

SECURITIES AND EXCHANGE COMMISSION

FORM 485BPOS

Post-effective amendments [Rule 485(b)]

Filing Date: **1994-08-25**
SEC Accession No. **0000820027-94-000358**

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FILER

IDS UTILITIES INCOME FUND INC

CIK: **831025** | State of Incorpor.: **MN** | Fiscal Year End: **1230**
Type: **485BPOS** | Act: **33** | File No.: **033-20872** | Film No.: **94545950**

Business Address
*80 SOUTH 8TH STREET
T33/52
MINNEAPOLIS MN 55440
6123722772*

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form N-1A

REGISTRATION STATEMENT UNDER THE SECURITIES ACT OF 1933

Pre-Effective Amendment No.

Post-Effective Amendment No. 11 (File No. 33-20872) X

and/or

REGISTRATION STATEMENT UNDER THE INVESTMENT COMPANY (ACT OF 1940)

Amendment No. 14 (File No. 811-5522)

IDS UTILITIES INCOME FUND, INC.
IDS Tower 10, Minneapolis, MN 55440-0010Leslie L. Ogg - 901 S. Marquette Ave., Suite 2810
Minneapolis, MN 55402-3268
(612) 330-9283

Approximate Date of Proposed Public Offering:

It is proposed that this filing will become effective (check appropriate box)

- immediately upon filing pursuant to paragraph (b)
- X on Aug. 29, 1994 pursuant to paragraph (b) of rule 485
60 days after filing pursuant to paragraph (a)
on (date) pursuant to paragraph (a) of rule 485

The Registrant has registered an indefinite number or amount of securities under the Securities Act of 1933 pursuant to Section 24-f of the Investment Company Act of 1940. Registrant's Rule 24f-2 Notice for its most recent fiscal year ended June 30, 1994, will be filed on or about Aug. 29, 1994.

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Cross reference sheet showing location in the prospectus and statement of additional information of the information called for by the items enumerated in Part A and B of Form N-1A.

Negative answers omitted from Part A or Part B are so indicated.

<TABLE><CAPTION>

PART A		PART B	
Item No.	Page Number in Prospectus	Item No.	Page Number in the Statement of Additional Information
<S>	<C>	<C>	<C>
1	3	10	26
2	5-6	11	27
3 (a)	7	12	NA
(b)	NA		
(c)	7-9	13 (a)	28-30;50-61
(d)	7	(b)	28-30
		(c)	28
4 (a)	5-6;9-12;21	(d)	32
(b)	9-12		
(c)	9-12	14 (a)	46-49
		(b)	46-49
5 (a)	21-23	(c)	49
(b) (i)	24-25		
(ii)	23	15 (a)	NA
(iii)	23	(b)	NA
(c)	5	(c)	49
(d)	5-6		
(e)	23	16 (a) (i)	24-25*
(f)	24	(ii)	43-44;45-46

(g)	23	(iii)	43-44
(d)	NA	(b)	43-44;45-46
(e)	3	(c)	NA
(f)	21-22	(d)	None
(g)	22-23	(e)	NA
		(f)	45-46
5A(a)	*	(g)	NA
(b)	*	(h)	49;49
		(i)	44-45;49
6(a)	21	(b)	36
(b)	NA	(c)	34-36
(c)	NA	(d)	36
(d)	NA	(e)	36
(e)	3		
(f)	19	17(a)	30-32
(g)	19-21	(b)	32-33
(d)	19	(c)	30-32
		(d)	32
7(a)	24	(e)	32
(b)	8-9	(c)	NA
(c)	16-18		
(d)	13	18(a)	21*;46-49
(e)	NA	(b)	NA
(f)	24		
		19(a)	36-40
8(a)	14-15	(b)	36-40;35-36
(b)	NA	(c)	NA
(c)	13		
(d)	15	20	42-43
9	None	21(a)	45
		(b)	45
		(c)	NA
		22(a)	NA
		(b)	33-35
		23	49

</TABLE>

* Designates page number in the prospectus which is hereby incorporated by reference in this Statement of Additional Information.

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IDS Utilities Income Fund

Prospectus
Aug. 29, 1994

The primary goal of IDS Utilities Income Fund, Inc. is a high level of current income. Secondary goals are growth of income and capital. The fund invests primarily in securities of public utility companies.

This prospectus contains facts that can help you decide if the fund is the right investment for you. Read it before you invest and keep it for future reference.

Additional facts about the fund are in a Statement of Additional Information (SAI), filed with the Securities and Exchange Commission. The SAI, dated Aug. 29, 1994, is incorporated herein by reference. For a free copy contact IDS Shareholder Service.

THESE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES AND EXCHANGE COMMISSION OR ANY STATE SECURITIES COMMISSION, NOR HAS THE SECURITIES AND EXCHANGE COMMISSION OR ANY STATE SECURITIES COMMISSION PASSED UPON THE ACCURACY OR ADEQUACY OF THIS PROSPECTUS. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

SHARES IN THE FUND ARE NOT DEPOSITS OR OBLIGATIONS OF, OR GUARANTEED OR ENDORSED BY, ANY BANK, AND SHARES ARE NOT FEDERALLY INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION, THE FEDERAL RESERVE BOARD, OR ANY OTHER AGENCY.

IDS Shareholder Service
P.O. Box 534
Minneapolis, MN
55440-0534
612-671-3733
TTY: 800-846-4852

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The fund in brief

Goals

IDS Utilities Income Fund seeks to provide shareholders with a high level of current income. Secondary goals are growth of income and capital. Because any investment involves risk, achieving these goals cannot be guaranteed. Only shareholders can change the goals.

Types of fund investments

The fund is a diversified mutual fund that invests primarily in securities of public utilities. These include companies that produce or supply electric power, natural gas, water, sanitary services, telecommunications and other communications services (excluding radio and television broadcasters) for public use or consumption. Other investments include securities of issuers that are not utilities, derivatives and money market instruments. Some of the fund's investments may be considered speculative and involve additional investment risks.

Manager and distributor

The fund is managed by IDS Financial Corporation (IDS), a provider of financial services since 1894. IDS currently manages more than \$36 billion in assets for the IDS MUTUAL FUND GROUP. Shares of the fund are sold through IDS Financial Services Inc., a wholly owned subsidiary of IDS.

Portfolio manager

Dick Warden joined IDS in 1962 and serves as portfolio manager. He has managed this fund since 1993. He also serves as portfolio manager of IDS Precious Metals Fund. Prior to this, he had been senior securities analyst and the associate portfolio manager of IDS Precious Metals Fund and IDS Progressive Fund.

Sales charge and fund expenses

Sales charge

When you buy shares, you pay a maximum sales charge of 5% of the public offering price. This charge can be reduced, depending on your total investments in IDS funds. See "Reductions of the sales charge."

Shareholder transaction expenses

Maximum sales charge on purchases (as a percent of offering price).....5%

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Operating expenses

The fund pays certain expenses out of its assets; the expenses are reflected in the fund's daily share price and dividends, and are not charged directly to shareholder accounts. The following chart gives a projection of these expenses -- based on historical expenses.

Annual fund operating expenses

(% of average daily net assets):

Management fee	0.54%
12b-1 fee	0.06%
Other expenses	0.22%
Total	0.82%

Example: Suppose for each year for the next 10 years, fund expenses are as above and annual return is 5%. If you sold your shares at the end of the following years, for each \$1,000 invested, you would pay total expenses of:

1 year	3 years	5 years	10 years
\$58	\$75	\$93	\$147

This example does not represent actual expenses, past or future. Actual expenses may be higher or lower than those shown. Because the fund pays annual distribution fees, shareholders who stay in the fund for more than 20 years may indirectly pay an equivalent of more than a 7.25% sales charge, the maximum permitted by the National Association of Securities Dealers.

Fund expenses include fees paid to IDS for:

- o managing its portfolio, providing investment research and administrative services
- o distribution (known as 12b-1 fees, after the federal rule that authorizes them)
- o transfer agent services, including handling shareholder accounts and records.

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Performance

Financial highlights

<TABLE>

IDS Utilities Income Fund, Inc.

Performance

Financial highlights

Fiscal period ended June 30, Per share income and capital changes*

<CAPTION>

1994	1993	1992	1991	1990	1989**
------	------	------	------	------	--------

<S>	<C>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period	\$7.05	\$6.35	\$5.67	\$5.67	\$5.54	\$5.00
	Income from investment operations:					
Net investment income	.31	.32	.33	.35	.37	.34
Net gains (losses) on securities (both realized and unrealized)	(.38)	.89	.73	.05	.19	.54
Total from investment operations	(.07)	1.21	1.06	.40	.56	.88
	Less distributions:					
Dividends from net investment income	(.31)	(.33)	(.32)	(.35)	(.37)	(.34)
Distributions from realized gains	(.44)	(.18)	(.06)	(.05)	(.06)	--
Total distributions	(.75)	(.51)	(.38)	(.40)	(.43)	(.34)
Net asset value, end of period	\$6.23	\$7.05	\$6.35	\$5.67	\$5.67	\$5.54
	Ratios/supplemental data					
	1994	1993	1992	1991	1990	1989**
Net assets, end of period (in millions)	\$651	\$655	\$406	\$252	\$197	\$72
Ratio of expenses to average daily net assets	.82%	.86%	.92%	.90%	.96%	.87%
Ratio of net income to average daily net assets	4.55%	4.78%	5.37%	6.37%	6.65%	7.09%***
Portfolio turnover rate (excluding short-term securities)	102%	64%	49%	57%	53%	41%
Total return****	(1.7%)	19.9%	19.2%	7.3%	10.3%	18.2%+

*For a share outstanding throughout the period. Rounded to the nearest cent.

**Commencement of operations. Period from Aug. 1, 1988 to June 30, 1989.

***Adjusted to an annual basis.

****Total return does not reflect payment of a sales charge.

+For the fiscal period ended June 30, 1989, the annualized total return is 20.1%.

</TABLE>

The information in this table has been audited by KPMG Peat Marwick, independent auditors. The independent auditors' report and additional information about the performance of the fund are contained in the fund's annual report which, if not included with this prospectus, may be obtained without charge.

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Total returns

Average annual total returns as of June 30, 1994

Purchase made	1 year ago	5 years ago	Since inception*
Utilities Income Fund	-6.6%	+ 9.6%	+11.2%
S&P 500	+1.4	+10.6	+12.2

*Aug. 1, 1988

Cumulative total returns as of June 30, 1994

Purchase made	1 year ago	5 years ago	Since inception*
Utilities Income Fund	-6.6%	+58.0%	+86.8%
S&P 500	+1.4	+65.2	+97.5

*Aug. 1, 1988

These examples show total returns from hypothetical investments in

the fund. These returns are compared to those of popular indexes for the same periods.

For purposes of calculation, information about the fund assumes a sales charge of 5%, makes no adjustments for taxes an investor may have paid on the reinvested income and capital gains, and covers a period of widely fluctuating securities prices. Returns shown should not be considered a representation of the fund's future performance.

The fund invests in common stocks that may be different from those in the indexes. The indexes reflect reinvestment of all distributions and changes in market prices, but exclude brokerage commissions or other fees.

Standard & Poor's 500 Stock Index (S&P 500), an unmanaged list of common stocks, is frequently used as a general measure of market performance. However, the S&P 500 companies are generally larger than those in which the fund invests.

Key terms

Net asset value (NAV) - Value of a single fund share. It is the total market value of all of a fund's investments and other assets, less any liabilities, divided by the number of shares outstanding.

The NAV is the price you receive when you sell your shares. It usually changes from day to day, and is calculated at the close of business, normally 3 p.m. Central time, each business day (any day the New York Stock Exchange is open).

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Public offering price - Price at which you buy shares. It is the NAV plus the sales charge. NAVs and public offering prices of IDS funds are listed each day in major newspapers and financial publications.

Investment income - Dividends and interest earned on securities held by the fund.

Capital gains or losses - Increase or decrease in value of the securities the fund holds. Gains or losses are realized when securities that have increased or decreased in value are sold. A fund also may have unrealized gains or losses when securities increase or decrease in value but are not sold.

Distributions - Payments to shareholders of two types: investment income (dividends) and realized net long-term capital gains (capital gains distributions).

Total return - Sum of all of your returns for a given period, assuming you reinvest all distributions. Calculated by taking the total value of shares you own at the end of the period (including shares acquired by reinvestment), less the price of shares you purchased at the beginning of the period.

Average annual total return - The annually compounded rate of return over a given time period (usually two or more years) -- total return for the period converted to an equivalent annual figure.

Investment policies and risks

Under normal market conditions, the fund will concentrate at least 65% of its total assets in stock of public utility companies. Generally the fund will invest in dividend-paying securities. These include companies that produce or supply electric power, natural gas, water, sanitary services, telecommunications and other communications services (but not radio or television broadcasters) for public use or consumption.

The fund also may invest in securities of issuers that are not utilities, derivatives and money market instruments. The various types of investments the portfolio manager uses to achieve investment performance are described in more detail in the next section and in the SAI.

Facts about investments and their risks

Utility stocks: Utilities are subject to certain regulatory rulings that may affect the value of their stocks. Such rules

include regulation over growth, environmental protection, and allocation of increased production cost to consumers. Other conditions that may affect their stock value include fluctuations in demands for service, availability and cost of fuels, and special

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risks associated with constructing and operating nuclear power plants or other specialized types of power plants.

Other stocks: Stock prices are subject to market fluctuations. Stocks of smaller companies may be subject to more abrupt or erratic price movements than stocks of larger established companies of the stock market as a whole. While most of the fund's investments are in established companies having adequate financial reserves, some investments involve substantial risk and may be considered speculative.

Preferred stocks: If a company earns a profit, it generally must pay its preferred stockholders a dividend at a pre-established rate.

Convertible securities: These securities generally are preferred stocks or bonds that can be exchanged for other securities, usually common stock, at pre-stated prices. When the trading price of the common stock makes the exchange likely, the convertible securities trade more like common stock.

Debt securities: The fund may invest in bonds if they are rated in the top four classifications by Moody's Investors Service, Inc. or Standard & Poor's Corporation, or are of equivalent quality in the opinion of the fund's manager. The price of an investment-grade bond fluctuates as interest rates change or if its credit rating is upgraded or downgraded. Securities that are subsequently downgraded in quality may continue to be held by the fund, and will be sold only if the fund's investment manager believes it is advantageous to do so.

Foreign investments: Securities of foreign companies and governments may be traded in the United States, but often they are traded only on foreign markets. Frequently, there is less information about foreign companies and less government supervision of foreign markets. Foreign investments are subject to political and economic risks of the countries in which the investments are made including the possibility of seizure or nationalization of companies, imposition of withholding taxes on income, establishment of exchange controls or adoption of other restrictions that might affect an investment adversely. If an investment is made in a foreign market, the local currency must be purchased. This is done by using a forward contract in which the price of the foreign currency in U.S. dollars is established on the date the trade is made, but delivery of the currency is not made until the securities are received. As long as the fund holds foreign currencies or securities valued in foreign currencies, the price of a fund share will be affected by changes in the value of the currencies relative to the U.S. dollar. Because of the limited trading volume in some foreign markets, efforts to buy or sell a security may change the price of the security, and it may be difficult to complete the transaction. The fund may invest up to 25% of its total assets in foreign investments.

Derivative instruments: The portfolio manager may use derivative instruments in addition to securities to achieve investment performance. Derivative instruments include futures, options and

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forward contracts. Such instruments may be used to maintain cash reserves while remaining fully invested, to offset anticipated declines in values of investments, to facilitate trading, to reduce transaction costs, or to pursue higher investment returns. Derivative instruments are characterized by requiring little or no initial payment and a daily change in price based on or derived from a security, a currency, a group of securities or currencies, or an index. A number of strategies or combination of instruments can be used to achieve the desired investment performance characteristics. A small change in the value of the underlying security, currency or index will cause a sizable gain or loss in the price of the derivative instrument. Derivative instruments allow the portfolio manager to change the investment performance characteristics very quickly and at lower costs. Risks include losses of premiums, rapid changes in prices, defaults by other parties, and inability to close such instruments. The fund will use derivative instruments only to achieve the same investment

performance characteristics it could achieve by directly holding those securities and currencies permitted under the investment policies. The fund will designate cash or appropriate liquid assets to cover its portfolio obligations. No more than 5% of the fund's net assets can be used at any one time for good faith deposits on futures and premiums for options on futures that do not offset existing investment positions. For further information, see the options and futures appendix in the SAI.

Securities and derivative instruments that are illiquid: Illiquid means the security or derivative instrument cannot be sold quickly in the normal course of business. Some investments cannot be resold to the U.S. public because of their terms or government regulations. All securities and derivative instruments, however, may be sold in private sales, and many may be sold to other institutions and qualified buyers or on foreign markets. The portfolio manager will follow guidelines established by the board of directors and consider relevant factors such as the nature of the security and the number of likely buyers when determining whether a security is illiquid. No more than 10% of the fund's net assets will be held in securities and derivative instruments that are illiquid.

Money market instruments: Short-term debt securities rated in the top two grades are used to meet daily cash needs and at various times to hold assets until better investment opportunities arise. Generally less than 25% of the fund's net assets are in these money market instruments. However, for temporary defensive purposes these investments could exceed that amount for a limited period of time.

The investment policies described above may be changed by the board of directors.

Lending portfolio securities: The fund may lend its securities to earn income so long as borrowers provide collateral equal to the market value of the loans. The risks are that borrowers will not provide collateral when required or return securities when due. Unless shareholders approve otherwise, loans may not exceed 30% of the fund's net assets.

