

DELAWARE INVESTMENTS MINNESOTA MUNICIPAL INCOME FUND II INC  
Form N-CSR  
November 26, 2008

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: 811-07420

Exact name of registrant as specified in charter:  
Delaware Investments® Minnesota Municipal Income Fund II, Inc.

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 30

Date of reporting period: September 30, 2008

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Item 1. Reports to Stockholders

Semiannual Report

Delaware  
Investments  
Closed-End  
Municipal Bond  
Funds

September 30, 2008



## Closed-end funds

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

Mutual fund advisory services provided by Delaware Management Company, a series of Delaware Management Business Trust, which is a registered investment advisor.

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## Sector/State allocations and credit quality breakdowns

As of September 30, 2008

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

### Delaware Investments Arizona Municipal Income Fund, Inc.

Sector	Percentage of Net Assets
<b>Municipal Bonds</b>	<b>152.58%</b>
Education Revenue Bonds	16.51%
Electric Revenue Bonds	9.06%
Escrowed to Maturity Bond	6.60%
Health Care Revenue Bonds	19.35%
Housing Revenue Bonds	2.65%
Lease Revenue Bonds	6.60%
Local General Obligation Bonds	14.64%
Pre-Refunded Bonds	40.92%
Special Tax Revenue Bonds	19.96%
State General Obligation Bond	0.74%
Transportation Revenue Bonds	7.63%
Water & Sewer Revenue Bonds	7.92%
<b>Total Value of Securities</b>	<b>152.58%</b>
<b>Receivables and Other Assets Net of Liabilities</b>	<b>13.00%</b>
<b>Liquidation Value of Preferred Stock</b>	<b>(65.58%)</b>
<b>Total Net Assets</b>	<b>100.00%</b>

### Credit Quality Breakdown (as a % of fixed income investments)

AAA	36.56%
AA	38.75%
A	10.69%
BBB	14.00%
<b>Total</b>	<b>100.00%</b>

### Delaware Investments Colorado Municipal Income Fund, Inc.

Sector	Percentage of Net Assets
<b>Municipal Bonds</b>	<b>146.06%</b>
Education Revenue Bonds	24.21%
Electric Revenue Bond	1.29%
Health Care Revenue Bonds	6.78%
Housing Revenue Bonds	1.93%
Lease Revenue Bonds	5.72%
Local General Obligation Bonds	13.26%
Pre-Refunded Bonds	63.58%
Special Tax Revenue Bonds	13.48%
State General Obligation Bond	3.50%
Transportation Revenue Bond	1.43%
Water & Sewer Revenue Bonds	10.88%
<b>Short-Term Investments</b>	<b>1.94%</b>
<b>Total Value of Securities</b>	<b>148.00%</b>
<b>Receivables and Other Assets Net of Liabilities</b>	<b>14.63%</b>
<b>Liquidation Value of Preferred Stock</b>	<b>(62.63%)</b>

<b>Total Net Assets</b>	<b>100.00%</b>
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Credit Quality Breakdown  
(as a % of fixed income investments)

AAA	31.80%
AA	48.81%
A	8.18%
BBB	5.57%
Not Rated	5.64%
<b>Total</b>	<b>100.00%</b>

(continues) 1

## Sector/State allocations and credit quality breakdowns

As of September 30, 2008

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

**Delaware Investments**  
**Minnesota Municipal Income Fund II, Inc.**

Sector	Percentage of Net Assets
<b>Municipal Bonds</b>	<b>144.72%</b>
Corporate-Backed Revenue Bonds	6.33%
Education Revenue Bonds	5.52%
Electric Revenue Bonds	20.98%
Escrowed to Maturity Bonds	17.90%
Health Care Revenue Bonds	14.25%
Housing Revenue Bonds	9.36%
Lease Revenue Bonds	9.56%
Local General Obligation Bonds	22.70%
Pre-Refunded Bonds	22.53%
Special Tax Revenue Bonds	4.43%
State General Obligation Bonds	3.30%
Transportation Revenue Bonds	7.86%
<b>Short-Term Investment</b>	<b>0.20%</b>
<b>Total Value of Securities</b>	<b>144.92%</b>
<b>Receivables and Other Assets Net of Liabilities</b>	<b>18.01%</b>
<b>Liquidation Value of Preferred Stock</b>	<b>(62.93%)</b>
<b>Total Net Assets</b>	<b>100.00%</b>

Credit Quality Breakdown  
(as a % of fixed income investments)

AAA	31.72%
AA	33.66%
A	18.08%
BBB	11.54%
BB	2.26%
B	0.40%
Not Rated	2.34%
<b>Total</b>	<b>100.00%</b>

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**Delaware Investments**  
**National Municipal Income Fund**

Sector	Percentage of Net Assets
<b>Municipal Bonds</b>	<b>151.63%</b>
Corporate-Backed Revenue Bonds	7.66%
Education Revenue Bonds	3.45%
Electric Revenue Bond	3.22%
Health Care Revenue Bonds	20.91%
Housing Revenue Bonds	14.78%
Lease Revenue Bonds	20.02%
Local General Obligation Bonds	9.64%
Pre-Refunded Bonds	9.05%
Special Tax Revenue Bonds	26.52%
State General Obligation Bonds	5.10%
Transportation Revenue Bonds	13.09%
Water & Sewer Revenue Bonds	18.19%
<b>Short-Term Investments</b>	<b>5.29%</b>
<b>Total Value of Securities</b>	<b>156.92%</b>
<b>Receivables and Other Assets Net of Liabilities</b>	<b>11.35%</b>
<b>Liquidation Value of Preferred Stock</b>	<b>(68.27%)</b>
<b>Total Net Assets</b>	<b>100.00%</b>

