklijke KPN NV (Netherlands) 8 3/8%, due 10/01/30(a)(b)	19,240,545
10,311,000	Rogers Wireless Inc. (Canada) 7 1/2%, due 3/15/15(a)	11,297,041
10,000,000	TCI Communications Inc. 8 3/4%, due 8/01/15(a)	11,407,910
5,000,000	TCI Communications Inc. 7 1/8%, due 2/15/28	6,351,425

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DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS — (Continued)
 SEPTEMBER 30, 2013
 (Unaudited)

Par Value	Description	Value (Note 1)
\$ 23,304,000	Time Warner Cable Inc. 7 1/2%, due 4/01/14(a)	\$ 24,064,666
15,500,000	Verizon Global Funding Corp. 7 3/4%, due 12/01/30(a)(b)	19,109,438
5,000,000	Vodafone Group PLC (United Kingdom) 7 7/8%, due 2/15/30	6,366,780
		130,960,629
	NON-UTILITY--0.7%	
8,000,000	Dayton Hudson Corp. 9 7/8%, due 7/01/20	10,985,992
200,000	Vornado Realty LP 7 7/8%, due 10/01/39	5,244,000
		16,229,992
	Total Bonds (Cost--\$575,041,432)	592,897,832
	TOTAL INVESTMENTS--141.1% (Cost--\$2,870,923,909)	3,322,808,648
	Borrowings--(36.6%)	(861,800,000)
	Other assets less liabilities--(4.5%)	(106,122,673)
	NET ASSETS APPLICABLE TO COMMON STOCK--100.0%	\$ 2,354,885,975

(a) All or a portion of this security has been segregated and made available for loan.

(b) All or a portion of this security has been loaned.

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

Note 1. Investment Valuation

The Fund's investments are carried at fair value which is defined as the price that the Fund would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market of the investment. The three-tier hierarchy of inputs established to classify fair value measurements for disclosure purposes is summarized in the three broad levels listed below.

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Level 1 - quoted prices in active markets for identical securities

Level 2 - other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spreads, credit risks, etc.)

Level 3 - significant unobservable inputs (including the Fund's own assumptions in determining fair value of investments)

DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS — (Continued)
 SEPTEMBER 30, 2013
 (Unaudited)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in these securities. For more information about the Fund's policy regarding valuation of investments and other significant accounting policies, please refer to the Fund's most recent financial statements contained in its semi-annual report. The following is a summary of the inputs used to value each of the Fund's investments at September 30, 2013:

	Level 1	Level 2
Common stocks & MLP interests	\$2,689,316,216	-
Preferred stocks	40,594,600	-
Bonds	-	\$592,897,832
Total	\$2,729,910,816	\$592,897,832

There were no Level 3 priced securities held and there were no transfers between Level 1 and Level 2 related to securities held at September 30, 2013.

Note 2. Federal Tax Cost

At December 31, 2012, the Fund's most recent fiscal tax year end, the federal tax cost of investments and aggregate gross unrealized appreciation (depreciation) were as follows:

	Unrealized Appreciation	Unrealized Depreciation	Net Unrealized Appreciation
Federal Tax Cost	\$486,125,276	(\$139,095,106)	\$347,030,170
\$2,829,584,310			

The difference between the book basis and tax basis of unrealized appreciation (depreciation) and cost of investments is primarily attributable to the tax deferral of wash sale losses, the accretion of market discount and amortization of premiums and alternative tax treatment of certain securities.

Other information regarding the Fund is available on the Fund's website at www.dnpselectincome.com or the Securities and Exchange Commission's website at www.sec.gov.

Item 2. Controls and Procedures.

(a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "1940 Act")) are effective, based on an evaluation of those controls and procedures made as of a date within 90 days of the filing date of this report as required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934.

(b) There has been no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

Exhibit 99.CERT Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) DNP SELECT INCOME FUND INC.

By

(Signature /s/ Nathan I. Partain
and Title)

Nathan I. Partain
President and Chief Executive Officer
(Principal Executive Officer)

Date November 18, 2013

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By

(Signature /s/ Nathan I. Partain
and Title)

Nathan I. Partain
President and Chief Executive Officer
(Principal Executive Officer)

Date November 18, 2013

By

(Signature /s/ ALAN M. MEDER
and Title)

Alan M. Meder
Treasurer and Assistant Secretary
(Principal Financial and Accounting Officer)

Date November 18, 2013