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Valuing assets

- o Securities (except bonds) and assets with available market values are valued on that basis.
- o Securities maturing in 60 days or less are valued at amortized cost.
- o Bonds and assets without readily available market values are valued according to methods selected in good faith by the board of directors.

How to buy, exchange or sell shares

How to buy shares

If you're investing in this fund for the first time, you'll need to set up an account. Your financial planner will help you fill out and submit an application. Once your account is set up, you can choose among several convenient ways to invest.

Important: When opening an account, you must provide IDS with your correct Taxpayer Identification Number (Social Security or Employer Identification number). See "Distributions and taxes."

When you buy shares for a new or existing account, the price you pay per share is determined at the close of business on the day your investment is received and accepted at the Minneapolis headquarters.

Purchase policies:

- o Investments must be received and accepted in the Minneapolis headquarters on a business day before 3 p.m. Central time to be included in your account that day and to receive that day's share price. Otherwise your purchase will be processed the next business day and you will pay the next day's share price.

- o The minimums allowed for investment may change from time to time.
- o Wire orders can be accepted only on days when your bank, IDS, the fund and Norwest Bank Minneapolis are open for business.
- o Wire purchases are completed when wired payment is received and the fund accepts the purchase.
- o IDS and the fund are not responsible for any delays that occur in wiring funds, including delays in processing by the bank.

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- o You must pay any fee the bank charges for wiring.
- o The fund reserves the right to reject any application for any reason.

<TABLE><CAPTION>

Three ways to invest

1			
<S>	<C>	<C>	
By regular account	Send your check and application	Minimum amounts	
	(or your name and account number	Initial investment: \$2,000	
	if you have an established account)	Additional	
	to:	investments: \$ 100	
	IDS Financial Services Inc.	Account balances: \$ 300*	
	P.O. Box 74	Qualified retirement	
	Minneapolis, MN 55440-0074	accounts: none	
	Your financial planner will help you with this process.		

2			
By scheduled investment plan	Contact your financial planner	Minimum amounts	
	to set up one of the following	Initial investment: \$100	
	scheduled plans:	Additional	
		investments: \$100/mo	
	o automatic payroll deduction	Account balances: none	
		(on active plans of	
	o bank authorization	monthly payments)	
	o direct deposit of Social Security check		
	o other plan approved by the fund		

3			
By wire	If you have an established account,	If this information is not	
	you may wire money to:	included, the order may be	
		rejected and all money	
	Norwest Bank Minneapolis	received by the fund, less	
	Routing No. 091000019	any costs the fund or IDS	
	Minneapolis, MN	incurs, will be returned	
	Attn:Domestic Wire Dept.	promptly.	
	Give these instructions:	Minimum amounts	
	Credit IDS Account #00-30-015	Each wire investment: \$1,000	
	for personal account # (your		
	account number) for (your name).		

*If your account balance falls below \$300, IDS will ask you in writing to bring it up to \$300 or establish a scheduled investment plan. If you don't do so within 30 days, your shares can be redeemed and the proceeds mailed to you.

How to exchange shares

You can exchange your shares of the fund at no charge for shares of any other publicly offered fund in the IDS MUTUAL FUND GROUP available in your state. For complete information, including fees and expenses, read the prospectus carefully before exchanging into a new fund.

If your exchange request arrives at the Minneapolis headquarters before the close of business, your shares will be redeemed at the net asset value set for that day. The proceeds will be used to purchase new fund shares the same day. Otherwise, your exchange will take place the next business day at that day's net asset value.

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For tax purposes, an exchange represents a sale and purchase and

may result in a gain or loss. However, you cannot create a tax loss (or reduce a taxable gain) by exchanging from the fund within 91 days of your purchase. For further explanation, see the SAI.

How to sell shares

You can sell (redeem) your shares at any time. IDS Shareholder Service will mail payment within seven days after receiving your request.

When you sell shares, the amount you receive may be more or less than the amount you invested. Your shares will be redeemed at net asset value at the close of business on the day your request is accepted at the Minneapolis headquarters. If your request arrives after the close of business, the price per share will be the net asset value at the close of business on the next business day.

A redemption is a taxable transaction. If the fund's net asset value when you sell shares is more or less than the cost of your shares, you will have a gain or loss, which can affect your tax liability. Redeeming shares held in an IRA or qualified retirement account may subject you to certain federal taxes, penalties and reporting requirements. Consult your tax adviser.

<TABLE><CAPTION>

Two ways to request an exchange or sale of shares

1

<S>

<C>

By letter Include in your letter:

- o the name of the fund(s)
- o your account number(s) (for exchanges, both funds must be registered in the same ownership)

Regular mail: IDS Shareholder Service your Taxpayer Identification Number (TIN)
Attn: Redemptions o the dollar amount or number of shares you want to exchange or sell
P.O. Box 534
Minneapolis, MN o signature of all registered account owners
55440-0534 o for redemptions, indicate how you want your sales proceeds delivered to you
o any paper certificates of shares you hold

Express mail:

IDS Shareholder Service
Attn: Redemptions
733 Marquette Ave.
Minneapolis, MN 55402

2

By phone

IDS Telephone Transactiono The fund and IDS will honor any telephone exchange Service: or redemption request believed to be authentic and will use reasonable procedures to confirm that they are. This includes asking identifying questions and tape recording calls. So long as reasonable procedures are followed, neither the fund nor IDS will be liable for any loss resulting from fraudulent requests.

- o Phone exchange and redemption privileges automatically apply to all accounts except custodial, corporate or qualified retirement accounts unless you request these privileges NOT apply by writing IDS Shareholder Service. Each registered owner must sign the request.
- o IDS answers phone requests promptly, but you may experience delays when call volume is high. If you are unable to get through, use mail procedure as an alternative.

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o Phone privileges may be modified or discontinued at any time.

Minimum amount
Redemption: \$100

Maximum amount
Redemption: \$50,000

</TABLE>

Exchange policies:

o You may make up to three exchanges within any 30-day period, with each limited to \$300,000. These limits do not apply to scheduled exchange programs and certain employee benefit plans or other arrangements through which one shareholder represents the

interests of several. Exceptions may be allowed with pre-approval of the fund.

- o If your exchange creates a new account, it must satisfy the minimum investment amount for new purchases.
- o Once we receive your exchange request, you cannot cancel it.
- o Shares of the new fund may not be used on the same day for another exchange.
- o If your shares are pledged as collateral, the exchange will be delayed until written approval is obtained from the secured party.
- o IDS and the fund reserve the right to reject any exchange, limit the amount, or modify or discontinue the exchange privilege, to prevent abuse or adverse effects on the fund and its shareholders. For example, if exchanges are too numerous or too large, they may disrupt the fund's investment strategies or increase its costs.

Redemption policies:

- o A "change of mind" option allows you to change your mind after requesting a redemption and to use all or part of the proceeds to buy new shares in the same account at the net asset value, rather than the offering price on the date of a new purchase. To do so, send a written request within 30 days of the date your redemption request was received. Include your account number and mention this option. This privilege may be limited or withdrawn at any time, and it may have tax consequences.
- o A telephone redemption request will not be allowed within 30 days of a phoned-in address change.

Important: If you request a redemption of shares you recently purchased by a check or money order that is not guaranteed, the fund will wait for your check to clear. Please expect a minimum of 10 days from the date of purchase before IDS mails a check to you. (A check may be mailed earlier if your bank provides evidence satisfactory to the fund and IDS that your check has cleared.)

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<TABLE><CAPTION>

Three ways to receive payment when you sell shares

1	
<S>	<C>
By regular or express mail	<ul style="list-style-type: none">o Mailed to the address on record.o Payable to names listed on the account. NOTE: The express mail delivery charges you pay will vary depending on the courier you select.
2	
By wire	<ul style="list-style-type: none">o Minimum wire redemption: \$1,000.o Request that money be wired to your bank.o Bank account must be in the same ownership as the IDS account. NOTE: Pre-authorization required. For instructions, contact your financial planner or IDS Shareholder Service.
3	
By scheduled payout plan	<ul style="list-style-type: none">o Minimum payment: \$50.o Contact your financial planner or IDS Shareholder Service to set up regular payments to you on a monthly, bimonthly, quarterly, semiannual or annual basis.o Buying new shares while under a payout plan may be disadvantageous because of sales charges.

</TABLE>

Reductions of the sales charge

You pay a 5% sales charge on the first \$50,000 of your total investment and less on investments after the first \$50,000:

Total investment	Sales charge as a percent of:*
	Public Net

	offering price	amount invested
Up to \$50,000	5.0%	5.26%
Next \$50,000	4.5	4.71
Next \$150,000	4.0	4.17
Next \$250,000	3.0	3.09
Next \$500,000	2.0	2.04
Next \$2,000,000	1.0	1.01
More than \$3,000,000	0.5	0.50

* To calculate the actual sales charge on an investment greater than \$50,000, amounts for each applicable increment must be totaled. See the SAI.

Your sales charge may be reduced, depending on the totals of:

- o the amount you are investing in this fund now,
- o the amount of your existing investment in this fund, if any, and
- o the amount you and your immediate family (spouse or unmarried children under 21) are investing or have in other funds in the IDS MUTUAL FUND GROUP that carry a sales charge.

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Other policies that affect your sales charge:

- o IDS Cash Management Fund and IDS Tax-Free Money Fund do not carry sales charges. However, you may count investments in these funds if you acquired shares in them by exchanging shares from IDS funds that carry sales charges.
- o IRA purchases or other employee benefit plan purchases made through a payroll deduction plan or through a plan sponsored by an employer, association of employers, employee organization or other similar entity, may be added together to reduce sales charges for all shares purchased through that plan.

For more details, see the SAI.

Waivers of the sales charge

Sales charges do not apply to:

- o Current or retired trustees, directors, officers or employees of the fund or IDS or its subsidiaries, their spouses and unmarried children under 21.
- o Current or retired IDS planners, their spouses and unmarried children under 21.
- o Qualified employee benefit plans* if the plan:
 - has at least \$1 million invested in funds of the IDS MUTUAL FUND GROUP; or
 - has 500 or more participants; or
 - uses a daily transfer recordkeeping service offering participants daily access to IDS funds.

(Participants in certain qualified plans for which the initial sales charge is waived may be subject to a deferred sales charge of up to 4% on certain redemptions. For more information, see the SAI.)

- o Trust companies or similar institutions, and charitable organizations that meet the definition in Section 501(c)(3) of the Internal Revenue Code.* These must have at least \$1 million invested in funds of the IDS MUTUAL FUND GROUP.
- o Purchases made within 30 days after certain redemptions. A waiver applies up to the amount redeemed from:
 - an IDS product in a qualified plan subject to a deferred sales charge; or
 - a qualified plan where IDS Trust acts as trustee and/or recordkeeper; or
 - IDS Strategy Fund.

Send the fund a written request along with your payment, indicating the amount of the redemption and the date on which it occurred.

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- o Purchases made with dividend or capital gain distributions from

another fund in the IDS MUTUAL FUND GROUP that has a sales charge.

*Eligibility must be determined in advance by IDS. To do so, contact your financial planner.

Special shareholder services

Services

To help you track and evaluate the performance of your investments, IDS provides these services:

Quarterly statements listing all of your holdings and transactions during the previous three months.

Yearly tax statements featuring average-cost-basis reporting of capital gains or losses if you redeem your shares along with distribution information - which simplifies tax calculations.

A personalized mutual fund progress report detailing returns on your initial investment and cash-flow activity in your account. It calculates a total return to reflect your individual history in owning fund shares. This report is available from your financial planner.

Quick telephone reference

IDS Telephone Transaction Service

Redemptions and exchanges, dividend payments or reinvestments and automatic payment arrangements

National/Minnesota: 800-437-3133

Mpls./St. Paul area: 671-3800

IDS Shareholder Service

Fund performance, objectives and account inquiries

612-671-3733

TTY Service

For the hearing impaired

800-846-4852

IDS Infoline

Automated account information (TouchToneR phones only), including current fund prices and performance, account values and recent account transactions

National/Minnesota: 800-272-4445

Mpls./St. Paul area: 671-1630

Distributions and taxes

The fund distributes to shareholders investment income and net capital gains. It does so to qualify as a regulated investment company and to avoid paying corporate income and excise taxes.

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Dividend and capital gains distributions will have tax consequences you should know about.

Dividend and capital gain distributions

The fund distributes its net investment income (dividends and interest earned on securities held by the fund, less operating expenses) to shareholders of record at the end of each calendar quarter. Short-term capital gains distributed are included in net investment income. Net realized capital gains, if any, from selling securities are distributed at the end of the calendar year. Before they're distributed, net capital gains are included in the value of each share. After they're distributed, the value of each share drops by the per-share amount of the distribution. (If your distributions are reinvested, the total value of your holdings will not change.)

Reinvestments

Dividends and capital gain distributions are automatically reinvested in additional shares of the fund, unless:

- o you request the fund in writing or by phone to pay distributions to you in cash, or
- o you direct the fund to invest your distributions in any

publicly available IDS fund for which you've previously opened an account.

You pay no sales charge on shares purchased through reinvestment from this fund into any IDS fund. The reinvestment price is the net asset value at close of business on the day the distribution is paid. (Your quarterly statement from IDS will confirm the amount invested and the number of shares purchased.)

If you choose cash distributions, you will receive only those declared after your request has been processed.

If the U.S. Postal Service cannot deliver the checks for the cash distributions, we will reinvest the checks into your account at the then-current net asset value and make future distributions in the form of additional shares.

Taxes

Distributions are subject to federal income tax and also may be subject to state and local taxes. Distributions are taxable in the year the fund pays them regardless of whether you take them in cash or reinvest them.

Each January, IDS sends you a statement showing the kinds and total amount of all distributions you received during the previous year. You must report all distributions on your tax returns, even if they are reinvested in additional shares.

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Corporate shareholders of the fund generally are entitled to a deduction equal to 70% of that portion of the fund's dividend that is attributable to dividends the fund received from domestic securities. To calculate any dividends-received deduction the fund will report to corporate shareholders annually the percentage of the fund's income that comes from dividends from domestic securities. Receipt of income that qualifies for the dividends-received deduction is incidental to the fund's investment activity.

"Buying a dividend" creates a tax liability. This means buying shares shortly before a net investment income or a capital gain distribution. You pay the full pre-distribution price for the shares, then receive a portion of your investment back as a distribution, which is taxable.

Redemptions and exchanges subject you to a tax on any capital gain. If you sell shares for more than their cost, the difference is a capital gain. Your gain may be either short term (for shares held for one year or less) or long term (for shares held for more than one year).

Your Taxpayer Identification Number (TIN) is important. As with any financial account you open, you must list your current and correct Taxpayer Identification Number (TIN) -- either your Social Security or Employer Identification number. The TIN must be certified under penalties of perjury on your application when you open an account at IDS.

If you don't provide the TIN to IDS, or the TIN you report is incorrect, you could be subject to backup withholding of 31% of taxable distributions and proceeds from certain sales and exchanges. You also could be subject to further penalties, such as:

- o a \$50 penalty for each failure to supply your correct TIN
- o a civil penalty of \$500 if you make a false statement that results in no backup withholding
- o criminal penalties for falsifying information

You also could be subject to backup withholding because you failed to report interest or dividends on your tax return as required.

<TABLE><CAPTION>

How to determine the correct TIN

For this type of account:	Use the Social Security or Employer Identification number of:
<S> Individual or joint account	<C> The individual or first person listed on the account
Custodian account of a minor	The minor

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A living trust	The grantor-trustee (the person who puts the money into the trust)
An irrevocable trust, pension trust or estate	The legal entity (not the personal representative or trustee, unless no legal entity is designated in the account title)
Sole proprietorship or partnership	The owner or partnership
Corporate	The corporation
Association, club or tax-exempt organization	The organization

</TABLE>

For details on TIN requirements, ask your financial planner or local IDS office for federal Form W-9, "Request for Taxpayer Identification Number and Certification."

Important: This information is a brief and selective summary of certain federal tax rules that apply to this fund. Tax matters are highly individual and complex, and you should consult a qualified tax adviser about your personal situation.

The fund distributes to shareholders the investment income and net capital gains from sales of assets. It does so to qualify as a regulated investment company and to avoid paying corporate income and excise taxes. Dividend and capital gains distributions will have tax consequences you should know about.

How the fund is organized

The fund is a diversified, open-end management investment company, as defined in the Investment Company Act of 1940. It was incorporated March 25, 1988 in Minnesota. The fund headquarters are at 901 S. Marquette Ave., Suite 2810, Minneapolis, MN 55402-3268.

Shares

The fund is owned by its shareholders. All shares issued by the fund are of the same class -- capital stock. Par value is 1 cent per share. Both full and fractional shares can be issued.

The fund no longer issues stock certificates.

Voting rights

As a shareholder, you have voting rights over the fund's management and fundamental policies. You are entitled to one vote for each share you own.

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Shareholder meetings

The fund does not hold annual shareholder meetings. However, the directors may call meetings at their discretion, or on demand by holders of 10% or more of the outstanding shares, to elect or remove directors.

Directors and officers

Shareholders elect a board of directors that oversees the operations of the fund and choose its officers. Its officers are responsible for day-to-day business decisions based on policies set by the board. The board has named an executive committee that has authority to act on its behalf between meetings. The directors also serve on the boards of all of the other funds in the IDS MUTUAL FUND GROUP, except for Mr. Dudley, who is a director of all publicly offered funds.

Directors and officers of the fund

President and interested director

William R. Pearce
President of all funds in the IDS MUTUAL FUND GROUP.

Independent directors

Lynne V. Cheney
Distinguished fellow, American Enterprise Institute for Public Policy Research.