State (as a % of fixed income investments)	
Arizona	2.58%
California	2.60%
Florida	68.22%
Georgia	0.47%
Indiana	0.58%
Iowa	1.09%
Maryland	1.02%
Massachusetts	1.11%
New York	6.42%
Ohio	1.02%
Pennsylvania	1.13%
Puerto Rico	4.56%
South Carolina	0.64%
Texas	7.47%
Virginia	1.09%
<b>Total</b>	<b>100.00%</b>

Credit Quality Breakdown (as a % of fixed income investments)	
AAA	30.22%
AA	53.96%
A	9.61%
BBB	3.39%
BB	0.47%
Not Rated	2.35%
<b>Total</b>	<b>100.00%</b>

## Statements of net assets

### Delaware Investments Arizona Municipal Income Fund, Inc.

September 30, 2008 (Unaudited)

	Principal Amount	Value
<b>Municipal Bonds</b> □ <b>152.58%</b>		
Education Revenue Bonds □ 16.51%		
Arizona Board Regents System		

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Revenue (Arizona State University) Series 8-A 5.00% 6/1/18	\$ 200,000	\$ 205,154
5.00% 6/1/19	375,000	380,288
Arizona State University Certificates of Participation (Research Infrastructure Project) 5.00% 9/1/30 (AMBAC)	1,000,000	929,510
Arizona Student Loan Acquisition Authority Revenue Refunding Series A-1 5.90% 5/1/24 (AMT)	1,500,000	1,411,125
Glendale Industrial Development Authority Revenue Refunding (Midwestern University) 5.00% 5/15/31	350,000	307,741
Northern Arizona University Certificates of Participation (Northern Arizona University Research Project) 5.00% 9/1/30 (AMBAC)	1,000,000	906,010
Pima County Industrial Development Authority Educational Revenue Refunding (Tucson County Day School Project) 5.00% 6/1/37	500,000	373,045
South Campus Group Student Housing Revenue (Arizona State University -South Campus Project) 5.625% 9/1/35 (MBIA)	1,000,000	923,900
University of Puerto Rico Revenue Series Q 5.00% 6/1/36	1,000,000	857,340
		6,294,113
Electric Revenue Bonds □ 9.06%		
Salt River Project Agricultural Improvement & Power District Electric System Revenue (Salt River Project) Series A 5.00% 1/1/16	500,000	530,855
5.00% 1/1/31	1,765,000	1,696,147
Series B 5.00% 1/1/25	1,250,000	1,225,388
		3,452,390
Escrowed to Maturity Bond □ 6.60%		
Puerto Rico Commonwealth Infrastructure Financing Authority Series A 5.50% 10/1/40	2,500,000	2,517,150
		2,517,150
Health Care Revenue Bonds □ 19.35%		
Arizona Health Facilities Authority Revenue (Banner Health) Series D 5.50% 1/1/21	500,000	487,780
Glendale Industrial Development Authority Hospital Refunding Revenue (John C. Lincoln Health) 5.00% 12/1/42	1,500,000	1,158,975
Maricopa County Industrial Development Authority Revenue (Catholic Healthcare West) Series A 5.25% 7/1/32	400,000	349,456
5.50% 7/1/26	430,000	403,099
Scottsdale Industrial Development Authority Hospital Revenue Refunding (Scottsdale Healthcare) Series A 5.25% 9/1/30	500,000	439,650
Show Low Industrial Development Authority Hospital Revenue (Navapache Regional Medical Center) Series A 5.50% 12/1/17 (ACA)	1,600,000	1,537,744
University Medical Center Hospital Revenue 5.00% 7/1/33	1,000,000	800,920
5.00% 7/1/35	500,000	397,445

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Yavapai County Industrial Development Authority Revenue (Yavapai Regional Medical Center) Series A 5.25% 8/1/21 (RADIAN)	2,000,000	1,802,160
		7,377,229
<b>Housing Revenue Bonds □ 2.65%</b>		
Phoenix Industrial Development Authority Single Family Statewide Revenue Series A 5.35% 6/1/20 (GNMA) (FNMA) (FHLMC) (AMT)	435,000	414,634
Series C 5.30% 4/1/20 (GNMA) (FNMA) (FHLMC) (AMT)	370,000	371,746
Pima County Industrial Development Authority Single Family Mortgage Revenue Series A-1 6.125% 11/1/33 (GNMA) (FNMA) (FHLMC) (AMT)	40,000	40,301
Puerto Rico Housing Finance Authority Sub-Cap Foundation Modernization 5.50% 12/1/18	175,000	182,250
		1,008,931
<b>Lease Revenue Bonds □ 6.60%</b>		
Arizona Game & Fishing Department & Commission Beneficial Interest Certificates (AGF Administration Building Project) 5.00% 7/1/26	640,000	581,018
Coconino County Unified School District #8 (Page Impact Aid Revenue Project of 2004) Series A 5.00% 7/1/15 (MBIA)	1,000,000	1,043,820
Nogales Development Authority Municipal Facilities Revenue 5.00% 6/1/30 (AMBAC)	500,000	423,165
Prescott Valley Municipal Property 5.00% 1/1/27 (FGIC)	500,000	468,650
		2,516,653

