

REAVES UTILITY INCOME FUND  
Form N-Q  
September 29, 2004

**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: 811-21432

**REAVES UTILITY INCOME FUND**

(Exact name of registrant as specified in charter)

**1625 Broadway, Suite 2200, Denver, Colorado 80202**

(Address of principal executive offices) (Zip code)

**Erin Douglas**

**Reaves Utility Income Fund**

**Denver, Colorado 80202**

(Name and address of agent for service)

Registrant's telephone number, including area code: **(303) 623-2577**

Date of fiscal year end: **October 31**

Date of reporting period: **July 31**

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**Item 1 Schedule of Investments.****Reaves Utility Income Fund****Statement of Investments****July 31, 2004 (Unaudited)**

		Shares	Value
<b>COMMON STOCK</b>	<b>129.64%</b>		
<b>CONSUMER STAPLES</b>	<b>10.47%</b>		
Altria Group, Inc.		630,000	\$ 29,988,000
UST Inc.		310,000	11,764,500
			41,752,500
<b>ELECTRIC</b>	<b>85.08%</b>		
Ameren Corp.		900,000	40,221,000
Cinergy Corp.		500,000	19,125,000
Cleco Corp.		25,000	431,250
Consolidated Edison, Inc.		816,800	33,464,296
Constellation Energy Group, Inc.		50,000	1,927,500
Dominion Resources, Inc.		70,000	4,442,200
DTE Energy Co.		547,500	21,993,075
Duke Energy Corp.		2,000,000	43,000,000
Duquesne Light Holdings, Inc.		318,000	6,032,460
Exelon Corp.		200,000	6,980,000
Great Plains Energy Inc.		960,000	27,542,400
NSTAR		310,000	14,508,000
OGE Energy Corp.		1,010,000	25,138,900
PPL Corp.		25,000	1,158,750
Progress Energy, Inc.		420,000	17,698,800
Public Service Enterprise Group Inc.		920,000	35,880,000
Southern Co.		780,000	22,838,400
TECO Energy, Inc.		375,000	4,837,500
WPS Resources Corp.		192,200	8,820,058
Xcel Energy Inc.		185,000	3,163,500
			339,203,089
<b>ENERGY</b>	<b>3.57%</b>		
BP PLC, ADR		65,000	3,663,400
Suncor Energy Inc.		325,000	9,418,500
TOP TANKERS Inc.		100,000	1,145,000
			14,226,900

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<b>FINANCIALS</b>	<b>1.11%</b>		
Citigroup Inc.		100,000	4,409,000
<b>GAS</b>	<b>9.81%</b>		
Keyspan Corp.		365,000	13,136,350
ONEOK, Inc.		125,000	2,625,000
Peoples Energy Corp.		480,000	18,720,000
Sempra Energy		105,000	3,753,750
Vectren Corp.		35,000	866,250
			39,101,350
<b>TELEPHONE</b>	<b>19.60%</b>		
AT&T Corp.		1,279,000	19,312,900
BCE Inc.		725,000	15,203,250
BellSouth Corp.		242,000	6,555,780
Citizens Communications Co.		250,000	3,600,000
SBC Communications Inc.		1,150,000	29,141,000
TDC A/S, ADR		145,800	2,398,410
Verizon Communications Inc.		50,000	1,927,000
			78,138,340
<b>TOTAL COMMON STOCKS</b>			516,831,179
(Cost \$545,422,633)			