Robert F. Froehlke
Former president of all funds in the IDS MUTUAL FUND GROUP.

Donald M. Kendall
Former chairman and chief executive officer, PepsiCo, Inc.

Melvin R. Laird
Senior counsellor for national and international affairs, The Reader's Digest Association, Inc.

Lewis W. Lehr
Former chairman and chief executive officer, Minnesota Mining and Manufacturing Company (3M).

Edson W. Spencer
Former chairman and chief executive officer, Honeywell, Inc.

Wheelock Whitney
Chairman, Whitney Management Company.

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Interested director who is a partner in a law firm that has represented an IDS subsidiary

Anne P. Jones
Partner, law firm of Sutherland, Asbill & Brennan.

Interested directors who are officers and/or employees of IDS

William H. Dudley
Executive vice president, IDS.

David R. Hubers
President and chief executive officer, IDS.

John R. Thomas
Senior vice president, IDS.

Other officer

Leslie L. Ogg
Vice president of all funds in the IDS MUTUAL FUND GROUP and general counsel and treasurer of the publicly offered funds.

Refer to the SAI for the directors' and officers' biographies.

Investment manager and transfer agent

The fund pays IDS for managing its portfolio, providing administrative services and serving as transfer agent (handling shareholder accounts).

Under its Investment Management and Services Agreement, IDS determines which securities will be purchased, held or sold (subject to the direction and control of the fund's board of directors). For this services the fund pays IDS a two-part fee.

The first part is based on the combined average daily net assets of all funds in the IDS MUTUAL FUND GROUP, as follows:

Net assets of	
IDS MUTUAL	Annual
FUND GROUP*	fee
First \$5 billion	0.46%
Each additional	Decreasing
\$5 billion	percentages
More than \$50 billion	0.32%

*Includes all funds except the money market funds.

The second part is equal to 0.14% of the fund's average daily net assets during the fiscal year.

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For the fiscal year ended June 30, 1994, the fund paid IDS a total investment management fee of 0.54% of its average daily net assets. Under the Agreement, the fund also pays taxes, brokerage commissions and nonadvisory expenses.

In addition, under a separate Transfer Agency Agreement, IDS maintains shareholder accounts and records. The fund pays IDS an annual fee of \$15 per shareholder account for this service.

Distributor

The fund sells shares through IDS Financial Services Inc., a wholly owned subsidiary of IDS, under a Distribution Agreement. Financial planners representing IDS Financial Services Inc. provide information to investors about individual investment programs, the fund and its operations, new account applications, exchange and redemption requests. The cost of these services is paid partially by the fund's sales charge.

Portions of sales charges may be paid to securities dealers who have sold the fund's shares, or to banks and other financial institutions. The proceeds paid to others range from 0.8% to 4% of the fund's offering price depending on the monthly sales volume.

To help defray costs not covered by sales charges, including costs for marketing, sales administration, training, overhead, direct marketing programs, advertising and related functions, the fund pays IDS a 12b-1 fee. This fee is paid under a Plan and Supplemental Agreement of Distribution that follows the terms of Rule 12b-1 of the Investment Company Act of 1940 (and a Securities and Exchange Commission order). Under this Agreement, the fund pays IDS \$6 per shareholder account per year. The total 12b-1 fee paid by the fund for the fiscal year ended June 30, 1994 was 0.06% of its average daily net assets. This fee will not cover all of the costs incurred by IDS.

Total management and distribution fees and expenses paid by the fund in the fiscal year ended June 30, 1994 were 0.82% of its average daily net assets.

Total fees and expenses (excluding taxes and brokerage commissions) cannot exceed the most restrictive applicable state expense limitation.

About IDS

General information

The IDS family of companies offers not only mutual funds but also insurance, annuities, investment certificates and a broad range of financial management services.

Besides managing investments for all publicly offered funds in the IDS MUTUAL FUND GROUP, IDS also manages investments for itself and its subsidiaries, IDS Certificate Company and IDS Life Insurance

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Company. Total assets under management on June 30, 1994 were more than \$100 billion.

IDS Financial Services Inc. serves individuals and businesses through its nationwide network of more than 175 offices and more than 7,800 planners.

Other IDS subsidiaries provide investment management and related services for pension, profit sharing, employee savings and endowment funds of businesses and institutions.

IDS is located at IDS Tower 10, Minneapolis, MN 55440-0010. It is a wholly owned subsidiary of American Express Company, a financial services company with headquarters at American Express Tower, World Financial Center, New York, NY 10285. The fund may pay brokerage commissions to broker-dealer affiliates of American Express and IDS.

STATEMENT OF ADDITIONAL INFORMATION

FOR

IDS UTILITIES INCOME FUND

Aug. 29, 1994

This Statement of Additional Information (SAI) is not a prospectus. It should be read together with the fund's prospectus and the financial statements contained in the fund's Annual Report which may be obtained from your IDS personal financial planner or by writing to IDS Shareholder Service, P.O. Box 534, Minneapolis, MN 55440-0534.

This SAI is dated Aug. 29, 1994, and it is to be used with the fund's prospectus dated Aug. 29, 1994, and the fund's Annual Report for the fiscal year ended June 30, 1994.

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ADDITIONAL INVESTMENT POLICIES

These are investment policies in addition to those presented in the prospectus. Unless holders of a majority of the outstanding shares agree to make the change the fund will not:

'Invest more than 5% of its total assets, at market value, in securities of any one company, government or political subdivision thereof, except the limitation will not apply to investments in securities issued by the U.S. government, its agencies or instrumentalities, and except that up to 25% of total assets may be invested without regard to this 5% limitation.

'Purchase more than 10% of the outstanding voting securities of an issuer.

'Invest more than 5% of its total assets, at market, in securities of companies, including any predecessors, that have a record of less than three years continuous operations.

'Buy or sell real estate, commodities or commodity contracts, except the fund may enter into futures contracts.

'Buy on margin or sell short, but it may make margin payments in connection with transactions in futures contracts.

'Invest in a company to control or manage it.

'Pledge or mortgage its assets beyond 15% of the cost of total assets. If the fund were ever to do so, valuation of the pledged or mortgaged assets would be based on market values. For purposes of this restriction, collateral arrangements for margin deposits on futures contracts are not deemed to be a pledge of assets.

'Make cash loans. The fund, however, does make investments in debt securities where the sellers agree to repurchase the securities at cost plus an agreed-upon interest rate within a specified time.

'Act as an underwriter (sell securities for others). However, under the securities laws, the fund may be deemed to be an underwriter when it purchases securities directly from the issuer and later resells them.

'Borrow money or property, except as a temporary measure for extraordinary or emergency purposes, in an amount not exceeding one-third of the market value of its total assets (including borrowings) less liabilities (other than borrowings) immediately after the borrowing. The fund has not borrowed in the past and has no present intention to borrow.

'Lend the fund's assets to the fund's directors and officers, to IDS Financial Corporation (IDS), or to IDS' directors and officers.

'Invest in exploration or development programs, such as oil, gas or mineral programs.

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'Lend portfolio securities in excess of 30% of its net assets, at market value. This policy may not be changed without shareholder approval. The current policy of the fund's board of directors is to make these loans, either long- or short-term, to broker-dealers. In making such loans the fund gets the market price in cash, U.S. government securities, letters of credit or such other collateral as may be permitted by regulatory agencies and approved by the board of directors. If the market price of the loaned securities goes up, the fund will get additional collateral on a daily basis. The risks are that the borrower may not provide additional collateral when required or return the securities when due. During the existence of the loan, the fund receives cash payments equivalent to all interest or other distributions paid on the loaned securities. A loan will not be made unless the investment manager believes the opportunity for additional income outweighs the risks.

Unless changed by the board of directors, the fund will not:

'Invest in securities of investment companies, except by purchases in the open market where the dealer's or sponsor's profit is the

regular commission.

'Purchase securities of an issuer if the directors and officers of the fund and of IDS hold more than a certain percentage of the issuer's outstanding securities. The holdings of all directors and officers of the fund and of IDS who own more than 0.5% of an issuer's securities are added together, and if in total they own more than 5%, the fund will not purchase securities of that issuer.

'Invest more than 5% of its net assets in warrants. Under one state's law no more than 2% of the fund's net assets may be invested in warrants not listed on an exchange.

'Invest more than 10% of its net assets in securities and derivative instruments that are illiquid. For purposes of this policy illiquid securities include some privately placed securities, public securities and Rule 144A securities that for one reason or another may no longer have a readily available market, repurchase agreements with maturities greater than seven days, non-negotiable fixed-time deposits and over-the-counter options.

In determining the liquidity of Rule 144A securities, which are unregistered securities offered to qualified institutional buyers, and interest-only and principal-only instruments created for mortgage-backed securities issued by the United States government or its agencies and instrumentalities, the investment manager, under guidelines established by the board of directors, will consider any relevant factors including the frequency of trades, the number of dealers willing to purchase or sell the security and the nature of marketplace trades.

In determining the liquidity of commercial paper issued in transactions not involving a public offering under Section 4(2) of the Securities Act of 1933, the investment manager, under guidelines established by the board of directors, will evaluate

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relevant factors such as the issuer and the size and nature of its commercial paper programs, the willingness and ability of the issuer or dealer to repurchase the paper, and the nature of the clearance and settlement procedures for the paper.

The fund may make contracts to purchase securities for a fixed price at a future date beyond normal settlement time (when-issued securities or forward commitments). [Under normal market conditions, the fund does not intend to commit more than 5% of its total assets to these practices.] The fund does not pay for the securities or receive dividends or interest on them until the contractual settlement date. The fund will designate cash or liquid high-grade debt securities at least equal in value to its commitments to purchase the securities. When-issued securities or forward commitments are subject to market fluctuations and they may affect the fund's total assets the same as owned securities.

The fund may maintain a portion of its assets in cash and cash-equivalent investments. The cash-equivalent investments the fund may use are short-term U.S. and Canadian government securities and negotiable certificates of deposit, non-negotiable fixed-time deposits, bankers' acceptances and letters of credit of banks or savings and loan associations having capital, surplus and undivided profits (as of the date of its most recently published annual financial statements) in excess of \$100 million (or the equivalent in the instance of a foreign branch of a U.S. bank) at the date of investment. Any cash-equivalent investments in foreign securities will be subject to the limitations on foreign investments described in the prospectus. The fund also may purchase short-term corporate notes and obligations rated in the top two classifications by Moody's or S&P or the equivalent and may use repurchase agreements with broker-dealers registered under the Securities Exchange Act of 1934 and with commercial banks. A risk of a repurchase agreement is that if the seller seeks the protection of the bankruptcy laws, the fund's ability to liquidate the security involved could be impaired.

For a description of corporate bond ratings and additional information on investment policies, see Appendix A. For a discussion about foreign currency transactions, see Appendix B. For a discussion on options and futures contracts, see Appendix C.

PORTFOLIO TRANSACTIONS

Subject to policies set by the board of directors, IDS is authorized to determine, consistent with the fund's investment goals and policies, which securities will be purchased, held or sold. In determining where the buy and sell orders are to be placed, IDS has been directed to use its best efforts to obtain the best available price and the most favorable execution except where otherwise authorized by the board of directors. In selecting broker-dealers to execute transactions, IDS may consider the price of the security, including commission or mark-up, the size and difficulty of the order, the reliability, integrity, financial soundness and general operation and execution capabilities of the

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broker, the broker's expertise in particular markets, and research services provided by the broker.

On occasion, it may be desirable to compensate a broker for research services or for brokerage services by paying a commission that might not otherwise be charged or a commission in excess of the amount another broker might charge. The board of directors has adopted a policy authorizing IDS to do so to the extent authorized by law, if IDS determines, in good faith, that such commission is reasonable in relation to the value of the brokerage or research services provided by a broker or dealer, viewed either in the light of that transaction or IDS' overall responsibilities to the funds in the IDS MUTUAL FUND GROUP.

Research provided by brokers supplements IDS' own research activities. Such services include economic data on, and analysis of, U.S. and foreign economies; information on specific industries; information about specific companies, including earnings estimates; purchase recommendations for stocks and bonds; portfolio strategy services; political, economic, business and industry trend assessments; historical statistical information; market data services providing information on specific issues and prices; and technical analysis of various aspects of the securities markets, including technical charts. Research services may take the form of written reports, computer software or personal contact by telephone or at seminars or other meetings. IDS has obtained, and in the future may obtain, computer hardware from brokers, including but not limited to personal computers that will be used exclusively for investment decision-making purposes, which include the research, portfolio management and trading functions and other services to the extent permitted under an interpretation by the Securities and Exchange Commission (SEC).

When paying a commission that might not otherwise be charged or a commission in excess of the amount another broker might charge, IDS must follow procedures authorized by the board of directors. To date, three procedures have been authorized. One procedure permits IDS to direct an order to buy or sell a security traded on a national securities exchange to a specific broker for research services it has provided. The second procedure permits IDS, in order to obtain research, to direct an order on an agency basis to buy or sell a security traded in the over-the-counter market to a firm that does not make a market in that security. The commission paid generally includes compensation for research services. The third procedure permits IDS, in order to obtain research and brokerage services, to cause the fund to pay a commission in excess of the amount another broker might have charged. IDS has advised the fund it is necessary to do business with a number of brokerage firms on a continuing basis to obtain such services as the handling of large orders, the willingness of a broker to risk its own money by taking a position in a security, and the specialized handling of a particular group of securities that only certain brokers may be able to offer. As a result of this arrangement, some portfolio transactions may not be effected at the lowest commission, but IDS believes it may obtain better overall execution. IDS has assured the fund that under all three procedures the amount of commission

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paid will be reasonable and competitive in relation to the value of the brokerage services performed or research provided.

All other transactions shall be placed on the basis of obtaining the best available price and the most favorable execution. In so doing, if in the professional opinion of the person responsible for selecting the broker or dealer, several firms can execute the transaction on the same basis, consideration will be given by such person to those firms offering research services. Such services may be used by IDS in providing advice to all the funds in the IDS MUTUAL FUND GROUP and other accounts advised by IDS, even though it

is not possible to relate the benefits to any particular fund or account.

Each investment decision made for the fund is made independently from any decision made for another fund in the IDS MUTUAL FUND GROUP or other account advised by IDS or any IDS subsidiary. When the fund buys or sells the same security as another fund or account, IDS carries out the purchase or sale in a way the fund agrees in advance is fair. Although sharing in large transactions may adversely affect the price or volume purchased or sold by the fund, the fund hopes to gain an overall advantage in execution. IDS has assured the fund it will continue to seek ways to reduce brokerage costs.

On a periodic basis, IDS makes a comprehensive review of the broker-dealers and the overall reasonableness of their commissions. The review evaluates execution, operational efficiency and research services.

The fund paid total brokerage commissions of \$835,113 for the fiscal year ended June 30, 1992, \$1,538,413 for fiscal year 1993, and \$2,898,264 for fiscal year 1994. Substantially all firms through whom transactions were executed provide research services. In fiscal year 1994, transactions amounting to \$299,000,000, on which \$2,994,000 in commissions were imputed or paid, were specifically directed to firms.

The fund acquired no securities of its regular brokers or dealers or of the parents of those brokers or dealers that derived more than 15% of gross revenue from securities-related activities during the fiscal year ended June 30, 1994.

The portfolio turnover rate was 64% in the fiscal year ended June 30, 1993, and 102% in fiscal year 1994.

BROKERAGE COMMISSIONS PAID TO BROKERS AFFILIATED WITH IDS

Affiliates of American Express Company (American Express) (of which IDS is a wholly owned subsidiary) may engage in brokerage and other securities transactions on behalf of the fund according to procedures adopted by the fund's board of directors and to the extent consistent with applicable provisions of the federal securities laws. IDS will use an American Express affiliate only if (i) IDS determines that the fund will receive prices and executions at least as favorable as those offered by qualified independent brokers performing similar brokerage and other services

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for the fund and (ii) the affiliate charges the fund commission rates consistent with those the affiliate charges comparable unaffiliated customers in similar transactions and if such use is consistent with terms of the Investment Management and Services Agreement.

Information about brokerage commissions paid by the fund for the last three fiscal years (periods) to brokers affiliated with IDS is contained in the following table:

<TABLE><CAPTION>

For the Fiscal Year (Period) Ended June 30,

Broker	Nature of Affiliation	1994		Percent of Aggregate Dollar Amount of Transactions Involving Payment of Commissions	1993		1992	
		Aggregate Dollar Amount of Commissions Paid to Broker	Percent of Aggregate Brokerage Commissions		Aggregate Dollar Amount of Commissions Paid to Broker	Aggregate Dollar Amount of Commissions Paid to Broker		
<S> Lehman Brothers Inc.	<C> (2)	\$27,771	.96%	.94%	\$ -0-	\$ -0-		
Shearson Lehman Brothers Inc.	(1)	34,768	1.20	1.50	96,068	73,413		
American Enterprise Investment Services Inc.	(3)	37,275	1.29	2.30	73,949	37,675		
The Robinson-	(4)							

- (1) Under common control with IDS as a subsidiary of American Express until July 30, 1993.
- (2) Under common control with IDS as a subsidiary of American Express. Lehman Brothers Inc. is no longer a subsidiary of American Express as of May 31, 1994.
- (3) Wholly owned subsidiary of IDS.
- (4) Under common control with IDS as an indirect subsidiary of American Express until July 30, 1993.

PERFORMANCE INFORMATION

The fund may quote various performance figures to illustrate past performance. Average annual total return and current yield quotations used by the fund are based on standardized methods of computing performance as required by the SEC. An explanation of these and any other methods used by the fund to compute performance follows below.