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	Principal Amount	Value
<b>Municipal Bonds (continued)</b>		
<b>Local General Obligation Bonds □ 14.64%</b>		
Coconino & Yavapai Counties Joint Unified School District #9 (Sedona Oak Creek Project 2007) Series A 4.25% 7/1/20 (FSA)	\$ 900,000	\$ 851,607
Gila County Unified School District #10 (Payson Step Coupon Project of 2006) Series A 1.00% 7/1/27 (AMBAC)	500,000	449,260
Maricopa County School District #6 (Washington Elementary) Refunding Series A 5.375% 7/1/13 (FSA) (School Improvement Project of 2001) Series B 5.00% 7/1/17 (FSA)	3,000,000	3,238,710
	1,000,000	1,040,920
		5,580,497
<b>§Pre-Refunded Bonds □ 40.92%</b>		
Arizona School Facilities Board Certificates of Participation Series B 5.25% 9/1/19-14 (FSA)	1,000,000	1,087,680

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Arizona School Facilities Board Revenue (State School Improvement) Series 2001 5.00% 7/1/19-11 (State School Trust) Series A 5.75% 7/1/18-14 (AMBAC)	2,000,000	2,108,360
Arizona Water Infrastructure Finance Authority Revenue (Water Quality) Series A 5.05% 10/1/20-11	1,500,000	1,588,335
Oro Valley Municipal Property Excise Tax 5.00% 7/1/20-11 (FGIC)	1,000,000	1,063,410
Phoenix Civic Improvement Excise Tax (Senior Lien Municipal Courthouse Project) Series A 5.25% 7/1/24-09	1,000,000	1,029,660
Puerto Rico Commonwealth Public Improvement Revenue Series A 5.125% 7/1/31-11	250,000	264,775
Puerto Rico Highway & Transportation Authority Series D 5.00% 7/1/32-12 (FSA)	3,475,000	3,712,759
Scottsdale Industrial Development Authority Hospital Revenue (Scottsdale Healthcare) 5.80% 12/1/31-11	1,000,000	1,089,680
Southern Arizona Capital Facilities Finance (University of Arizona Project) 5.00% 9/1/23-12 (MBIA)	1,150,000	1,225,440
University of Arizona Certificates of Participation (University of Arizona Project) Series B 5.125% 6/1/22-12 (AMBAC)	500,000	532,965
Virgin Islands Public Finance Authority Revenue (Gross Receipts Tax Loan Note) Series A 6.125% 10/1/29-10 (ACA)	1,250,000	1,340,575
		15,598,609
<b>Special Tax Revenue Bonds □ 19.96%</b>		
Arizona State Transportation Board Excise Tax Revenue (Maricopa County Regional Area Road Foundation) 5.00% 7/1/19	750,000	761,100
Arizona Tourism & Sports Authority (Multipurpose Stadium Facilities) Series A 5.00% 7/1/31 (MBIA)	1,000,000	905,390
Flagstaff Aspen Place Sawmill Improvement District 5.00% 1/1/32	385,000	350,943
Glendale Municipal Property Series A 5.00% 7/1/33 (AMBAC)	3,000,000	2,844,809
Marana Tangerine Farm Road Improvement District Revenue 4.60% 1/1/26	1,000,000	809,020
Peoria Municipal Development Authority Sales Tax & Excise Shared Revenue (Senior Lien & Sub Lien) 5.00% 1/1/18	1,085,000	1,114,035
Queen Creek Improvement District #1 5.00% 1/1/32	1,000,000	823,350
		7,608,647
<b>State General Obligation Bond □ 0.74%</b>		
Puerto Rico Commonwealth Refunding Series C-7 6.00% 7/1/27 (MBIA)	285,000	280,870
		280,870
<b>Transportation Revenue Bonds □ 7.63%</b>		
Arizona Transportation Broad Grant Anticipation Notes 5.00% 7/1/14	250,000	265,888
Phoenix Civic Improvement Airport Revenue Series B 5.25% 7/1/27		



(FGIC) (AMT)	2,000,000	1,713,659
Puerto Rico Commonwealth Highway & Transportation Authority Un-Refunded Balance Series D 5.00% 7/1/32 (FSA)	1,025,000	930,926
		2,910,473
Water & Sewer Revenue Bonds □ 7.92%		
Phoenix Civic Improvement Wastewater Systems Revenue Junior Lien 5.00% 7/1/19 (MBIA)	850,000	860,761
5.00% 7/1/24 (FGIC)	1,590,000	1,539,343
Scottsdale Water & Sewer Revenue Refunding 5.00% 7/1/19	600,000	618,084
		3,018,188
<b>Total Municipal Bonds</b> (cost \$60,694,265)		<b>58,163,750</b>

(continues) 5

## Statements of net assets

### Delaware Investments Arizona Municipal Income Fund, Inc.

<b>Total Value of Securities □ 152.58%</b> (cost \$60,694,265)	<b>\$ 58,163,750</b>
<b>Receivables and Other Assets</b>	
<b>Net of Liabilities □ 13.00%<sup>z</sup></b>	<b>4,955,852</b>
<b>Liquidation Value of Preferred Stock □ (65.58%)</b>	<b>(25,000,000)</b>
<b>Net Assets Applicable to 2,982,200</b>	
<b>Shares Outstanding □ 100.00%</b>	<b>\$ 38,119,602</b>
Net Asset Value Per Common Share (\$38,119,602 / 2,982,200 Shares)	\$ 12.78

### Components of Net Assets at September 30, 2008:

Common stock, \$0.01 par value, 200 million shares authorized to the Fund	\$ 40,780,234
Distributions in excess of net investment income	(3,697)
Accumulated net realized loss on investments	(126,420)
Net unrealized depreciation of investments	(2,530,515)
Total net assets	\$ 38,119,602

Step coupon bond. Coupon increases periodically based on a predetermined schedule. Stated rate in effect at September 30, 2008.