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<b>PREFERRED STOCK</b>	<b>11.25%</b>		
<b>CONSUMER DISCRETIONARY</b>	<b>0.79%</b>		
Corts Ford Trust, 7.40% 11/01/46		125,200	3,143,772
<b>ELECTRIC</b>	<b>5.14%</b>		
AES Trust III, 6.75%, 10/15/29		133,100	5,640,113
BGE Capital Trust II, 6.20%, 10/15/43		180,000	4,464,000
Consumers Energy Co. Funding Trust IV, 9.00%, 06/30/31		138,700	3,686,646
Entergy Gulf States, Inc., Series A, 7.00%, 09/15/13		5,146	522,962
Georgia Power Capital Trust V, 7.13%, 03/31/42		141,400	3,684,884
PSEG Funding Trust II, 8.75%, 12/31/32		90,100	2,486,760
			20,485,365
<b>FINANCIALS</b>	<b>2.56%</b>		
ABN AMRO Capital Funding Trust VII, 6.08%		120,000	2,842,800
Lehman Brothers Holdings Capital Trust V, 6.00%, 04/22/53		76,400	1,774,772
Renaissance Holdings Ltd., Series C, 6.08%		245,000	5,583,550
			10,201,122
<b>GAS</b>	<b>0.87%</b>		
ONEOK, Inc., 8.50%, 02/16/06		125,000	3,483,750
<b>INFORMATION TECHNOLOGY</b>	<b>0.18%</b>		
Corporate- Backed Trust Certificates, Series 2001-10, 7.88%, 10/01/97		27,900	717,030
<b>REAL ESTATE INVESTMENT TRUSTS</b>	<b>1.01%</b>		
AMB Property Corp., Series L, 6.50%		30,000	712,500
Duke Realty Corp., Series K, 6.50%		138,700	3,342,670
			4,055,170
<b>TELEPHONE</b>	<b>0.70%</b>		
Preferred Plus Trust, Series SPR1, 7.00%, 11/15/28		12,324	294,544
Preferred Plus Trust, Series T1, 7.35%, 03/15/29		59,700	1,480,560
Trust Certificates 2001-1, Series T, 7.45%, 03/15/29		41,100	1,010,238
			2,785,342
<b>TOTAL PREFERRED STOCK</b>			<b>44,871,551</b>
(Cost \$46,803,664)			

	<b>Bond Rating**</b>	<b>Principal</b>	<b>Amount</b>
	<b>Moody/S&amp;P</b>		
<b>CORPORATE BONDS</b>	<b>5.73%</b>		
<b>ELECTRIC</b>	<b>4.39%</b>		
Calpine Generating Co., 11.50%, 04/01/11, 144A*	B3/CCC+	\$	20,000,000 17,500,000

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<b>TELEPHONE</b>		<b>1.34%</b>	
US West Communications Inc., 7.50%, 06/15/23	Ba3/BB-	6,000,000	5,340,000
<b>TOTAL CORPORATE BONDS</b>			<b>22,840,000</b>
(Cost \$25,497,949)			
		<b>Shares</b>	
<b>MUTUAL FUNDS</b>		<b>10.90%</b>	
Loomis Sayles High Income Fund		424,929	3,012,748
Goldman Financial Square Money Market Fund		40,434,447	40,434,447
<b>TOTAL MUTUAL FUNDS</b>			<b>43,447,195</b>
(Cost \$43,434,448)			
<b>TOTAL INVESTMENTS</b>			
(Cost \$661,158,694)		157.52%	627,989,925
Liabilities in Excess of Other Assets		-57.52%	(229,328,002)
<b>NET ASSETS</b>		100.00%	<b>\$ 398,661,923</b>

ADR- American Depositary Receipt

\* Security exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions exempt from registration, normally to qualified institutional buyers. At July 31, 2004, these securities amounted to a value of \$17,500,000 or 4.39% of net assets.

\*\* Ratings - The Moody's and S&P ratings are believed to be the most recent ratings at July 31, 2004.

**Income Tax Information:**

As of July 31, 2004	
Gross appreciation (excess of value over tax cost)	\$ 4,277,016
Gross depreciation (excess of tax cost over value)	(38,068,777)
Net unrealized depreciation	\$ (33,791,761)
Cost of investments for income tax purposes	\$ 661,781,686

**Item 2 - Controls and Procedures.**

(a) The Registrant's Principal Executive Officer and Principal Financial Officer have evaluated the Registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) within 90 days of this filing and have concluded that the Registrant's disclosure controls and procedures were effective, as of that date.

(b) There was no change in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) during 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.**

Separate certifications for the Registrant's Principal Executive Officer and Principal Financial Officer, as required by Section 302 of the Sarbanes-Oxley Act of 2002 and Rule 30a-2(a) under the Investment Company Act of 1940, are attached as Ex99.CERT.

**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.

REAVES UTILITY INCOME FUND

By: /s/ Edmund J. Burke  
**Edmund J. Burke**  
**President**

Date: September 29, 2004

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: /s/ Edmund J. Burke  
**Edmund J. Burke**  
**President**

Date: September 29, 2004

By: /s/ Jeremy O. May  
**Jeremy O. May**  
**Treasurer**

Date: September 29, 2004