Average annual total return

The fund may calculate average annual total return for certain periods by finding the average annual compounded rates of return over the period that would equate the initial amount invested to the ending redeemable value, according to the following formula:

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$$P(1+T)^n = ERV$$

- where:
- P = a hypothetical initial payment of \$1,000
 - T = average annual total return
 - n = number of years
 - ERV = ending redeemable value of a hypothetical \$1,000 payment, made at the beginning of a period, at the end of the period (or fractional portion thereof)

Aggregate total return

The fund may calculate aggregate total return for certain periods representing the cumulative change in the value of an investment in the fund over a specified period of time according to the following formula:

$$\frac{ERV - P}{P}$$

- where:
- P = a hypothetical initial payment of \$1,000
 - ERV = ending redeemable value of a hypothetical \$1,000 payment, made at the beginning of a period, at the end of the period (or fractional portion thereof)

Annualized yield

The fund may calculate an annualized yield by dividing the net investment income per share deemed earned during a period by the net asset value per share on the last day of the period and annualizing the results.

Yield is calculated according to the following formula:

$$\text{Yield} = 2 \left[\frac{(a-b + 1)^6 - 1}{cd} \right]$$

- where:
- a = dividends and interest earned during the period
 - b = expenses accrued for the period (net of reimbursements)
 - c = the average daily number of shares outstanding during the period that were entitled to receive dividends
 - d = the maximum offering price per share on the last day of the period

The fund's annualized yield was 4.87% for the 30-day period ended June 30, 1994.

The fund's yield, calculated as described above according to the formula prescribed by the SEC, is a hypothetical return based on market value yield to maturity for the fund's securities. It is not necessarily indicative of the amount which was or may be paid

to the fund's shareholders. Actual amounts paid to fund shareholders are reflected in the distribution yield.

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Distribution yield

Distribution yield is calculated according to the following formula:

$$\frac{D}{30} \text{ divided by } \frac{POP}{30} \text{ F equals DY}$$

where: D = sum of dividends for 30-day period
POP = sum of public offering price for 30-day period
F = annualizing factor
DY = distribution yield

The fund's distribution yield was 5.82% for the 30-day period ended June 30, 1994.

In its sales material and other communications, the fund may quote, compare or refer to rankings, yields or returns as published by independent statistical services or publishers and publications such as The Bank Rate Monitor National Index, Barron's, Business Week, Donoghue's Money Market Fund Report, Financial Services Week, Financial Times, Financial World, Forbes, Fortune, Global Investor, Institutional Investor, Investor's Daily, Kiplinger's Personal Finance, Lipper Analytical Services, Money, Mutual Fund Forecaster, Newsweek, The New York Times, Personal Investor, Stanger Report, Sylvia Porter's Personal Finance, USA Today, U.S. News and World Report, The Wall Street Journal and Wiesenberger Investment Companies Service.

VALUING FUND SHARES

The value of an individual share is determined by using the net asset value before shareholder transactions for the day. On July 1, 1994, the first business day following the end of the fiscal year, the computation looked like this:

<TABLE><CAPTION>

Net assets before shareholder transactions <S>		Shares outstanding at end of previous day <C>		Net asset value of one share <C>
\$650,657,357	divided by	104,484,521	equals	\$6.24

</TABLE>

In determining net assets before shareholder transactions, the fund's portfolio securities are valued as follows as of the close of business of the New York Stock Exchange:

'Securities, except bonds other than convertibles, traded on a securities exchange for which a last-quoted sales price is readily available are valued at the last-quoted sales price on the exchange where such security is primarily traded.

'Securities traded on a securities exchange for which a last-quoted sales price is not readily available are valued at the mean of the closing bid and asked prices, looking first to the bid and asked prices on the exchange where the security is primarily traded and, if none exist, to the over-the-counter market.

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'Securities included in the NASDAQ National Market System are valued at the last-quoted sales price in this market.

'Securities included in the NASDAQ National Market System for which a last-quoted sales price is not readily available, and other securities traded over-the-counter but not included in the NASDAQ National Market System are valued at the mean of the closing bid and asked prices.

'Futures and options traded on major exchanges are valued at the last-quoted sales price on their primary exchange.

'Foreign securities traded outside the United States are generally valued as of the time their trading is complete, which is usually different from the close of the New York Stock Exchange. Foreign securities quoted in foreign currencies are translated into U.S. dollars at the current rate of exchange. Occasionally, events affecting the value of such securities may occur between such times

and the close of the New York Stock Exchange that will not be reflected in the computation of the fund's net asset value. If events materially affecting the value of such securities occur during such period, these securities will be valued at their fair value according to procedures decided upon in good faith by the fund's board of directors.

'Short-term securities maturing more than 60 days from the valuation date are valued at the readily available market price or approximate market value based on current interest rates. Short-term securities maturing in 60 days or less that originally had maturities of more than 60 days at acquisition date are valued at amortized cost using the market value on the 61st day before maturity. Short-term securities maturing in 60 days or less at acquisition date are valued at amortized cost. Amortized cost is an approximation of market value determined by systematically increasing the carrying value of a security if acquired at a discount, or reducing the carrying value if acquired at a premium, so that the carrying value is equal to maturity value on the maturity date.

'Securities without a readily available market price, bonds other than convertibles and other assets are valued at fair value as determined in good faith by the board of directors. The board of directors is responsible for selecting methods it believes provide fair value. When possible, bonds are valued by a pricing service independent from the fund. If a valuation of a bond is not available from a pricing service, the bond will be valued by a dealer knowledgeable about the bond if such a dealer is available.

The New York Stock Exchange, IDS and the fund will be closed on the following holidays: New Year's Day, Presidents' Day, Good Friday, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

INVESTING IN THE FUND

Sales Charge

Shares of the fund are sold at the public offering price determined at the close of business on the day an application is accepted.

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The public offering price is the net asset value of one share plus a sales charge. The public offering price for an investment of less than \$50,000, made July 1, was determined by dividing the net asset value of one share, \$6.24, by 0.95 (1.00-0.05 for a maximum 5% sales charge) for a public offering price of \$6.57. The sales charge is paid to IDS Financial Services Inc. by the person buying the shares.

Calculation of the Sales Charge

Sales charges are determined as follows:

<TABLE><CAPTION>

		Within each increment, sales charge as a percentage of:	
Amount of Investment		Public Offering Price	Net Amount Invested
<S>		<C>	<C>
First	\$ 50,000	5.0%	5.26%
Next	50,000	4.5	4.71
Next	150,000	4.0	4.17
Next	250,000	3.0	3.09
Next	500,000	2.0	2.04
Next	2,000,000	1.0	1.01
More than	3,000,000	0.5	0.50

</TABLE>

Sales charges on an investment greater than \$50,000 are calculated for each increment separately and then totaled. The resulting total sales charge, expressed as a percentage of the public offering price and of the net amount invested, will vary depending on the proportion of the investment at different sales charge levels.

For example, compare an investment of \$60,000 with an investment of \$85,000. The \$60,000 investment is composed of \$50,000 that incurs a sales charge of \$2,500 (5.0% x \$50,000) and \$10,000 that incurs a sales charge of \$450 (4.5% x \$10,000). The total sales charge of \$2,950 is 4.92% of the public offering price and 5.17% of the net

amount invested.

In the case of the \$85,000 investment, the first \$50,000 also incurs a sales charge of \$2,500 (5.0% x \$50,000) and \$35,000 incurs a sales charge of \$1,575 (4.5% x \$35,000). The total sales charge of \$4,075 is 4.79% of the public offering price and 5.04% of the net amount invested.

The following table shows the range of sales charges as a percentage of the public offering price and of the net amount invested on total investments at each applicable level.

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<TABLE><CAPTION>

Amount of Investment <S>	On total investment, sales charge as a percentage of	
	Public Offering Price	Net Amount Invested
	ranges from:	
<C>	<C>	<C>
First \$ 50,000	5.00%	5.26%
More than 50,000 to 100,000	5.00-4.75	5.26-4.99
More than 100,000 to 250,000	4.75-4.30	4.99-4.49
More than 250,000 to 500,000	4.30-3.65	4.49-3.79
More than 500,000 to 1,000,000	3.65-2.83	3.79-2.91
More than 1,000,000 to 3,000,000	2.83-1.61	2.91-1.63
More than 3,000,000	1.61-0.50	1.63-0.50

</TABLE>

The initial sales charge is waived for certain qualified plans that meet the requirements described in the prospectus. Participants in these qualified plans may be subject to a deferred sales charge on certain redemptions. The deferred sales charge on certain redemptions will be waived if the redemption is a result of a participant's death, disability, retirement, attaining age 59 1/2, loans or hardship withdrawals. The deferred sales charge varies depending on the number of participants in the qualified plan and total plan assets as follows:

Deferred Sales Charge

Total Plan Assets	Number of Participants	
	1-99	100 or more
Less than \$1 million	4%	0%
\$1 million or more	0%	0%

Reducing the Sales Charge

Sales charges are based on the total amount of your investments in the fund. The amount of all prior investments plus any new purchase is referred to as your "total amount invested." For example, suppose you have made an investment of \$20,000 and later decide to invest \$40,000 more. Your total amount invested would be \$60,000. As a result, \$10,000 of your \$40,000 investment qualifies for the lower 4.5% sales charge that applies to investments of more than \$50,000 to \$100,000.

The total amount invested includes any shares held in the fund in the name of a member of your immediate family (spouse and unmarried children under 21). For instance, if your spouse already has invested \$20,000 and you want to invest \$40,000, your total amount invested will be \$60,000 and therefore you will pay the lower charge of 4.5% on \$10,000 of the \$40,000.

Until a spouse remarries, the sales charge is waived for spouses and unmarried children under 21 of deceased trustees, directors, officers or employees of the fund or IDS or its subsidiaries and deceased planners.

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The total amount invested also includes any investment you or your immediate family already have in the other publicly offered funds in the IDS MUTUAL FUND GROUP where the investment is subject to a sales charge. For example, suppose you already have an investment of \$25,000 in IDS Growth Fund and \$5,000 in this fund. If you invest \$40,000 more in this fund, your total amount invested in the funds will be \$70,000 and therefore \$20,000 of your \$40,000 investment will incur a 4.5% sales charge.

Finally, Individual Retirement Account (IRA) purchases, or other employee benefit plan purchases made through a payroll deduction plan or through a plan sponsored by an employer, association of employers, employee organization or other similar entity, may be added together to reduce sales charges for shares purchased through that plan.

Systematic Investment Programs

After you make your initial investment of \$2,000 or more, you can arrange to make additional payments of \$100 or more on a regular basis. These minimums do not apply to all systematic investment programs. You decide how often to make payments - monthly, quarterly or semiannually. You are not obligated to make any payments. You can omit payments or discontinue the investment program altogether. The fund also can change the program or end it at any time. If there is no obligation, why do it? Putting money aside is an important part of financial planning. With a systematic investment program, you have a goal to work for.

How does this work? When you send in your payment, your money is invested at the public offering price. Your regular investment amount will purchase more shares when the net asset value per share decreases, and fewer shares when the net asset value per share increases. Each purchase is a separate transaction. After each purchase your new shares will be added to your account. Shares bought through these programs are exactly the same as any other fund shares. They can be bought and sold at any time. A systematic investment program is not an option or an absolute right to buy shares.

The systematic investment program itself cannot ensure a profit, nor can it protect against a loss in a declining market. If you decide to discontinue the program and redeem your shares when their net asset value is less than what you paid for them, you will incur a loss.

For a discussion on dollar-cost averaging, see Appendix D.

Automatic Directed Dividends

Dividends, including capital gain distributions, paid by another fund in the IDS MUTUAL FUND GROUP subject to a sales charge, may be used to automatically purchase shares of this fund without paying a sales charge. Dividends may be directed to existing accounts only. Dividends declared by a fund are exchanged to this fund the following day. Dividends can be exchanged into one fund but cannot

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be split to make purchases in two or more funds. Automatic directed dividends are available between accounts of any ownership except:

'Between a non-custodial account and an IRA, or 401(k) plan account or other qualified retirement account of which IDS Trust Company acts as custodian;

'Between two IDS Trust Company custodial accounts with different owners (for example, you may not exchange dividends from your IRA to the IRA of your spouse);

'Between different kinds of custodial accounts with the same ownership (for example, you may not exchange dividends from your IRA to your 401(k) plan account, although you may exchange dividends from one IRA to another IRA).

Moreover, dividends may be directed from accounts established under the Uniform Gifts to Minors Act (UGMA) or Uniform Transfers to Minors Act (UTMA) only into other UGMA or UTMA accounts with identical ownership.

Each fund has a different investment goal described in its prospectus along with other information, including fees and expense ratios. Before exchanging dividends into another fund, you should read its prospectus. You will receive a confirmation that the automatic directed dividend service has been set up for your account.

REDEEMING SHARES

You have a right to redeem your shares at any time. For an explanation of redemption procedures, please see the prospectus.

During an emergency, the board of directors can suspend the computation of net asset value, stop accepting payments for purchase of shares or suspend the duty of the fund to redeem shares for more than seven days. Such emergency situations would occur if:

'The New York Stock Exchange closes for reasons other than the usual weekend and holiday closings or trading on the Exchange is restricted, or

'Disposal of the fund's securities is not reasonably practicable or it is not reasonably practicable for the fund to determine the fair value of its net assets, or

'The SEC, under the provisions of the Investment Company Act of 1940, as amended, declares a period of emergency to exist.

Should the fund stop selling shares, the directors may make a deduction from the value of the assets held by the fund to cover the cost of future liquidations of the assets so as to distribute fairly these costs among all shareholders.

PAGE 41 PAY-OUT PLANS

You can use any of several pay-out plans to redeem your investment in regular installments at no extra cost. While the plans differ on how the pay-out is figured, they all are based on the redemption of your investment. Net investment income dividends and any capital gain distributions will automatically be reinvested, unless you elect to receive them in cash. If you are redeeming a tax-qualified plan account for which IDS Trust Company acts as custodian, you can elect to receive your dividends and other distributions in cash when permitted by law. If you redeem an IRA or a qualified retirement account, certain restrictions, federal tax penalties and special federal income tax reporting requirements may apply. You should consult your tax adviser about this complex area of the tax law.

IDS normally will not accept applications for a systematic investment in any fund in the IDS MUTUAL FUND GROUP subject to a sales charge while a pay-out plan for any of those funds is in effect. Occasional investments, however, may be accepted.

To start any of these plans, please submit an authorization form supplied by IDS Shareholder Service. For a copy, write or call IDS Shareholder Service, P.O. Box 534, Minneapolis, MN 55440-0534, 612-671-3733. Your authorization must be received in the Minneapolis headquarters at least five days before the date you want your payments to begin. The initial payment must be at least \$50. Payments will be made on a monthly, bimonthly, quarterly, semiannual or annual basis. Your choice is effective until you change or cancel it.

The following pay-out plans are designed to take care of the needs of most shareholders in a way IDS can handle efficiently and at a reasonable cost. If you need a more irregular schedule of payments, it may be necessary for you to make a series of individual redemptions, in which case you will have to send in a separate redemption request for each pay-out. The fund reserves the right to change or stop any pay-out plan and to stop making such plans available.

Plan #1: Pay-out for a fixed period of time

If you choose this plan, a varying number of shares will be redeemed at net asset value at regular intervals during the time period you choose. This plan is designed to end in complete redemption of all shares in your account by the end of the fixed period.

Plan #2: Redemption of a fixed number of shares

If you choose this plan, a fixed number of shares will be redeemed at net asset value for each payment and that amount will be sent to you. The length of time these payments continue is based on the number of shares in your account.

Plan #3: Redemption of a fixed dollar amount

If you decide on a fixed dollar amount, whatever number of shares is necessary to make the payment will be redeemed in regular installments until your account is closed.

Plan #4: Redemption of a percentage of net asset value

Payments are made based on a fixed percentage of the net asset value of the shares in the account computed on the day of each payment. Percentages range from 0.25% to 0.75%. For example, if you are on this plan and arrange to take 0.5% each month, you will get \$50 if the value of your account is \$10,000 on the payment date.

EXCHANGES

If you buy shares in the fund and then exchange into another fund, it is considered a sale and subsequent purchase of shares. Under the tax laws, if this exchange is done within 91 days, any sales charge waived on a subsequent purchase of shares applies to the new shares acquired in the exchange. Therefore, you cannot create a tax loss or reduce a tax gain attributable to the sales charge when exchanging shares within 91 days.

Retirement Accounts

If you have a nonqualified investment in the fund and you wish to move part or all of those shares to an IRA or qualified retirement account in this fund, you can do so without paying a sales charge. However, this type of exchange is considered a sale of shares and may result in a gain or loss for tax purposes. In addition, this type of exchange may result in an excess contribution under IRA or qualified plan regulations if the amount exchanged plus the amount of the initial sales charge applied to the amount exchanged exceeds annual contribution limitations. For example: If you were to exchange \$2,000 in shares from a nonqualified account to an IRA without considering the 5% (\$100) initial sales charge applicable to that \$2,000, you may be deemed to have exceeded current IRA annual contribution limitations. You should consult your tax adviser for further details about this complex subject.

It is unlikely that the board of directors will authorize a distribution of any net realized capital gains until the available capital loss carryover has been offset or has expired except as required by Internal Revenue Service rules.

TAXES

Net investment income dividends received should be treated as dividend income for federal income tax purposes. Corporate shareholders are generally entitled to a deduction equal to 70% of that portion of the fund's dividend that is attributable to dividends the fund received from domestic (U.S.) securities. For the fiscal year ended June 30, 1994, 59.08% of the fund's net investment income dividends qualified for the corporate deduction.