§Pre-Refunded Bonds. Municipals 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 8 in □Notes to financial statements.□

<sup>z</sup> Of this amount, \$4,127,684 represents receivables for securities sold as of September 30, 2008.

**Summary of Abbreviations:**

ACA □ Insured by American Capital Access  
 AMBAC □ Insured by the AMBAC Assurance Corporation  
 AMT □ Subject to Alternative Minimum  
 FGIC □ Insured by the Financial Guaranty Insurance Company  
 FHLMC □ Insured by the Federal Home Loan Mortgage Corporation  
 FNMA □ Insured by Federal National Mortgage Association  
 FSA □ Insured by Financial Security Assurance  
 GNMA □ Insured by Government National Mortgage Association  
 MBIA □ Insured by the Municipal Bond Insurance Association  
 RADIAN □ Insured by Radian Asset Assurance

See accompanying notes

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**Delaware Investments Colorado Municipal Income Fund, Inc.**

September 30, 2008 (Unaudited)

	Principal Amount	Value
<b>Municipal Bonds □ 146.06%</b>		
<b>Education Revenue Bonds □ 24.21%</b>		
Boulder County Development Revenue (University Corporation for Atmospheric Research) 5.00% 9/1/26 (MBIA)	\$ 4,500,000	\$ 4,299,749
Colorado Educational & Cultural Facilities Authority Revenue (Bromley Charter School Project) Refunding 5.25% 9/15/32 (XLCA) (Campus Village Apartments) 5.00% 6/1/23 (Johnson & Wales University Project) Series A 5.00% 4/1/28 (XLCA) (Littleton Charter School Project) Refunding 4.375% 1/15/36 (CIFG) (University of Northern Colorado) Series A 5.00% 7/1/31 (MBIA)	1,000,000 1,065,000 3,000,000 1,200,000 2,500,000	917,160 964,879 2,583,690 929,412 2,275,275
Colorado State Board of Governors (Colorado University) Series B 5.00% 3/1/35 (AMBAC)	1,800,000	1,638,054
University of Northern Colorado Revenue Refunding 5.00% 6/1/35 (FSA)	2,000,000	1,852,920
		15,461,139
<b>Electric Revenue Bond □ 1.29%</b>		
Arkansas River Power Authority Revenue Improvement 5.25% 10/1/32 (XLCA)	1,000,000	824,990 824,990
<b>Health Care Revenue Bonds □ 6.78%</b>		
Colorado Health Facilities Authority Revenue (Evangelical Lutheran) 5.25% 6/1/23 (North Colorado Medical Center) Refunding 5.95% 5/15/12 (MBIA) (Porter Place) Series A 6.00% 1/20/36 (GNMA)	1,000,000 880,000 2,515,000	899,450 894,529 2,536,428 4,330,407
<b>Housing Revenue Bonds □ 1.93%</b>		
Puerto Rico Housing Finance Authority Sub-Cap Foundation Modernization		

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5.125% 12/1/27	1,000,000	920,260
5.50% 12/1/18	300,000	312,429
		1,232,689
<b>Lease Revenue Bonds □ 5.72%</b>		
Glendale Certificates of Participation		
5.00% 12/1/25 (XLCA)	1,500,000	1,392,060
Puerto Rico Public Buildings Authority Revenue (Guaranteed Government Facilities) Series M-2		
5.50% 7/1/35 (AMBAC)	700,000	699,937
Westminster Building Authority Certificates of Participation		
5.25% 12/1/22 (MBIA)	1,555,000	1,559,385
		3,651,382
<b>Local General Obligation Bonds □ 13.26%</b>		
Adams & Arapahoe Counties Joint School District #28J (Aurora)		
5.25% 12/1/25 (MBIA)	2,000,000	1,959,960
Adams County School District #14		
5.125% 12/1/31 (FSA)	500,000	478,090
Arapahoe County Water & Wastewater Public Improvement District Refunding Series A		
5.125% 12/1/32 (MBIA)	1,000,000	952,680
Bowles Metropolitan District Refunding 5.00% 12/1/33 (FSA)		
	2,000,000	1,867,020
Centennial Downs Metropolitan District Refunding		
5.00% 12/1/28 (AMBAC)	215,000	201,236
Green Valley Ranch Metropolitan District Refunding		
5.75% 12/1/19 (AMBAC)	1,000,000	1,024,340
Larimer County School District # R1 Poudre Refunding		
5.00% 12/15/16	500,000	524,420
Sand Creek Metropolitan District Refunding & Improvement		
5.00% 12/1/31 (XLCA)	500,000	422,370
Weld County School District #Re-4		
5.00% 12/1/18 (FSA)	1,000,000	1,042,130
		8,472,246
<b>§Pre-Refunded Bonds □ 63.58%</b>		
Auraria Higher Education Center Parking Facilities System		
5.50% 4/1/26-10 (AMBAC)	2,485,000	2,595,980
Aurora Certificates of Participation		
5.50% 12/1/30-10 (AMBAC)	2,000,000	2,119,360
Burlingame Multifamily Housing Revenue Series A		
6.00% 11/1/29-09 (MBIA)	2,290,000	2,402,439
Colorado Educational & Cultural Facilities Authority (University of Colorado Foundation Project)		
5.00% 7/1/27-12 (AMBAC) (University of Denver Project) Refunding & Improvement	4,000,000	4,248,880
5.50% 3/1/21-11 (AMBAC) Series B 5.25% 3/1/35-16 (FGIC)	3,200,000	3,395,136
	1,500,000	1,625,805
Colorado Water Resources & Power Development Authority Revenue Series A 5.80% 11/1/20-10 (FGIC)		
	1,220,000	1,298,690
Denver City & County Excise Tax Revenue (Colorado Convention Center Project)		
5.00% 9/1/20-11 (FSA)	3,500,000	3,672,795
Denver Convention Center Hotel Authority Series A		
5.00% 12/1/33-13 (XLCA)	3,000,000	3,158,010

## Statements of net assets

### Delaware Investments Colorado Municipal Income Fund, Inc.

	Principal Amount	Value
<b>Municipal Bonds (continued)</b>		
§Pre-Refunded Bonds (continued)		
E-470 Public Highway Authority Series A		
5.75% 9/1/29-10 (MBIA)	\$ 3,000,000	\$ 3,219,960
5.75% 9/1/35-10 (MBIA)	1,700,000	1,824,644
Eagle County Certificates of Participation 5.40% 12/1/18-09 (MBIA)	1,000,000	1,045,360
Garfield Pitkin & Eagle County School District #Re-1 (Roaring Fork County) Series A		
5.00% 12/15/27-14 (FSA)	1,500,000	1,614,705
Northwest Parkway Public Highway Authority Series A		
5.25% 6/15/41-11 (FSA)	4,150,000	4,424,481
Pueblo County (Library District Project) 5.80% 11/1/19-09 (AMBAC)	1,395,000	1,447,368
Puerto Rico Commonwealth Highway & Transportation Authority Revenue Series K		
5.00% 7/1/40-15	500,000	536,180
Puerto Rico Electric Power Authority Revenue Series RR		
5.00% 7/1/35-15 (FGIC)	1,000,000	1,079,170
Weld & Adams Counties School District #Re-3J		
5.00% 12/15/24-14 (FSA)	830,000	893,470
		40,602,433
Special Tax Revenue Bonds □ 13.48%		
Broomfield Sales & Use Tax Revenue Refunding & Improvement Series A 5.00% 12/1/31 (AMBAC)	650,000	591,058
Denver Convention Center Hotel Authority Revenue Refunding 5.00% 12/1/35 (XLCA)	1,690,000	1,301,537
Golden Sales & Use Tax Revenue Improvement Series B 5.10% 12/1/20 (AMBAC)	1,000,000	1,001,960
Gypsum Sales Tax & General Funding Revenue 5.25% 6/1/30 (Assured Gty)	1,000,000	992,250
Regional Transportation District Colorado Sales Tax Revenue		

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(Fastracks Project) Series A 4.375% 11/1/31 (AMBAC)	1,250,000	1,043,688
4.50% 11/1/36 (FSA)	3,000,000	2,526,210
Westminster Supply Purpose Sales & Use Tax Revenue Post Project		
Series D 5.00% 12/1/22 (FSA)	1,180,000	1,152,069
		8,608,772
State General Obligation Bond □ 3.50%		
Puerto Rico Commonwealth Refunding (Public Improvement)		
Series A 5.50% 7/1/19 (MBIA)	2,250,000	2,233,575
		2,233,575
Transportation Revenue Bond □ 1.43%		
Denver City & County Airport Revenue Series A		
5.00% 11/15/25 (FGIC)	1,000,000	912,800
		912,800
Water & Sewer Revenue Bonds □ 10.88%		
Aurora Water Improvement Revenue First Lien Series A		
5.00% 8/1/32 (AMBAC)	750,000	703,305
Colorado Water Resources & Power Development Authority Revenue Un-Refunded Balance Series A		
5.80% 11/1/20 (FGIC)	780,000	781,225
Colorado Water Resources & Power Development Authority Water Resources Revenue (Parker Water & Sanitation District) Series D		
5.125% 9/1/34 (MBIA)	1,500,000	1,387,680
5.25% 9/1/43 (MBIA)	2,000,000	1,864,480
Ute Water Conservancy District Revenue 5.75% 6/15/20 (MBIA)		
	2,155,000	2,209,974
		6,946,664
<b>Total Municipal Bonds</b>		
(cost \$95,523,910)		<b>93,277,097</b>

<b>•Short-Term Investments □ 1.94%</b>		
Variable Rate Demand Notes □ 1.94%		
Colorado Educational & Cultural Facilities Authority Revenue (National Jewish Federation) Series D3 4.25% 12/1/37 (LOC □ JP Morgan Chase Bank)		
	700,000	700,000
Series D6 4.25% 9/1/38 (LOC □ JP Morgan Chase Bank)		
	300,000	300,000
Colorado Health Facilities Authority Revenue (Sisters Charity Health Systems) Series B 7.95% 12/1/38 (SPA - JP Morgan Chase Bank)		
	240,000	240,000
<b>Total Short-Term Investments</b>		

(cost \$1,240,000)	<b>1,240,000</b>
<b>Total Value of Securities</b> □ <b>148.00%</b>	
(cost \$96,763,910)	<b>94,517,097</b>
<b>Receivables and Other Assets</b>	
<b>Net of Liabilities</b> □ <b>14.63%</b> <sup>z</sup>	<b>9,347,412</b>
<b>Liquidation Value of Preferred Stock</b> □ <b>(62.63%)</b>	<b>(40,000,000)</b>
<b>Net Assets Applicable to 4,837,100</b>	
<b>Shares Outstanding</b> □ <b>100.00%</b>	<b>\$ 63,864,509</b>
<b>Net Asset Value Per Common Share</b>	
(\$63,864,509 / 4,837,100 Shares)	<b>\$13.20</b>

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<b>Components of Net Assets at September 30, 2008:</b>	
Common stock, \$0.01 par value, 200 million shares	
authorized to the Fund	\$ 67,202,571
Distribution in excess of net investment income	(152,248)
Accumulated net realized loss on investments	(939,001)
Net unrealized depreciation of investments	(2,246,813)
Total net assets	\$ 63,864,509

§Pre-Refunded Bonds. Municipals 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 8 in □Notes to financial statements.□

•Variable rate security. The rate shown is the rate as of September 30, 2008.