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Capital gain distributions received by individual and corporate shareholders, if any, should be treated as long-term capital gains regardless of how long they owned their shares. Short-term capital gains earned by the fund are paid to shareholders as part of their ordinary income dividend and are taxable.

You may be able to defer taxes on current income from a fund by investing through an IRA, 401(k) plan account or other qualified retirement account. If you move all or part of a non-qualified investment in the fund to a qualified account, this type of exchange is considered a sale of shares. You pay no sales charge, but the exchange may result in a gain or loss for tax purposes, or excess contributions under IRA or qualified plan regulations.

Under federal tax law, by the end of a calendar year the fund must declare and pay dividends representing 98% of ordinary income for that calendar year and 98% of net capital gains (both long-term and short-term) for the 12-month period ending Oct. 31 of that calendar year. The fund is subject to an excise tax equal to 4% of the excess, if any, of the amount required to be distributed over the amount actually distributed. The fund intends to comply with

federal tax law and avoid any excise tax.

The fund may be subject to U.S. taxes resulting from holdings in a passive foreign investment company (PFIC). A foreign corporation is a PFIC when 75% or more of its gross income for the taxable year is passive income or if 50% or more of the average value of its assets consists of assets that produce or could produce passive income.

This is a brief summary that relates to federal income taxation only. Shareholders should consult their tax adviser as to the application of federal, state and local income tax laws to fund distributions.

AGREEMENTS

Investment Management and Services Agreement

The fund has an Investment Management and Services Agreement with IDS. For its services, IDS is paid a fee composed of an asset charge in two parts. The first part, the group asset charge, is based on the combined daily net assets of all funds in the IDS MUTUAL FUND GROUP, except the money market funds, including any new fund that may be organized in the future. The daily rate of the group asset charge is based upon the following schedule:

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Group Asset Charge

Group assets (billions)	Annual rate at each asset level	Effective annual rate
First \$5	0.460%	0.460%
Next \$5	0.440	0.450
Next \$5	0.420	0.440
Next \$5	0.400	0.430
Next \$5	0.390	0.422
Next \$5	0.380	0.415
Next \$5	0.360	0.407
Next \$5	0.350	0.400
Next \$5	0.340	0.393
Next \$5	0.330	0.387
Over \$50	0.320	

The aggregate net assets of all non-money market funds in the IDS MUTUAL FUND GROUP were \$43,022,106,256 on June 30, 1994, and the daily rate applied to the fund's assets was equal to approximately 0.40% on an annual basis.

The second part of the asset charge is calculated at an annual rate of 0.14 percent and is based on the unique characteristics of the fund, including the fund's use of services provided by IDS in the areas of investment research, portfolio management, investment services and fund accounting. The total fee is calculated for each calendar day on the basis of net assets as of the close of business two business days prior to the day for which the calculation is made.

The management fee is paid monthly. The total amount paid was \$1,865,616 for the fiscal year ended June 30, 1992, \$2,825,609 for fiscal year 1993, and \$3,921,286 for fiscal year 1994.

Under the current Agreement, the fund also pays taxes, brokerage commissions and nonadvisory expenses, that include custodian fees; audit and certain legal fees; fidelity bond premiums; registration fees for shares; fund office expenses; consultants' fees; compensation of directors, officers and employees; corporate filing fees; Investment Company Institute dues; organizational expenses; expenses incurred in connection with lending portfolio securities of the fund; and expenses properly payable by the fund, approved by the board of directors. The fund paid nonadvisory expenses of \$393,855 for the fiscal year ended June 30, 1992, \$492,641 for fiscal year 1993, and \$581,269 for fiscal year 1994.

Transfer Agency Agreement

The fund has a Transfer Agency Agreement with IDS. This agreement governs IDS' responsibility for administering and/or performing transfer agent functions, for acting as service agent in connection with dividend and distribution functions and for performing shareholder account administration agent functions in connection with the issuance, exchange and redemption or repurchase of the

fund's shares. Under the agreement, IDS will earn a fee from the fund determined by multiplying the number of shareholder accounts at the end of the day by a rate of \$15 per year and dividing by the

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number of days in the year. The fees paid to IDS may be changed from time to time upon agreement of the parties without shareholder approval. The fund paid fees of \$1,036,792 for the fiscal year ended June 30, 1994.

Distribution Agreement

Under a Distribution Agreement, sales charges deducted for distributing fund shares are paid to IDS Financial Services Inc. daily. These charges amounted to \$5,225,222 for the fiscal year ended June 30, 1992. After paying commissions to personal financial planners, and other expenses, the amount retained was \$1,735,845. The amounts were \$7,567,188 and \$2,735,350 for fiscal year 1993, and \$6,900,337 and \$2,492,377 for fiscal year 1994.

Additional information about commissions and compensation for the fiscal year ended June 30, 1994, is contained in the following table:

(1) Name of Principal Underwriter	(2) Net Underwriting Discounts and Commissions	(3) Compensation on Redemption and Repurchases	(4) Brokerage Commissions	(5) Other Compensation
IDS	None	None	\$ None *	\$417,359**
IDS Financial Services Inc.	\$6,900,337	None	None	None

*For further information see "Brokerage Commissions Paid to Brokers Affiliated with IDS."

**Distribution fees paid pursuant to the Plan and Supplemental Agreement of Distribution.

Plan and Supplemental Agreement of Distribution

To help IDS defray the cost of distribution and servicing, not covered by the sales charges received under the Distribution Agreement, the fund and IDS entered into a Plan and Supplemental Agreement of Distribution (Plan). These costs cover almost all aspects of distributing the fund shares except compensation to the sales force. A substantial portion of the costs are not specifically identified to any one fund in the IDS MUTUAL FUND GROUP. Under the Plan, IDS is paid a fee determined by multiplying the number of shareholder accounts at the end of each day by a rate of \$6 per year and dividing by the number of days in the year.

The Plan must be approved annually by the directors, including a majority of the disinterested directors, if it is to continue for more than a year. At least quarterly, the directors must review written reports concerning the amounts expended under the Plan and the purposes for which such expenditures were made. The Plan and any agreement related to it may be terminated at any time by vote of a majority of directors who are not interested persons of the fund and have no direct or indirect financial interest in the operation of the Plan or in any agreement related to the Plan, or by vote of a majority of the outstanding voting securities of the

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fund or by IDS. The Plan (or any agreement related to it) shall terminate in the event of its assignment, as that term is defined in the Investment Company Act of 1940, as amended. The Plan may not be amended to increase the amount to be spent for distribution without shareholder approval, and all material amendments to the Plan must be approved by a majority of the directors, including a majority of the directors who are not interested persons of the fund and who do not have a financial interest in the operation of the Plan or any agreement related to it. The selection and nomination of such disinterested directors is the responsibility of such disinterested directors. No interested person of the fund, and no director who is not an interested person, has any direct or indirect financial interest in the operation of the Plan or any related agreement.

Total fees and nonadvisory expenses cannot exceed the most restrictive applicable state limitation. Currently, the most

restrictive applicable state expense limitation, subject to exclusion of certain expenses, is 2.5% of the first \$30 million of the fund's average daily net assets, 2% of the next \$70 million and 1.5% of average daily net assets over \$100 million, on an annual basis. At the end of each month, if the fees and expenses of the fund exceed this limitation for the fund's fiscal year in progress, IDS will assume all expenses in excess of the limitation. IDS then may bill the fund for such expenses in subsequent months up to the end of that fiscal year, but not after that date. No interest charges are assessed by IDS for expenses it assumes.

DIRECTORS AND OFFICERS

The following is a list of the fund's directors who, except for Mr. Dudley, also are directors of all other funds in the IDS MUTUAL FUND GROUP. Mr. Dudley is a director of all publicly offered funds. All shares have cumulative voting rights when voting on the election of directors.

Lynne V. Cheney'
American Enterprise Institute
for Public Policy Research (AEI)
1150 17th St., N.W.
Washington, D.C.

Distinguished Fellow AEI. Former Chair of National Endowment of the Humanities. Director, The Reader's Digest Association Inc., Lockheed Corporation, and the Interpublic Group of Companies, Inc.

William H. Dudley***
2900 IDS Tower
Minneapolis, MN

Executive vice president and director of IDS.

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Robert F. Froehlke+
901 S. Marquette Ave.
Minneapolis, MN

Former president of all funds in the IDS MUTUAL FUND GROUP. Director, the ICI Mutual Insurance Co., Institute for Defense Analyses, Marshall Erdman and Associates, Inc. (architectural engineering) and Public Oversight Board of the American Institute of Certified Public Accountants.

David R. Hubers**
2900 IDS Tower
Minneapolis, MN

President, chief executive officer and director of IDS. Previously, senior vice president, finance and chief financial officer of IDS.

Anne P. Jones***
Sutherland, Asbill & Brennan
1275 Pennsylvania Ave., N.W.
Washington, D.C.

Partner, law firm of Sutherland, Asbill & Brennan. Director, Motorola, Inc. and C-Cor Electronics, Inc.

Donald M. Kendall'
PepsiCo, Inc.
Purchase, NY

Former chairman and chief executive officer, PepsiCo, Inc.

Melvin R. Laird
Reader's Digest Association, Inc.
1730 Rhode Island Ave., N.W.
Washington, D.C.

Senior counsellor for national and international affairs, The Reader's Digest Association, Inc. Chairman of the board, COMSAT Corporation, former nine-term congressman, secretary of defense and presidential counsellor. Director, Martin Marietta Corp., Metropolitan Life Insurance Co., The Reader's Digest Association, Inc., Science Applications International Corp., Wallace Reader's Digest funds and Public Oversight Board (SEC Practice Section, American Institute of Certified Public Accountants).

Lewis W. Lehr'
3050 Minnesota World Trade Center
30 E. Seventh St.
St. Paul, MN

Former chairman of the board and chief executive officer, Minnesota Mining and Manufacturing Company (3M). Director, Jack Eckerd Corporation (drugstores). Advisory Director, Peregrine Inc. (microelectronics).

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William R. Pearce+*
901 S. Marquette Ave.
Minneapolis, MN

President of all funds in the IDS MUTUAL FUND GROUP since June 1993. Former vice chairman of the board, Cargill, Incorporated (commodity merchants and processors).

Edson W. Spencer+
840 TCF Tower
Minneapolis, MN

President, Spencer Associates Inc. (consulting). Chairman of the board, Mayo Foundation (healthcare). Former chairman of the board and chief executive officer, Honeywell Inc. Director, Boise Cascade Corporation (forest products) and CBS Inc. Member of International Advisory Councils, Robert Bosch (Germany) and NEC (Japan).

John R. Thomas**
2900 IDS Tower
Minneapolis, MN

Senior vice president and director of IDS.

Wheelock Whitney+
1900 Foshay Tower
821 Marquette Ave.
Minneapolis, MN

Chairman, Whitney Management Company (manages family assets).

+ Member of executive committee.

' Member of joint audit committee.

* Interested person by reason of being an officer and employee of the fund.

**Interested person by reason of being an officer, director, employee and/or shareholder of IDS or American Express.

***Interested person by reason of being a partner in a law firm that has represented IDS or its subsidiaries.

The board also has appointed officers who are responsible for day-to-day business decisions based on policies it has established.

Besides Mr. Pearce, who is president, the fund's other officer is:

Leslie L. Ogg
901 S. Marquette Ave.
Minneapolis, MN

Vice president of all funds in the IDS MUTUAL FUND GROUP and general counsel and treasurer of the publicly offered funds.

On June 30, 1994, the fund's directors and officers as a group owned less than 1% of the outstanding shares. During the fiscal year ended June 30, 1994, no director or officer earned more than \$60,000 from this fund. All directors and officers as a group

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earned \$14,056, including \$5,694 of retirement plan expense, from this fund.

CUSTODIAN

The fund's securities and cash are held by IDS Trust Company, 1200 Northstar Center West, 625 Marquette Ave., Minneapolis, MN 55402-2307, through a custodian agreement. The custodian is permitted to deposit some or all of its securities in central depository systems as allowed by federal law.

The custodian has entered into a sub-custodian arrangement with the Boston Safe Deposit & Trust Company (Boston Safe), 31 St. James Avenue, Boston, MA 02116-4114. As part of this arrangement, portfolio securities purchased outside the United States are maintained in the custody of various foreign branches of Boston Safe or in such other financial institutions as may be permitted by law and by the fund's sub-custodian agreement.

INDEPENDENT AUDITORS

The fund's financial statements contained in its Annual Report to shareholders, for the fiscal year ended June 30, 1994, were audited by independent auditors, KPMG Peat Marwick, 4200 Norwest Center, 90 S. Seventh St., Minneapolis, MN 55402-3900. The independent auditors also provide other accounting and tax-related services as requested by the fund.

FINANCIAL STATEMENTS

The Independent Auditors' Report and the Financial Statements, including Notes to the Financial Statements and the Schedule of Investments in Securities, contained in the 1994 Annual Report to IDS Utilities Income Fund, Inc. shareholders, pursuant to Section 30(d) of the Investment Company Act of 1940, as amended, are hereby incorporated in this SAI by reference. No other portion of the Annual Report, however, is incorporated by reference.

PROSPECTUS

The prospectus dated Aug. 29, 1994, is hereby incorporated in this SAI by reference.

PAGE 50 APPENDIX A

DESCRIPTION OF THE THREE HIGHEST CORPORATE BOND RATINGS AND ADDITIONAL INFORMATION ON INVESTMENT POLICIES

The ratings concern the quality of the issuing corporation. They are not an opinion of the market value of the security. Such ratings are opinions on whether the principal and interest will be repaid when due. A security's rating may change which could affect its price. The three highest ratings by Moody's Investors Service, Inc. are Aaa, Aa and A. The three highest by Standard & Poor's Corporation are AAA, AA and A.

Bonds rated Aaa and AAA are judged to be of the best quality. Interest and principal are secure. Prices are responsive only to interest rate fluctuations.

Bonds rated Aa and AA are also judged to be high-grade although margins of protection for interest and principal may not be quite as good as Aaa or AAA rated securities. Long-term risk may appear greater than the Aaa or AAA group. Prices are primarily responsive to interest rate fluctuations.

Bonds rated A are considered upper-medium grade. Protection for interest and principal are deemed adequate but susceptible to future impairment. The market prices of such obligations move primarily with interest rate fluctuations but also with changing economic or trade conditions.

Stripped Mortgage-Backed Securities

The fund may invest in stripped mortgage-backed securities. Generally, there are two classes of stripped mortgage-backed securities: Interest Only (IO) and Principal Only (PO). IOs entitle the holder to receive distributions consisting of all or a portion of the interest on the underlying pool of mortgage loans or mortgage-backed securities. POs entitle the holder to receive distributions consisting of all or a portion of the principal of the underlying pool of mortgage loans or mortgage-backed securities. The cash flows and yields on IOs and POs are extremely sensitive to the rate of principal payments (including prepayments) on the underlying mortgage loans or mortgage-backed securities. A rapid rate of principal payments may adversely affect the yield to maturity of IOs. A slow rate of principal payments may adversely affect the yield to maturity of POs. If prepayments of principal are greater than anticipated, an investor may incur substantial

losses. If prepayments of principal are slower than anticipated, the yield on a PO will be affected more severely than would be the case with a traditional mortgage-backed security.

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APPENDIX B

FOREIGN CURRENCY TRANSACTIONS

Since investments in foreign countries usually involve currencies of foreign countries, and since the fund may hold cash and cash-equivalent investments in foreign currencies, the value of the fund's assets as measured in U.S. dollars may be affected favorably or unfavorably by changes in currency exchange rates and exchange control regulations. Also, the fund may incur costs in connection with conversions between various currencies.

Spot Rates and Forward Contracts. The fund conducts its foreign currency exchange transactions either at the spot (cash) rate prevailing in the foreign currency exchange market or by entering into forward currency exchange contracts (forward contracts) as a hedge against fluctuations in future foreign exchange rates. A forward contract involves an obligation to buy or sell a specific currency at a future date, which may be any fixed number of days from the contract date, at a price set at the time of the contract. These contracts are traded in the interbank market conducted directly between currency traders (usually large commercial banks) and their customers. A forward contract generally has no deposit requirements. No commissions are charged at any stage for trades.

The fund may enter into forward contracts to settle a security transaction or handle dividend and interest collection. When the fund enters into a contract for the purchase or sale of a security denominated in a foreign currency or has been notified of a dividend or interest payment, it may desire to lock in the price of the security or the amount of the payment in dollars. By entering into a forward contract, the fund will be able to protect itself against a possible loss resulting from an adverse change in the relationship between different currencies from the date the security is purchased or sold to the date on which payment is made or received or when the dividend or interest is actually received.

The fund also may enter into forward contracts when management of the fund believes the currency of a particular foreign country may suffer a substantial decline against another currency. It may enter into a forward contract to sell, for a fixed amount of dollars, the amount of foreign currency approximating the value of some or all of the fund's portfolio securities denominated in such foreign currency. The precise matching of forward contract amounts and the value of securities involved generally will not be possible since the future value of such securities in foreign currencies more than likely will change between the date the forward contract is entered into and the date it matures. The projection of short-term currency market movements is extremely difficult and successful execution of a short-term hedging strategy is highly uncertain. The fund will not enter into such forward contracts or maintain a net exposure to such contracts when consummating the contracts would obligate the fund to deliver an amount of foreign currency in excess of the value of the fund's portfolio securities or other assets denominated in that currency.

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The fund will designate cash or securities in an amount equal to the value of the fund's total assets committed to consummating forward contracts entered into under the second circumstance set forth above. If the value of the securities declines, additional cash or securities will be designated on a daily basis so that the value of the cash or securities will equal the amount of the fund's commitments on such contracts.