<sup>z</sup>Of this amount, \$5,907,627 represents receivables for securities sold as of September 30, 2008.

**Summary of Abbreviations:**

AMBAC □ Insured by the AMBAC Assurance Corporation  
 Assured Gty □ Insured by the Assured Guaranty Corporation  
 CIFG □ CDC IXIS Financial Guaranty  
 FGIC □ Insured by the Financial Guaranty Insurance Company  
 FSA □ Insured by Financial Security Assurance  
 GNMA □ Insured by Government National Mortgage Association  
 LOC □ Letter of Credit  
 MBIA □ Insured by the Municipal Bond Insurance Association  
 SPA □ Stand by Purchase Agreement  
 XLCA □ Insured by XL Capital Assurance

See accompanying notes

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Statements of net assets

**Delaware Investments Minnesota Municipal Income Fund II, Inc.**

September 30, 2008 (Unaudited)

	Principal Amount	Value
<b>Municipal Bonds □ 144.72%</b>		
Corporate-Backed Revenue Bonds □ 6.33%		
Anoka County Solid Waste Disposal (National Rural Utility) Series A 6.95% 12/1/08 (AMT)	\$ 155,000	\$ 155,646
Cloquet Pollution Control Revenue Refunding (Potlatch Project) 5.90% 10/1/26	5,500,000	4,850,341
Laurentian Energy Authority I Cogeneration Revenue Series A 5.00% 12/1/21	3,325,000	2,893,182
Minneapolis Community Development Agency Supported (Limited Tax Common Bond Fund) Series A 6.75% 12/1/25 (AMT)	865,000	868,806
Sartell Environmental Improvement Revenue Refunding (International Paper) Series A 5.20% 6/1/27	1,000,000	788,340
		9,556,315
<b>Education Revenue Bonds □ 5.52%</b>		
Minnesota State Higher Education Facilities Authority Revenue (Augsburg College) Series 6-J1 5.00% 5/1/28	1,500,000	1,276,245
(College of St. Benedict) Series 5-W 5.00% 3/1/20	2,000,000	1,878,460
5.25% 3/1/24 (St. Catherine College) Series 5-N1 5.375% 10/1/32	300,000	275,574
(St. Mary's University) Series 5-U 4.80% 10/1/23	1,500,000	1,319,370
(St. Thomas University) Series 5-Y 5.00% 10/1/24	1,400,000	1,230,040
	1,000,000	936,120
St. Cloud Housing & Redevelopment Authority Revenue (State University Foundation Project) 5.00% 5/1/23	1,000,000	972,710
University of the Virgin Islands Series A 5.375% 6/1/34	500,000	434,640
		8,323,159
<b>Electric Revenue Bonds □ 20.98%</b>		
Chaska Electric Revenue Refunding (Generating Facilities) Series A 5.25% 10/1/25	250,000	241,015
Minnesota State Municipal Power Agency Electric Revenue Series A 5.00% 10/1/34	4,500,000	3,997,620
5.25% 10/1/19	1,610,000	1,612,045
Southern Minnesota Municipal Power Agency Supply System Revenue Series A 5.25% 1/1/14 (AMBAC)	14,000,000	14,841,260
5.25% 1/1/15 (AMBAC)	3,000,000	3,185,010
5.25% 1/1/16 (AMBAC)	1,500,000	1,588,845
Western Minnesota Municipal Power Agency Supply Revenue Series A 5.00% 1/1/30 (MBIA)	6,790,000	6,208,097

		31,673,892
Escrowed to Maturity Bonds □ 17.90%		
Dakota-Washington Counties Housing & Redevelopment Authority Revenue (Bloomington Single Family Residential Mortgage) 8.375% 9/1/21 (GNMA) (FHA) (VA) (AMT)	8,055,000	10,222,762
Southern Minnesota Municipal Power Agency Supply System Revenue Series B 5.75% 1/1/11 (FGIC) Refunding 5.50% 1/1/15 (AMBAC)	770,000 390,000	790,282 405,085
St. Paul Housing & Redevelopment Authority Sales Tax (Civic Center Project) 5.55% 11/1/23 5.55% 11/1/23 (MBIA)	2,300,000 4,200,000	2,365,412 4,319,448
University of Minnesota Hospital & Clinics 6.75% 12/1/16	2,580,000	2,938,362
University of Minnesota Series A 5.50% 7/1/21	4,000,000	4,262,080
Western Minnesota Municipal Power Agency Supply Revenue Series A 6.625% 1/1/16	1,535,000	1,721,303
		27,024,734
Health Care Revenue Bonds □ 14.25%		
Bemidji Health Care Facilities First Mortgage Revenue (North Country Health Services) 5.00% 9/1/24 (RADIAN)	1,500,000	1,353,180
Glencoe Health Care Facilities Revenue (Glencoe Regional Health Services Project) 5.00% 4/1/25	2,000,000	1,706,280
Maple Grove Health Care Facilities Revenue (Maple Grove Hospital) 5.25% 5/1/37 (North Memorial Health Care) 5.00% 9/1/29	1,750,000 1,515,000	1,501,605 1,324,307