At maturity of a forward contract, the fund may either sell the portfolio security and make delivery of the foreign currency or retain the security and terminate its contractual obligation to deliver the foreign currency by purchasing an offsetting contract with the same currency trader obligating it to buy, on the same maturity date, the same amount of foreign currency.

If the fund retains the portfolio security and engages in an offsetting transaction, the fund will incur a gain or a loss (as described below) to the extent there has been movement in forward contract prices. If the fund engages in an offsetting transaction, it may subsequently enter into a new forward contract to sell the

foreign currency. Should forward prices decline between the date the fund enters into a forward contract for selling foreign currency and the date it enters into an offsetting contract for purchasing the foreign currency, the fund will realize a gain to the extent that the price of the currency it has agreed to sell exceeds the price of the currency it has agreed to buy. Should forward prices increase, the fund will suffer a loss to the extent the price of the currency it has agreed to buy exceeds the price of the currency it has agreed to sell.

It is impossible to forecast what the market value of portfolio securities will be at the expiration of a contract. Accordingly, it may be necessary for the fund to buy additional foreign currency on the spot market (and bear the expense of such purchase) if the market value of the security is less than the amount of foreign currency the fund is obligated to deliver and a decision is made to sell the security and make delivery of the foreign currency. Conversely, it may be necessary to sell on the spot market some of the foreign currency received on the sale of the portfolio security if its market value exceeds the amount of foreign currency the fund is obligated to deliver.

The fund's dealing in forward contracts will be limited to the transactions described above. This method of protecting the value of the fund's portfolio securities against a decline in the value of a currency does not eliminate fluctuations in the underlying prices of the securities. It simply establishes a rate of exchange that can be achieved at some point in time. Although such forward contracts tend to minimize the risk of loss due to a decline in value of hedged currency, they tend to limit any potential gain that might result should the value of such currency increase.

Although the fund values its assets each business day in terms of U.S. dollars, it does not intend to convert its foreign currencies into U.S. dollars on a daily basis. It will do so from time to time, and shareholders should be aware of currency conversion

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costs. Although foreign exchange dealers do not charge a fee for conversion, they do realize a profit based on the difference (spread) between the prices at which they are buying and selling various currencies. Thus, a dealer may offer to sell a foreign currency to the fund at one rate, while offering a lesser rate of exchange should the fund desire to resell that currency to the dealer.

Options on Foreign Currencies. The fund may buy put and write covered call options on foreign currencies for hedging purposes. For example, a decline in the dollar value of a foreign currency in which portfolio securities are denominated will reduce the dollar value of such securities, even if their value in the foreign currency remains constant. In order to protect against such diminutions in the value of portfolio securities, the fund may buy put options on the foreign currency. If the value of the currency does decline, the fund will have the right to sell such currency for a fixed amount in dollars and will thereby offset, in whole or in part, the adverse effect on its portfolio which otherwise would have resulted.

As in the case of other types of options, however, the benefit to the fund derived from purchases of foreign currency options will be reduced by the amount of the premium and related transaction costs. In addition, where currency exchange rates do not move in the direction or to the extent anticipated, the fund could sustain losses on transactions in foreign currency options which would require it to forego a portion or all of the benefits of advantageous changes in such rates.

The fund may write options on foreign currencies for the same types of hedging purposes. For example, when the fund anticipates a decline in the dollar value of foreign-denominated securities due to adverse fluctuations in exchange rates, it could, instead of purchasing a put option, write a call option on the relevant currency. If the expected decline occurs, the option will most likely not be exercised and the diminution in value of portfolio securities will be fully or partially offset by the amount of the premium received.

As in the case of other types of options, however, the writing of a foreign currency option will constitute only a partial hedge up to the amount of the premium, and only if rates move in the expected direction. If this does not occur, the option may be exercised and

the fund would be required to buy or sell the underlying currency at a loss which may not be offset by the amount of the premium. Through the writing of options on foreign currencies, the fund also may be required to forego all or a portion of the benefits which might otherwise have been obtained from favorable movements on exchange rates.

All options written on foreign currencies will be covered. An option written on foreign currencies is covered if the fund holds currency sufficient to cover the option or has an absolute and immediate right to acquire that currency without additional cash

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consideration upon conversion of assets denominated in that currency or exchange of other currency held in its portfolio. An option writer could lose amounts substantially in excess of its initial investments, due to the margin and collateral requirements associated with such positions.

Options on foreign currencies are traded through financial institutions acting as market-makers, although foreign currency options also are traded on certain national securities exchanges, such as the Philadelphia Stock Exchange and the Chicago Board Options Exchange, subject to SEC regulation. In an over-the-counter trading environment, many of the protections afforded to exchange participants will not be available. For example, there are no daily price fluctuation limits, and adverse market movements could therefore continue to an unlimited extent over a period of time. Although the purchaser of an option cannot lose more than the amount of the premium plus related transaction costs, this entire amount could be lost.

Foreign currency option positions entered into on a national securities exchange are cleared and guaranteed by the OCC, thereby reducing the risk of counterparty default. Further, a liquid secondary market in options traded on a national securities exchange may be more readily available than in the over-the-counter market, potentially permitting the fund to liquidate open positions at a profit prior to exercise or expiration, or to limit losses in the event of adverse market movements.

The purchase and sale of exchange-traded foreign currency options, however, is subject to the risks of availability of a liquid secondary market described above, as well as the risks regarding adverse market movements, margining of options written, the nature of the foreign currency market, possible intervention by governmental authorities and the effects of other political and economic events. In addition, exchange-traded options on foreign currencies involve certain risks not presented by the over-the-counter market. For example, exercise and settlement of such options must be made exclusively through the OCC, which has established banking relationships in certain foreign countries for the purpose. As a result, the OCC may, if it determines that foreign governmental restrictions or taxes would prevent the orderly settlement of foreign currency option exercises, or would result in undue burdens on OCC or its clearing member, impose special procedures on exercise and settlement, such as technical changes in the mechanics of delivery of currency, the fixing of dollar settlement prices or prohibitions on exercise.

Foreign Currency Futures and Related Options. The fund may enter into currency futures contracts to sell currencies. It also may buy put and write covered call options on currency futures. Currency futures contracts are similar to currency forward contracts, except that they are traded on exchanges (and have margin requirements) and are standardized as to contract size and delivery date. Most currency futures call for payment of delivery in U.S. dollars. The fund may use currency futures for the same

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purposes as currency forward contracts, subject to CFTC limitations, including the limitation on the percentage of assets that may be used, described in the prospectus. All futures contracts are aggregated for purposes of the percentage limitations.

Currency futures and options on futures values can be expected to correlate with exchange rates, but will not reflect other factors that may affect the values of the fund's investments. A currency hedge, for example, should protect a Yen-denominated bond against a decline in the Yen, but will not protect the fund against price decline if the issuer's creditworthiness deteriorates. Because the

value of the fund's investments denominated in foreign currency will change in response to many factors other than exchange rates, it may not be possible to match the amount of a forward contract to the value of the fund's investments denominated in that currency over time.

The fund will not use leverage in its options and futures strategies. The fund will hold securities or other options or futures positions whose values are expected to offset its obligations. The fund will not enter into an option or futures position that exposes the fund to an obligation to another party unless it owns either (i) an offsetting position in securities or (ii) cash, receivables and short-term debt securities with a value sufficient to cover its potential obligations.

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APPENDIX C

OPTIONS AND FUTURES CONTRACTS AND ADDITIONAL INFORMATION ON OTHER INVESTMENT POLICIES

The fund may buy or write options traded on any U.S. or foreign exchange or in the over-the-counter market. The fund may enter into interest rate futures contracts and stock index futures contracts traded on any U.S. or foreign exchange. The fund also may buy or write put and call options on these futures and on stock indexes. Bond options in the over-the-counter market will be purchased only when the investment manager believes a liquid secondary market exists for the options and only from dealers and institutions the investment manager believes present a minimal credit risk. Some options are exercisable only on a specific date. In that case, or if a liquid secondary market does not exist, the fund could be required to buy or sell securities at disadvantageous prices, thereby incurring losses.

OPTIONS. An option is a contract. A person who buys a call option for a security has the right to buy the security at a set price for the length of the contract. A person who sells a call option is called a writer. The writer of a call option agrees to sell the security at the set price when the buyer wants to exercise the option, no matter what the market price of the security is at that time. A person who buys a put option has the right to sell a security at a set price for the length of the contract. A person who writes a put option agrees to buy the security at the set price if the purchaser wants to exercise the option, no matter what the market price of the security is at that time. An option is covered if the writer owns the security (in the case of a call) or sets aside the cash or securities of equivalent value (in the case of a put) that would be required upon exercise.

The price paid by the buyer for an option is called a premium. In addition, the buyer generally pays a broker a commission. The writer receives a premium, less another commission, at the time the option is written. The cash received is retained by the writer whether or not the option is exercised. A writer of a call option may have to sell the security for a below-market price if the market price rises above the exercise price. A writer of a put option may have to pay an above-market price for the security if its market price decreases below the exercise price. The risk of the writer is potentially unlimited, unless the option is covered.

Options can be used to produce incremental earnings, protect gains and facilitate buying and selling securities for investment purposes. The use of options and futures contracts may benefit the fund and its shareholders by improving the fund's liquidity and by helping to stabilize the value of its net assets.

Buying options. Put and call options may be used as a trading technique to facilitate buying and selling securities for investment reasons. They also may be for investment. Options are used as a trading technique to take advantage of any disparity

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between the price of the underlying security in the securities market and its price on the options market. It is anticipated the trading technique will be utilized only to effect a transaction when the price of the security plus the option price will be as good or better than the price at which the security could be bought or sold directly. When the option is purchased, the fund pays a premium and a commission. It then pays a second commission on the purchase or sale of the underlying security when the option is exercised. For record keeping and tax purposes, the price obtained

on the purchase of the underlying security will be the combination of the exercise price, the premium and both commissions. When using options as a trading technique, commissions on the option will be set as if only the underlying securities were traded.

Put and call options also may be held by the fund for investment purposes. Options permit the fund to experience the change in the value of a security with a relatively small initial cash investment.

The risk the fund assumes when it buys an option is the loss of the premium. To be beneficial to the fund, the price of the underlying security must change within the time set by the option contract. Furthermore, the change must be sufficient to cover the premium paid, the commissions paid both in the acquisition of the option and in a closing transaction or in the exercise of the option and subsequent sale (in the case of a call) or purchase (in the case of a put) of the underlying security. Even then, the price change in the underlying security does not ensure a profit since prices in the option market may not reflect such a change.

Writing covered options. The fund will write covered options when it feels it is appropriate and will follow these guidelines:

'Underlying securities will continue to be bought or sold solely on the basis of investment considerations consistent with the fund's goal.

'All options written by the fund will be covered. For covered call options, if a decision is made to sell the security, or for put options if a decision is made to buy the security, the fund will attempt to terminate the option contract through a closing purchase transaction.

'The fund will write options only as permitted under federal or state laws or regulations, such as those that limit the amount of total assets subject to the options. While no limit has been set by the fund, it will conform to the requirements of those states. For example, California limits the writing of options to 50% of the assets of a fund. Some regulations also affect the Custodian. When a covered option is written, the Custodian segregates the underlying securities, and issues a receipt. There are certain rules regarding banks issuing such receipts that may restrict the amount of covered call options written. Furthermore, the fund is limited to pledging not more than 15% of the cost of its total assets.

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Net premiums on call options closed or premiums on expired call options are treated as short-term capital gains. Since the fund is taxed as a regulated investment company under the Internal Revenue Code, any gains on options and other securities held less than three months must be limited to less than 30% of its annual gross income.

If a covered call option is exercised, the security is sold by the fund. The premium received upon writing the option is added to the proceeds received from the sale of the security. The fund will recognize a capital gain or loss based upon the difference between the proceeds and the security's basis. Premiums received from writing outstanding options are included as a deferred credit in the Statement of Assets and Liabilities and adjusted daily to the current market value.

Options on many securities are listed on options exchanges. If the fund writes listed options, it will follow the rules of the options exchange. Options are valued at the close of the New York Stock Exchange. An option listed on a national exchange, CBOE or NASDAQ will be valued at the last-quoted sales price or, if such a price is not readily available, at the mean of the last bid and ask prices.

Options on certain securities are not actively traded on any exchange, but may be entered into directly with a dealer. When the fund writes such an option, the Custodian will segregate assets as appropriate to cover the option. These options may be more difficult to close. If the fund is unable to effect a closing purchase transaction, it will not be able to sell the underlying security until the call written by the fund expires or is exercised.

FUTURES CONTRACTS. A futures contract is an agreement between two

parties to buy and sell a security for a set price on a future date. Futures contracts trade in a manner similar to the way a stock trades on a stock exchange and the commodity exchanges, through their clearing corporations, guarantee performance of the contracts. Futures contracts are commodity contracts listed on commodity exchanges. They include contracts based on U.S. Treasury bonds and on Standard and Poor's 500 Index (S&P 500 Index).

Unlike other futures contracts, a stock index futures contract specifies that no delivery of the actual stocks making up the index will take place. Instead, settlement in cash must occur upon the termination of the contract. For example, excluding any transaction costs, if the fund enters into one futures contract to buy the S&P 500 Index at a specified future date at a contract value of 150 and the S&P 500 Index is at 154 on that future date, the fund will gain $\$500 \times (154-150)$ or $\$2,000$. If the fund enters into one futures contract to sell the S&P 500 Index at a specified future date at a contract value of 150 and the S&P 500 Index is at 152 on that future date, the fund will lose $\$500 \times (152-150)$ or $\$1,000$.

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Generally, a futures contract is terminated by entering into an offsetting transaction. An offsetting transaction is effected by the fund taking an opposite position. At the time a futures contract is made, a good faith deposit called initial margin is set up within a segregated account at the fund's custodian bank. Daily thereafter, the futures contract is valued and the payment of variation margin is required so that each day the fund would pay out cash in an amount equal to any decline in the contract's value or receive cash equal to any increase. At the time a futures contract is closed out, a nominal commission is paid, which is generally lower than the commission on a comparable transaction in the cash markets.

The purpose of a futures contract is to allow the fund to gain rapid exposure to or protect itself from changes in the market without actually buying or selling securities. For example, if the fund owned long-term bonds and interest rates were expected to increase, it might enter into futures contracts to sell securities which would have much the same effect as selling some of the long-term bonds it owned. If interest rates did increase, the value of the debt securities in the portfolio would decline, but the value of the fund's futures contracts would increase at approximately the same rate, thereby keeping the net asset value of the fund from declining as much as it otherwise would have. If, on the other hand, the fund held cash reserves and interest rates were expected to decline, the fund might enter into interest rate futures contracts for the purchase of securities. If short-term rates were higher than long-term rates, the ability to continue holding these cash reserves would have a very beneficial impact on the fund's earnings. Even if short-term rates were not higher, the fund would still benefit from the income earned by holding these short-term investments. At the same time, by entering into futures contracts for the purchase of securities, the fund could take advantage of the anticipated rise in the value of long-term bonds without actually buying them until the market had stabilized. At that time, the futures contracts could be liquidated and the fund's cash reserves could then be used to buy long-term bonds on the cash market. The fund could accomplish similar results by selling bonds with long maturities and investing in bonds with short maturities when interest rates are expected to increase or by buying bonds with long maturities and selling bonds with short maturities when interest rates are expected to decline. But by using futures contracts as an investment tool, given the greater liquidity in the futures market than in the cash market, it might be possible to accomplish the same result more easily and more quickly.

Risks of Transactions in Futures Contracts. The fund may elect to close some or all of its contracts prior to expiration. Although the fund intends to enter into futures contracts only on exchanges or boards of trade where there appears to be an active secondary market, there is no assurance that a liquid secondary market will exist for any particular contract at any particular time. In such event, it may not be possible to close a futures contract position, and in the event of adverse price movements, the fund would have to make daily cash payments of variation margin. Such price movements, however, will be offset all or in part by the price

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movements of the securities owned by the fund. Of course, there is no guarantee the price of the securities will correlate with the

price movements in the futures contract and thus provide an offset to losses on a futures contract.

Another risk in employing futures contracts to protect against the price volatility of portfolio securities is that the prices of securities subject to futures contracts may not correlate perfectly with the behavior of the cash prices of the fund's portfolio securities. The correlation may be distorted because the futures market is dominated by short-term traders seeking to profit from the difference between a contract or security price and their cost of borrowed funds. Such distortions are generally minor and would diminish as the contract approached maturity.

In addition, the fund's investment manager could be incorrect in its expectations as to the direction or extent of various interest rate or market movements or the time span within which the movements take place. For example, if the fund sold futures contracts for the sale of securities in anticipation of an increase in interest rates, and interest rates declined instead, the fund would lose money on the sale.

OPTIONS ON FUTURES CONTRACTS. Options give the holder a right to buy or sell futures contracts in the future. Unlike a futures contract, which requires the parties to the contract to buy and sell a security on a set date, an option on a futures contract merely entitles its holder to decide on or before a future date (within nine months of the date of issue) whether to enter into such a contract. If the holder decides not to enter into the contract, all that is lost is the amount (premium) paid for the option. Further, because the value of the option is fixed at the point of sale, there are not daily payments of cash to reflect the change in the value of the underlying contract. However, since an option gives the buyer the right to enter into a contract at a set price for a fixed period of time, its value does change daily and that change is reflected in the net asset value of the fund.