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	Principal Amount	Value
<b>Municipal Bonds (continued)</b>		
Health Care Revenue Bonds (continued)		
Minneapolis Health Care System Revenue (Fairview Health Services) Series D 5.00% 11/15/34 (AMBAC)	\$ 3,250,000	\$ 2,796,982
Minnesota Agricultural & Economic Development Board Revenue Un-Refunded Balance (Fairview Health Care System) Series A 5.75% 11/15/26 (MBIA) 6.375% 11/15/29	100,000 195,000	100,273 197,369
North Oaks Senior Housing Revenue (Presbyterian Homes) 6.25% 10/1/47	1,500,000	1,353,915



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Northfield Hospital Revenue		
5.375% 11/1/31	750,000	633,255
Shakopee Health Care Facilities		
Revenue (St. Francis Regional		
Medical Center) 5.25% 9/1/34	1,560,000	1,301,789
St. Louis Park Health Care		
Facilities Revenue Refunding		
(Park Nicollet Health Services)		
Series C 5.50% 7/1/23	1,000,000	942,070
St. Paul Housing & Redevelopment		
Authority Health Care Facilities		
Revenue (Allina Health System)		
Series A 5.00% 11/15/18 (MBIA)	2,380,000	2,362,697
(Health Partners Obligation		
Group Project) 5.25% 5/15/36	2,000,000	1,645,720
(Regions Hospital Project)		
5.30% 5/15/28	1,000,000	872,920
St. Paul Housing & Redevelopment		
Authority Revenue (Franciscan		
Health Project-Elderly)		
5.40% 11/20/42 (GNMA) (FHA)	2,700,000	2,528,658
Winona Health Care Facilities		
Revenue Refunding (Winona		
Health Obligation Group)		
5.00% 7/1/23	1,010,000	890,265
		21,511,285
<b>Housing Revenue Bonds</b> □ 9.36%		
Chanhassen Multifamily Housing		
Revenue Refunding (Heritage		
Park Apartments Project)		
6.20% 7/1/30 (FHA) (AMT)	1,105,000	1,081,132
(HUD Section 8)		
Dakota County Housing &		
Redevelopment Authority		
Single Family Mortgage		
Revenue 5.85% 10/1/30		
(GNMA) (FNMA) (AMT)	11,000	10,333
@Harmony Multifamily Housing		
Revenue Refunding (Zedakah		
Foundation Project) Series A		
5.95% 9/1/20 (HUD Section 8)	1,000,000	877,750
Minneapolis Multifamily		
Housing Revenue		
•(Gaar Scott Loft Project)		
5.95% 5/1/30 (AMT)		
(LOC - U.S Bank N.A.)	930,000	933,971
(Olson Townhomes Project)		
6.00% 12/1/19 (AMT)	845,000	845,025
(Seward Towers Project)		
5.00% 5/20/36 (GNMA)	2,000,000	1,798,520
(Sumner Housing Project)		
Series A 5.15% 2/20/45		
(GNMA) (AMT)	3,575,000	2,917,271
•Minnesota Housing Finance		
Agency Residential Housing		
Series D 4.75% 7/1/32 (AMT)	1,000,000	788,580
Minnesota State Housing Finance		
Agency Revenue		
(Rental Housing)		
Series A 5.00% 2/1/35 (AMT)	1,000,000	811,950
Series D 5.95% 2/1/18 (MBIA)	130,000	130,277
(Residential Housing)		
Series B-1 5.35% 1/1/33 (AMT)	1,770,000	1,548,325
Series I 5.15% 7/1/38 (AMT)	1,000,000	839,180
(Single Family Mortgage)		
Series J 5.90% 7/1/28 (AMT)	935,000	887,100

Washington County Housing & Redevelopment Authority Revenue Refunding (Woodland Park Apartments Project)		
4.70% 10/1/32	750,000	664,733
		14,134,147
<b>Lease Revenue Bonds</b> □ 9.56%		
Andover Economic Development Authority Public Facilities Lease Revenue (Andover Community Center)		
5.125% 2/1/24	202,294	215,268
5.20% 2/1/29	402,370	432,804
<b>Puerto Rico Public Buildings Authority Revenue Un-Refunded Balance (Guaranteed Government Facilities Bonds)</b>		
Series D 5.25% 7/1/27	530,000	480,026
<b>St. Paul Port Authority Lease Revenue (Cedar Street Office Building Project)</b>		
5.00% 12/1/22	2,385,000	2,330,884
5.25% 12/1/27 (Robert Street Office Building Project)	4,800,000	4,697,472
Series 3-11 5.00% 12/1/27	3,045,000	2,910,929
Series 9 5.25% 12/1/27	2,000,000	1,957,280

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## Statements of net assets

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

	Principal Amount	Value
<b>Municipal Bonds (continued)</b>		
<b>Lease Revenue Bonds (continued)</b>		
Virginia Housing & Redevelopment Authority Health Care Facility Lease Revenue		
5.25% 10/1/25	\$ 680,000	\$ 590,777
5.375% 10/1/30	965,000	817,944
		14,433,384
<b>Local General Obligation Bonds</b> □ 22.70%		
Anoka-Hennepin Minnesota Independent School District #11 Refunding Series A 5.00% 2/1/17	1,000,000	1,055,360
Centennial Independent School District #12 Series A 5.00% 2/1/20 (FSA)	800,000	833,752
Dakota County Community Development Agency Governmental Housing Refunding (Senior Housing Facilities) Series A 5.00% 1/1/23	1,100,000	1,070,410
Duluth Independent School District #709 Revenue		

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Certificates of Participation Series A 4.25% 2/1/20 (FSA)	1,000,000	948,680
Farmington Independent School District #192 Series A 5.00% 2/1/23 (FSA)	2,280,000	2,234,149
Series B 5.00% 2/1/27 (FSA)	1,500,000	1,457,805
Hennepin County Regional Railroad Authority 5.00% 12/1/26	2,000,000	1,953,200
Hennepin County Series B 5.00% 12/1/18	2,300,000	2,350,968
Metropolitan Council Minneapolis- St. Paul Metropolitan Area Waste Water Treatment Series C 5.00% 3/1/28	500,000	489,640
Minneapolis Refunding (Sports Arena Project) 5.125% 10/1/20	750,000	750,915
Minneapolis Special School District #1 5.00% 2/1/19 (FSA)	1,175,000	1,192,296
Moorhead Economic Development Authority Tax Increment Revenue Series A 5.25% 2/1/25 (MBIA)	1,000,000	1,002,760
Moorhead Improvement Series B 5.00% 2/1/33 (MBIA)	3,250,000	3,066,440
Morris Independent School District #769 5.00% 2/1/28 (MBIA)	3,750,000	3,924,038
Mounds View Independent School District #621 Series A 5.00% 2/1/23 (FSA)	2,020,000	1,999,497
Robbinsdale Independent School District #281 5.00% 2/1/21 (FSA)	500,000	501,030
St. Michael Independent School District #885 5.00% 2/1/22 (FSA)	2,000,000	2,084,380
5.00% 2/1/24 (FSA)	1,125,000	1,172,464
Washington County Housing & Redevelopment Authority Refunding Series B 5.50% 2/1/22 (MBIA)	1,705,000	1,707,950
5.50% 2/1/32 (MBIA)	2,140,000	2,082,263
Willmar (Rice Memorial Hospital Project) 5.00% 2/1/32 (FSA)	2,500,000	2,393,600
		34,271,597
<b>§Pre-Refunded Bonds □ 22.53%</b>		
Andover Economic Development Authority Public Facilities Lease Revenue (Andover Community Center) 5.125% 2/1/24-14	291,106	309,777
5.20% 2/1/29-14	579,021	622,816
Duluth Economic Development Authority Health Care Facilities Revenue (Benedictine Health System-St. Mary's Hospital) 5.25% 2/15/33-14	5,000,000	5,396,649
Metropolitan Council Minneapolis- St. Paul Metropolitan Area Transportation Revenue Series C 5.00% 2/1/22-11	1,000,000	1,040,320
Minneapolis Community Development Agency (Limited Tax Common Bond Fund) Series G-1 5.70% 12/1/19-11	1,100,000	1,170,290
Series G-3 5.45% 12/1/31-11	1,000,000	1,065,140
Minneapolis Health Care		

System Revenue (Allina Health Systems) Series A 5.75% 11/15/32-12	3,200,000	3,497,984
(Fairview Health Services) Series A 5.625% 5/15/32-12	2,750,000	2,984,190
Minnesota Agricultural & Economic Development Board Revenue (Fairview Health Care System) Series A 6.375% 11/15/29-10	6,105,000	6,626,732
Puerto Rico Commonwealth Highway & Transportation Authority Revenue Series D 5.25% 7/1/38-12	1,000,000	1,067,700
Puerto Rico Commonwealth Public Improvement Revenue Series A 5.00% 7/1/27-12	1,250,000	1,326,863
Puerto Rico Public Buildings Authority Revenue (Guaranteed Government Facilities) Series D 5.25% 7/1/27-12	1,470,000	1,553,555

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	Principal Amount	Value
<b>Municipal Bonds (continued)</b>		
<b>§Pre-Refunded Bonds (continued)</b>		
Rochester Electric Utility Revenue 5.25% 12/1/30-10 (AMBAC)	\$ 600,000	\$ 632,670
Southern Minnesota Municipal Power Agency Supply Revenue Refunding Series A 5.75% 1/1/18-13	3,715,000	3,889,642
St. Louis Park Health Care Facilities Revenue (Park Nicollet Health Services) Series B 5.25% 7/1/30-14	1,250,000	1,351,850
Waconia Health Care Facilities Revenue (Ridgeview Medical Center Project) Series A 6.10% 1/1/19-10 (RADIAN)	1,405,000	1,467,565
		34,003,743
<b>Special Tax Revenue Bonds □ 4.43%</b>		
Minneapolis Art Center Facilities Revenue (Walker Art Center Project) 5.125% 7/1/21	4,250,000	4,250,722
Minneapolis Community Development Agency Supported Common Bond Fund Series 5 5.70% 12/1/27	375,000	372,848
Minneapolis Development Revenue (Limited Tax Supported Common Bond Fund) Series 1 5.50% 12/1/24 (AMT)	1,000,000	926,090

Puerto Rico Commonwealth		
Infrastructure Financing		
Authority Special Tax Revenue		
Series B 5.00% 7/1/46	800,000	673,448
Virgin Islands Public Finance		
Authority Revenue (Senior Lien		
Matching Fund Loan Notes)		
Series A 5.25% 10/1/23	500,000	