The risk the fund assumes when it buys an option is the loss of the premium paid for the option. The risk involved in writing options on futures contracts the fund owns, or on securities held in its portfolio, is that there could be an increase in the market value of such contracts or securities. If that occurred, the option would be exercised and the asset sold at a lower price than the cash market price. To some extent, the risk of not realizing a gain could be reduced by entering into a closing transaction. The fund could enter into a closing transaction by purchasing an option with the same terms as the one it had previously sold. The cost to close the option and terminate the fund's obligation, however, might be more or less than the premium received when it originally wrote the option. Further, the fund might not be able to close the option because of insufficient activity in the options market. Purchasing options also limits the use of monies that might otherwise be available for long-term investments.

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OPTIONS ON STOCK INDEXES. Options on stock indexes are securities traded on national securities exchanges. An option on a stock index is similar to an option on a futures contract except all settlements are in cash. A fund exercising a put, for example, would receive the difference between the exercise price and the current index level. Such options would be used in the same manner as options on futures contracts.

TAX TREATMENT. As permitted under federal income tax laws, the fund intends to identify futures contracts as mixed straddles and not mark them to market, that is, not treat them as having been sold at the end of the year at market value. Such an election may result in the fund being required to defer recognizing losses incurred by entering into futures contracts and losses on underlying securities identified as being hedged against.

Federal income-tax treatment of gains or losses from transactions in options on futures contracts and indexes is presently unclear, although the fund's tax advisers currently believe marking to market is not required. Depending on developments, and although no assurance is given, the fund may seek Internal Revenue Service (IRS) rulings clarifying questions concerning such treatment. Certain provisions of the Internal Revenue Code may also limit the fund's ability to engage in futures contracts and related options transactions. For example, at the close of each quarter of the fund's taxable year, at least 50% of the value of its assets must consist of cash, government securities and other securities, subject to certain diversification requirements. Less than 30% of

its gross income must be derived from sales of securities held less than three months.

The IRS has ruled publicly that an exchange-traded call option is a security for purposes of the 50%-of-assets test and that its issuer is the issuer of the underlying security, not the writer of the option, for purposes of the diversification requirements. In order to avoid realizing a gain within the three-month period, the fund may be required to defer closing out a contract beyond the time when it might otherwise be advantageous to do so. The fund also may be restricted in purchasing put options for the purpose of hedging underlying securities because of applying the short sale holding period rules with respect to such underlying securities.

Accounting for futures contracts will be according to generally accepted accounting principles. Initial margin deposits will be recognized as assets due from a broker (the fund's agent in acquiring the futures position). During the period the futures contract is open, changes in value of the contract will be recognized as unrealized gains or losses by marking to market on a daily basis to reflect the market value of the contract at the end of each day's trading. Variation margin payments will be made or received depending upon whether gains or losses are incurred. All contracts and options will be valued at the last-quoted sales price on their primary exchange.

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APPENDIX D

DOLLAR-COST AVERAGING

A technique that works well for many investors is one that eliminates random buy and sell decisions. One such system is dollar-cost averaging. Dollar-cost averaging involves building a portfolio through the investment of fixed amounts of money on a regular basis regardless of the price or market condition. This may enable an investor to smooth out the effects of the volatility of the financial markets. By using this strategy, more shares will be purchased when the price is low and less when the price is high. As the accompanying chart illustrates, dollar-cost averaging tends to keep the average price paid for the shares lower than the average market price of shares purchased, although there is no guarantee.

While this does not ensure a profit and does not protect against a loss if the market declines, it is an effective way for many shareholders who can continue investing through changing market conditions to accumulate shares in a fund to meet long term goals.

Dollar-cost averaging

Regular Investment	Market Price of a Share	Shares Acquired
\$100	\$ 6.00	16.7
100	4.00	25.0
100	4.00	25.0
100	6.00	16.7
100	5.00	20.0
\$500	\$25.00	103.4

Average market price of a share over 5 periods:

\$5.00 (\$25.00 divided by 5).

The average price you paid for each share:

\$4.84 (\$500 divided by 103.4).

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IDS Utilities Income Fund, Inc.

Annual Financial Information

Independent auditors' report

The board of directors and shareholders
IDS Utilities Income Fund, Inc.:

We have audited the accompanying statement of assets and liabilities, including the schedule of investments in securities, of IDS Utilities Income Fund, Inc. as of June 30, 1994, and the related statement of operations for the year then ended and the statements of changes in net assets for each of the years in the two-year period ended June 30, 1994, and the financial highlights for each of the years in the five-year period ended June 30, 1994, and for the period from August 1, 1988 (commencement of operations) to June 30, 1989. These financial statements and the financial highlights are the responsibility of fund management. Our responsibility is to express an opinion on these financial statements and the financial highlights based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and the financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Investment securities held in custody are confirmed to us by the custodian. As to securities purchased and sold but not received or delivered, and securities on loan, we request confirmations from brokers, and where replies are not received, we carry out other appropriate auditing procedures. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

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IDS Utilities Income Fund, Inc.

Annual Financial Information (continued)

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of IDS Utilities Income Fund, Inc. at June 30, 1994, and the results of its operations for the year then ended and the changes in its net assets for each of the years in the two-year period ended June 30, 1994, and the financial highlights for the periods stated in the first paragraph above, in conformity with generally accepted accounting principles.

KPMG Peat Marwick LLP
Minneapolis, Minnesota
August 5, 1994

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<TABLE>

Financial statements

Statement of assets and liabilities
IDS Utilities Income Fund, Inc.
June 30, 1994

<CAPTION>

Assets

<S>	<C>
Investment in Securities, at value (Note 1) (identified cost \$649,677,119)	\$641,497,534
Receivable for investment securities sold	109,705,790
Dividends and accrued interest receivable	5,052,452
U.S. government securities held as collateral (Note 4)	20,501,724
Receivable for foreign currency contracts held, at value (Notes 1 and 5)	3,542,917

Total assets 780,300,417

Liabilities

Disbursements in excess of cash on demand deposit	2,218,308
Dividends payable to shareholders	383,252
Payable for investment securities purchased	86,922,039
Payable upon return of securities loaned (Note 4)	35,689,724
Payable for foreign currency contracts held, at value (Notes 1 and 5)	3,547,097
Accrued investment management and services fee	293,527
Accrued distribution fee	33,246
Accrued transfer agency fee	82,827
Other accrued expenses	232,200

Total liabilities 129,402,220

Net assets applicable to outstanding capital stock \$650,898,197

Represented by

Capital stock -- authorized 10,000,000,000 shares \$.01 par value; outstanding 104,484,521 shares	\$ 1,044,845
Additional paid-in capital	645,455,323
Undistributed net investment income (Note 1)	1,206,378
Accumulated net realized gain on investments	11,375,416
Unrealized depreciation of investments (Note 5)	(8,183,765)

Total -- representing net assets applicable to outstanding capital stock \$650,898,197

Net asset value per share of outstanding capital stock \$ 6.23

See accompanying notes to financial statements.

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Financial statements

Statement of operations
IDS Utilities Income Fund, Inc.
Year ended June 30, 1994

Investment income

<S>

<C>

Income:	
Dividends (net of foreign taxes withheld of \$700,188)	\$ 31,834,977
Interest (net of foreign taxes withheld of \$5,150)	7,329,844
Total income	39,164,821

Expenses (Note 2):	
Investment management and services fee	3,921,286
Distribution fee	417,359
Transfer agency fee	1,036,792
Compensation of directors	19,750
Compensation of officers	7,354
Custodian fees	181,359
Postage	187,590
Registration fees	87,884
Reports to shareholders	63,433
Audit fees	20,500
Administrative	11,455
Other	21,694

Total expenses 5,976,456

Investment income -- net 33,188,365

Realized and unrealized gain (loss) -- net

Net realized gain on security and foreign currency transactions (including loss of \$20,069
from foreign currency transactions) (Note 3) 33,152,763
Net change in unrealized appreciation or depreciation of investments (79,156,630)

Net loss on investments and foreign currency (46,003,867)

Net decrease in net assets resulting from operations \$(12,815,502)

See accompanying notes to financial statements.

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Financial statements

Statements of changes in net assets
IDS Utilities Income Fund, Inc.

<CAPTION>

	Operations and distributions	1994	1993
<S>		<C>	<C>
Investment income -- net	\$ 33,188,365	\$ 24,595,673	
Net realized gain on investments and foreign currency	33,152,763	31,565,679	
Net change in unrealized appreciation or depreciation	(79,156,630)	39,240,283	

Net increase (decrease) in net assets resulting from operations (12,815,502) 95,401,635

Distributions to shareholders from:

Net investment income	(33,138,713)	(24,936,670)
Net realized gains on investments	(47,384,723)	(13,861,585)
Excess distribution of realized gain (Note 1)	--	(261,962)

Total distributions (80,523,436) (39,060,217)

Capital share transactions

Proceeds from sales of 30,856,915 and 33,774,182 shares (Note 2)	218,564,064	225,119,401
Net asset value of 11,002,888 and 5,503,375 shares issued in reinvestment of distributions	75,411,470	36,193,325
Payments for redemptions of 30,240,418 and 10,312,207 shares	(204,489,583)	(68,670,135)

Increase in net assets from capital share transactions
representing net addition of
11,619,385 and 28,965,350 shares 89,485,951 192,642,591

Total increase (decrease) in net assets (3,852,987) 248,984,009

Net assets at beginning of year 654,751,184 405,767,175

Net assets at end of year
(including undistributed net investment income of
\$1,206,378 and \$172,148) \$650,898,197 \$654,751,1

See accompanying notes to financial statements.

</TABLE>

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Notes to financial statements

IDS Utilities Income Fund, Inc.

1. Summary of significant accounting policies

The fund is registered under the Investment Company Act of 1940 (as amended) as a diversified, open-end management investment company. Significant accounting policies followed by the fund are summarized below:

Valuation of securities

All securities are valued at the close of each business day. Securities traded on national securities exchanges or included in national market systems are valued at the last quoted sales price; securities for which market quotations are not readily available, are valued at fair value according to methods selected in good faith by the board of directors. Determination of fair value involves, among other things, reference to market indexes, matrixes and data from independent brokers. Short-term securities maturing in more than 60 days from the valuation date are valued at the market price or approximate market value based on current interest rates; those maturing in 60 days or less are valued at amortized cost.

Option Transactions

In order to produce incremental earnings, protect gains, and facilitate buying and selling of securities for investment purposes, the fund may buy or write options traded on any U.S. or foreign exchange or in the over-the-counter market where the completion of the obligation is dependent upon the credit standing of the other party. The fund may also buy and sell put and call options and write covered call options on portfolio securities and may write cash-secured put options. The risk in writing a call option is that the fund gives up the opportunity of profit if the market price of the security increases. The risk in writing a put option is that the fund may incur a loss if the market price of the security decreases and the option is exercised. The risk in buying an option is that the fund pays a premium whether or not the option is exercised. The fund also has the additional risk of not being able to enter into a closing transaction if a liquid secondary market does not exist.

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Notes to financial statements

IDS Utilities Income Fund, Inc.

1. Summary of significant accounting policies

Option contracts are valued daily at the closing prices on their primary exchanges and unrealized appreciation or depreciation is recorded. The fund will realize a gain or loss upon expiration or closing of the option transaction. When options on debt securities or futures are exercised, the fund will realize a gain or loss. When other options are exercised, the proceeds on sales for a written call option, the purchase cost for a written put option or the cost of a security for a purchased put or call option is adjusted by the amount of premium received or paid.

Foreign currency translations and forward foreign currency contracts

Securities and other assets and liabilities denominated in foreign currencies are translated daily into U.S. dollars at the closing rate of exchange. Foreign currency amounts related to the purchase or sale of securities and income and expenses are translated at the exchange rate on the transaction date. It is not practicable to identify that portion of realized and unrealized gain (loss) arising from changes in the exchange rates from the portion arising from changes in the market value of investments.

The fund may enter into forward foreign currency exchange contracts for operational purposes and to protect against adverse exchange rate fluctuation. The net U.S. dollar value of foreign currency underlying all contractual commitments held by the fund and the resulting unrealized appreciation or depreciation are determined using foreign currency exchange rates from an independent pricing service. The fund is subject to the credit risk that the other party will not

complete the obligations of the contract.

Federal taxes

Since the fund's policy is to comply with all sections of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income to shareholders, no provision for income or excise taxes is required.

Net investment income (loss) and net realized gains (losses) may differ for financial statement and tax purposes primarily because of the deferral of losses on certain futures contracts, the recognition of certain foreign currency gains (losses) as ordinary income (loss) for tax purposes, and losses deferred due to "wash sale" transactions. The character of distributions made during the year from net investment income or net realized gains may differ from their

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Notes to financial statements

IDS Utilities Income Fund, Inc.

1. Summary of significant accounting policies

ultimate characterization for federal income tax purposes. The effect on dividend distributions of certain book-to-tax differences is presented as "excess distributions" in the statement of changes in net assets.

Also, due to the timing of dividend distributions, the fiscal year in which amounts are distributed may differ from the year that the income or realized gains (losses) were recorded by the fund.

On the statement of assets and liabilities, as a result of permanent book-to-tax differences, undistributed net investment income and accumulated net realized gain have been increased by \$954,578 and \$20,070, respectively, resulting in a net reclassification adjustment to decrease paid-in-capital by \$ 1,004,648.

Dividends to shareholders

Dividends from net investment income, declared daily and paid each calendar quarter, are reinvested in additional shares of the fund at net asset value or payable in cash. Capital gains, when available, are distributed along with the last income dividend of the calendar year.

Other

Security transactions are accounted for on the date securities are purchased or sold. Dividend income is recognized on the ex-dividend date and interest income, including level-yield amortization of premium and discount, is accrued daily.

2. Expenses and sales charges

Under terms of an agreement dated Nov. 14, 1991, the fund pays IDS Financial Corporation (IDS) a fee for managing its investments, recordkeeping and other specified services. The fee is a percentage of the fund's average daily net assets consisting of a group asset charge in reducing percentages from 0.46% to 0.32% annually on the combined net assets of all non-money market funds in the IDS MUTUAL FUND GROUP and an individual annual asset charge of 0.14% of average daily net assets.

The fund also pays IDS a distribution fee at an annual rate of \$6 per shareholder account and a transfer agency fee at an annual rate of \$15 per shareholder account. The transfer agency fee is reduced by earnings on monies pending shareholder redemptions.

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Notes to financial statements

IDS Utilities Income Fund, Inc.

1. Summary of significant accounting policies

IDS will assume and pay any expenses (except taxes and brokerage commissions) that exceed the most restrictive applicable state expense limitation.

Sales charges by IDS Financial Services Inc. for distributing fund shares were \$6,900,337 for the year ended June 30, 1994. The fund also pays custodian fees to IDS Trust Company, an affiliate of IDS.

The fund has a retirement plan for its independent directors. Upon retirement, directors receive monthly payments equal to one-half of the retainer fee for as many months as they served as directors up to 120 months. There are no death benefits. The plan is not funded but the fund recognizes the cost of payments during the time the directors serve on the board. The retirement plan expense amounted to \$5,694 for the year ended June 30, 1994.

3. Securities transactions

Cost of purchases and proceeds from sales of securities (other than short-term obligations) aggregated \$772,364,538 and \$705,082,272, respectively, for the year ended June 30, 1994. Realized gains and losses are determined on an identified cost basis.

Brokerage commissions paid to brokers affiliated with IDS were \$129,488 for the year ended June 30, 1994.

4. Lending of portfolio securities

At June 30, 1994, securities valued at \$34,601,338 were on loan to brokers. For collateral, the fund received \$15,188,000 in cash and U.S. government securities valued at \$20,501,724. Income from securities lending amounted to \$157,663 for the year ended June 30, 1994. The risks to the fund of securities lending are that the borrower may not provide additional collateral when required or return the securities when due.

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<TABLE>

Notes to financial statements

IDS Utilities Income Fund, Inc.

5. Foreign currency contracts

At June 30, 1994, the fund had entered into seven foreign currency exchange contracts that obligate the fund to deliver currencies at specified future dates. The unrealized depreciation of \$4,180 on these contracts is included in the accompanying financial statements. The terms of the open contracts are as follows:

<CAPTION>

Exchange date	Currency to be delivered	U.S. Dollar value as of June 30, 1994	Currency to be received	U.S. Dollar value as of June 30, 1994
<S> July 1, 1994	<C> 4,411,110 Philippine Peso	<C> \$ 163,374 U.S. Dollar	<C> 163,617	<C> \$ 163,617
July 5, 1994	2,445,770 Philippine Peso	90,584 U.S. Dollar	90,150	90,150
July 5, 1994	3,342,844 Philippine Peso	123,809 U.S. Dollar	123,855	123,855
July 5, 1994	222,527 U.S. Dollar	222,527 Canadian Dollar	308,444	223,114
July 6, 1994	139,555 U.S. Dollar	139,555 Canadian Dollar	193,479	139,954
July 6, 1994	3,265,472 Philippine Peso	120,944 U.S. Dollar	120,364	120,364

\$3,547,097\$3,542,917

</TABLE>

6. Financial highlights

"Financial highlights" showing per share data and selected information is presented on page 5 of the prospectus.

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<TABLE>

Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of investments compared to net assets)

<CAPTION>

Common stocks (80.8%)

Issuer	Shares	Value (a)
<S>	<C>	<C>
Communications equipment (4.0%)		
AirTouch Communications	300,000 (b)	\$ 7,087,500
LIN Broadcasting	90,000 (b)	10,777,500
MFS Communications	100,000 (b)	2,475,000
Northern Telecom	200,000	5,525,000
Total		<u>25,865,000</u>
Energy (1.1 %)		
Amoco	125,000	7,125,000
Financial services (7.2%)		
Alexander Haagan Property	200,000	3,575,000
Amer Health Property	120,000	2,880,000
Avalon Property	150,000	3,187,500
Burnham Pacific Property	200,000	3,400,000
First Industrial Realty	175,000 (b)	4,134,375
JDN Realty	53,100	1,161,562
Malan Realty	175,000 (b)	3,018,750
Merry Land & Investment	100,000	2,025,000
MGI Properties	75,000	1,096,875
Mills	170,000	3,825,000
Price Club REIT	94,500	3,260,250
Regency Realty	175,000	3,040,625
Simon Property	100,000	2,662,500
Sizeler Property Investment	275,000	3,506,250
Southwestern Property Trust	175,000	2,143,750
Summit Properties	200,000	4,000,000
Total	46,917,437	

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of investments compared to net assets)

Common stocks (continued)

Issuer	Shares	Value (a)
Health care (2.5%)		
Health Equity	500,000	\$ 4,562,500
LTC Properties	300,000	4,012,500
Meditrust	120,000	4,080,000
Omega Healthcare Investors	150,000 (e)	3,731,250

Total 16,386,250

Utilities - electric (18.6%)		
Allegheny Power System	350,000	7,350,000
Amer Electric Power	190,000	5,367,500
Central Los Angeles Electric	260,000	6,110,000
Cincinnati Gas & Electric	400,000 (e)	8,700,000
DPL	300,000	5,925,000
Duke Power	350,000	12,512,500
DQE	140,000	4,147,500
IES Inds	200,000	5,175,000
LG&E Energy	165,000	6,022,500
Magma Power	125,000 (b)	3,656,250
New York State Electric & Gas	200,000	4,750,000
Northeast Utilities	300,000	6,525,000
Northern States Power	300,000	12,337,500
PacifiCorp	400,000	6,750,000
Public Service Colorado	200,000	5,225,000
Rochester Gas & Electric	200,000	4,350,000
SCANA	107,300	4,600,488
Southern Co	400,000	7,500,000
UtiliCorp United	150,000	4,293,750
Total		121,297,988

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of investments compared to net assets)

Common stocks (continued)

Issuer	Shares	Value (a)
Utilities - gas (10.8%)		
Brooklyn Union Gas	275,000	\$ 6,703,125
Cascade Natural Gas	136,100	1,939,425
Connecticut Energy	88,500	1,792,125
Enron	500,000	16,375,000
Equitable Resources	325,000	11,171,875
Natl Fuel Gas	150,000	4,406,250
New Jersey Resources	300,000	6,600,000
NICOR	175,000	4,615,625
Peoples Energy	50,000	1,168,750
Seagull Energy	110,000 (b,e)	2,846,250
Sonat	175,000	5,381,250
Southwest Gas	100,000	1,800,000
Williams	200,000	5,725,000
Total		70,524,675

Utilities - telephone (13.7%)

AT&T	100,000	5,437,500
BellSouth	200,000	12,350,000
McCaw Cellular	500,000 (b)	25,875,000
MCI Communications	200,000	4,425,000
Pacific Telesis Group	400,000	12,350,000
Rochester Telephone	200,000	4,525,000
Southern New England Telecom	65,000	1,982,500
Southwestern Bell	125,000	5,437,500
U S WEST	400,000	16,750,000
Total		89,132,500

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of investments compared to net assets)

Common stocks (continued)

Issuer	Shares	Value(a)
Foreign (22.7%) (c)		
Ayala	4,251,900	\$ 5,825,103
BCE	200,000	6,475,000
British Gas ADR	200,000 (e)	8,300,000
Burgenland Holdings	55,000	2,165,020
Cable & Wireless	600,000 (e)	11,175,000
Capex	150,000 (b)	3,018,000
China Light & Power	1,000,000	5,110,000
Empresa Nacional de Electric ADR	100,000	4,487,500
Ericsson (LM) ADR	3,782,609	6,383,153
Evn-Energie Versorgun Nieder	15,000	1,834,485
Gem Property Trust	2,937,851	4,671,183
Hong Kong Electric	1,100,000	3,315,400
Hong Kong Telecom	2,000,000	3,776,000
Iberduero	1,250,000	8,802,500
Korea Electric Power	130,000	4,327,570
Lyonnaise Des Eaux & De L'Eclairage	30,000	2,748,570
Natl Power	1,500,000	10,086,000
New Zealand Telecom	800,000	2,158,400
New Zealand Telephone	100,000	4,250,000
Nokia Preference Free	35,000	2,861,110
Powergen	1,200,000	9,166,800
Sceptre Resources	600,000 (b)	5,587,908
Tarragon Oil & Gas	150,000 (b,d)	1,953,054
Tele Danmark ADR	205,000 (b)	5,048,125
Telefonica de Espana ADR	300,000 (e)	12,075,000
See accompanying notes to investments in securities.		

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of investments compared to net assets)

Common stocks (continued)

Issuer	Shares	Value(a)
Foreign (cont'd)		
Telefonos de Mexico Cl A ADR	75,000	\$ 4,190,625
Veba	25,000	7,896,800
Total		147,688,306
Miscellaneous (0.2%)		
Holly	70,000	1,102,500
Total common stocks (Cost: \$530,688,869)		\$ 526,039,656

<CAPTION>

Preferred stocks (5.2%)

Issuer	Shares	Value(a)
<S>	<C>	<C>
Boise Cascade		
1.625% Cv	140,000	\$ 3,010,000
Freeport-McMoran		
\$4.375 Cv	50,000 (d)	2,293,750

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

Preferred stocks (continued)

Issuer	Shares	Value (a)
Merry Land & Investment 1.75% Cm Cv	75,000\$ 2,025,000	
Natural Gas 10.50% Cv	5,000,000	3,870,000
NEXTEL Communications 5.50% Cv	194,000	6,329,250
Philippine Long Distance 5.75% Cm Cv	70,000 (d)	2,380,000
Tenneco 2.80% Cv	87,500	3,532,812
Transco Energy \$4.75 Cm Cv	105,000	5,276,250
Western Gas Resources \$50 Cv	110,000	4,826,250
Total preferred stocks (Cost: \$35,137,867)		\$ 33,543,312

<CAPTION>

Bonds (9.6%)

Issuer and coupon rate	Principal amount	Value (a)
<S>	<C>	<C>
Domestic (6.6%) Appalachian Power 9.125% 1st Mtge 2019	\$5,640,000\$ 5,759,850	

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of investments compared to net assets)

Bonds (continued)

Issuer and coupon rate	Principal amount	Value (a)
Domestic (cont'd) Bell Telephone Pennsylvania 7.375% 2033	\$5,000,000\$ 4,425,000	
Carter Hawley Hale 6.25% Cv 2000	1,000,000 (d)	920,000
Cointel 5.04% Cv	69,400 (b,g)	4,094,600
Consolidated Natural Gas 7.25% Cv 2015	5,000,000	5,131,250
GTE South 9% Deb 2029	5,000,000	5,187,500
KENETECH1.67% Cv	197,500 (b,g)	3,999,375
Pacific Gas & Electric 7.25% 1st Mtge 2026	7,500,000	6,459,375
Pennsylvania Power & Light 9.25% 1st Mtge 2019	1,000,000	1,068,750
Public Service Electric & Gas 8.50% 1st Mtge 2022	2,970,000	2,947,725
Questar Pipeline 9.375% 2021	3,000,000	3,221,250
Total		43,214,675

Foreign (3.0%) (c)
 Escom
 (South African Rand)
 11% 2008

74,875,000

12,313,194

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of
 investments compared to net assets)

Bonds (continued)

Issuer and coupon rate	Principal amount	Value (a)
Hydro-Quebec (Canadian Dollar) 8.50% 2029	5,000,000	\$ 4,800,000
TransCanada Pipeline (U.S. Dollar) 9.875% 2021	2,000,000	2,222,500
Total		<u>19,335,694</u>
Total bonds (Cost: \$64,486,186)		\$ 62,550,369

<CAPTION>

Short-term securities (3.0%)

Issuer	Annualized yield on date of purchase	Amount payable at maturity	Value (a)
<S>	<C>	<C>	<C>
U.S. government agencies (0.5 %)			
Federal Home Loan Bank Disc Note 07-19-94	4.20%	\$1,700,000	\$ 1,696,439
Federal Home Loan Mortgage Corp Disc Note 07-01-94	4.19%	\$1,400,000	1,400,000
Total			<u>3,096,439</u>

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.

June 30, 1994

(Percentages represents value of
 investments compared to net assets)

Short-term securities (continued)

Issuer	Annualized yield on date of purchase	Amount payable at maturity	Value (a)
Commercial paper (2.5%)			
Aon 07-13-94	4.31%	\$3,700,000	\$ 3,694,709
Eiger Capital 07-25-94	4.37	3,900,000 (f)	3,888,690
Ford Motor Credit 07-11-94	4.34	4,000,000	3,995,200
PepsiCo 07-22-94	4.27	4,000,000 (f)	3,990,083

Total	16,267,758
Total short-term securities (Cost: \$19,364,197)	\$ 19,364,197
Total investments in securities (Cost: \$649,677,119) (h)	\$641,497,534

See accompanying notes to investments in securities.

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Investments in securities

IDS Utilities Income Fund, Inc.
June 30, 1994

<CAPTION>

Notes to investments in securities

- (a) Securities are valued by procedures described in Note 1 to the financial statements.
- (b) Presently non-income producing.
- (c) Foreign security values are stated in U.S. dollars. For bonds principal amounts are denominated in the currency indicated.
- (d) Represents a security sold under Rule 144A which is exempt from registration under the Securities Act of 1933, as amended. This security has been determined to be liquid under guidelines established by the board of directors.
- (e) Security is partially or fully on loan. See Note 4 to the financial statements.
- (f) Commercial paper sold within terms of a private placement memorandum, exempt from registration under Section 4(2) of the Securities Act of 1933, as amended, and may be sold only to dealers in that program or other "accredited investors." This security has been determined to be liquid under guidelines established by the board of directors.
- (g) PRIDES- Provisionally Redeemable Income Debt Exchangeable for stock, are interest-bearing debt securities issued by one company and mandatorily exchangeable to the ADS (American Depository Shares) of another related company at maturity.
- (h) At June 30, 1994, the cost of securities for federal income tax purposes was \$650,666,185 and the aggregate gross unrealized appreciation and depreciation based on that cost was:

<S>	<C>	Unrealized appreciation	\$ 22,083,964
Unrealized depreciation	(31,252,615)		

Net unrealized depreciation \$ (9,168,651)

</TABLE>

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PART C. OTHER INFORMATION

Item 24. Financial Statements and Exhibits.

(a) FINANCIAL STATEMENTS:

Financial Statements included with the prospectus:
Independent Auditors' Report, dated August 5, 1994.

Statements:

- Statement of Assets and Liabilities, June 30, 1994.
- Statement of Operations, for the year ended June 30, 1994.
- Statements of Changes in Net Assets, for the year ended June 30, 1994 and the year ended June 30, 1993.

Notes to Financial Statements.

Schedules:

- 1. Investments in Securities, June 30, 1994.

Notes to Investments in Securities.

(b) EXHIBITS:

- 1. Copy of Articles of Incorporation, dated March 25, 1988, filed as Exhibit 1 to Registration Statement No. 33-20872, is incorporated herein by reference.

2. Copy of By-laws filed as Exhibit 2 to Registrant's Pre-Effective Amendment No. 1 to Registration Statement No. 33-20872, is incorporated herein by reference.
3. Not Applicable.
4. Form of Stock Certificate for common stock, filed as Exhibit 4 on Form SE on June 28, 1988, to Registrant's Pre-Effective Amendment No. 1 to Registration Statement No. 33-20872, is incorporated herein by reference.
5. Copy of Investment Management and Services Agreement between Registrant and IDS Financial Corporation, dated Nov. 14, 1991, filed as Exhibit 5 to Registrant's Post-Effective Amendment No. 6 to Registration Statement No. 33-20872, is incorporated herein by reference.
6. Copy of Distribution Agreement, dated July 14, 1988, filed as Exhibit 6 to Registration Statement No. 33-20872, is incorporated herein by reference.
7. All employees are eligible to participate in a profit sharing plan. Entry into the plan is Jan. 1 or July 1. The Registrant contributes each year an amount up to 15 percent of their annual

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salaries, the maximum deductible amount permitted under Section 404(a) of the Internal Revenue Code.

- 8(a). Copy of Custodian Agreement, dated July 22, 1988, filed as Exhibit 8(a) to Registration Statement No. 33-20872, is incorporated herein by reference.
- 8(b). Copy of Subcustodian Agreement, dated July 1, 1992, filed as Exhibit 8(b) to Registrant's Post-Effective Amendment No. 8 to Registration Statement No. 33-20872, is incorporated herein by reference.
- 9(a). Copy of Transfer Agency Agreement between Registrant and IDS Financial Corporation, dated Nov. 14, 1991, filed as Exhibit 9(a) to Registrant's Post-Effective Amendment No. 6 to Registration Statement No. 33-20872, is incorporated herein by reference.
- 9(b). Copy of License Agreement between Registrant and IDS Financial Corporation, dated June 15, 1992, filed as Exhibit 9(b) to Registrant's Post-Effective Amendment No. 6 to Registration Statement No. 33-20872, is incorporated herein by reference.
10. An Opinion and Consent of counsel as to the legality of the securities registered filed as Exhibit 10 to Registration Statement No. 33-20872, is incorporated herein by reference.
11. N/A.
12. None.
13. Copy of Agreement made in consideration for providing initial capital, between Registrant and IDS Financial Corporation filed as Exhibit 13 to Registration Statement No. 33-20872, is incorporated herein by reference.
14. Forms of Keogh, IRA and other retirement plans, filed as Exhibits 14(a) through 14(n) to IDS Growth Fund, Inc., Post-Effective Amendment No. 34 to Registration Statement No. 2-38355 on Sept. 8, 1986, are incorporated herein by reference.
15. Copy of Plan and Supplemental Agreement of Distribution, dated July 14, 1988, filed as Exhibit 15 to Registration Statement No. 33-20872, is incorporated herein by reference.
16. Copy of schedule for computation of each performance quotation provided in the Registration Statement in response to Item 22(b), filed as Exhibit 16 to Registrant's Post-Effective Amendment No. 7 to Registration Statement No. 33-20872, is incorporated herein by reference.

- 17(a). Directors' Power of Attorney, dated Oct. 14, 1993, filed as Exhibit 17(a) to Registrant's Post-Effective Amendment No. 10 to Registration Statement No. 33-20872, is incorporated herein by reference.
- 17(b). Officers' Power of Attorney, dated June 1, 1993, filed as Exhibit 17(b) to Registrant's Post-Effective Amendment No. 8 to Registration Statement No. 33-20872, is incorporated herein by reference.

Item 25. Persons Controlled by or Under Common Control with Registrant.

Not applicable.

Item 26. Number of Holders of Securities

(1) Title of Class	(2) Number of Record Holders as of Aug. 19, 1994
Common Stock	65,356

SIGNATURES

Pursuant to the requirements of the Securities Act of 1933 and the Investment Company Act of 1940, the Registrant, IDS Utilities Income Fund, Inc. certifies that it meets the requirements for the effectiveness of this amendment to its registration statement pursuant to Rule 485(b) under the Securities Act of 1933 and has duly caused this Amendment to its Registration Statement to be signed on its behalf by the undersigned, thereunto duly authorized, in the City of Minneapolis and State of Minnesota on the 24th day of August 1994.

IDS UTILITIES INCOME FUND, INC.

by /s/ William R. Pearce**
William R. Pearce, President

Pursuant to the requirements of the Securities Act of 1933, this Amendment to its Registration Statement has been signed below by the following persons in the capacities indicated on the 24th day of August 1994.

Signatures	Capacity
/s/ William R. Pearce** William R. Pearce	President, Principal Executive Officer and Director
/s/ Leslie L. Ogg** Leslie L. Ogg	Treasurer, Principal Financial Officer and Principal Accounting Officer
Lynne V. Cheney	Director
/s/ William H. Dudley* William H. Dudley	Director
/s/ Robert F. Froehlke* Robert F. Froehlke	Director
/s/ David R. Hubers* David R. Hubers	Director
/s/ Anne P. Jones* Anne P. Jones	Director
/s/ Donald M. Kendall* Donald M. Kendall	Director
/s/ Melvin R. Laird* Melvin R. Laird	Director

/s/ Lewis W. Lehr* Director
Lewis W. Lehr

/s/ Edson W. Spencer* Director
Edson W. Spencer

/s/ John R. Thomas* Director
John R. Thomas

/s/ Wheelock Whitney* Director
Wheelock Whitney

*Signed pursuant to Directors' Power of Attorney filed as Exhibit 17(a) to Registrant's Post-Effective Amendment No. 10 to Registration Statement No. 33-20872 by:

Leslie L. Ogg

**Signed pursuant to Officers' Power of Attorney filed as Exhibit 17(b) to Registrant's Post-Effective Amendment No. 8 to Registration Statement No. 33-20872 by:

Leslie L. Ogg

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Item 27. Indemnification

The Articles of Incorporation of the registrant provide that the Fund shall indemnify any person who was or is a party or is threatened to be made a party, by reason of the fact that she or he is or was a director, officer, employee or agent of the Fund, or is or was serving at the request of the Fund as a director, officer, employee or agent of another company, partnership, joint venture, trust or other enterprise, to any threatened, pending or completed action, suit or proceeding, wherever brought, and the Fund may purchase liability insurance and advance legal expenses, all to the fullest extent permitted by the laws of the State of Minnesota, as now existing or hereafter amended. The By-laws of the registrant provide that present or former directors or officers of the Fund made or threatened to be made a party to or involved (including as a witness) in an actual or threatened action, suit or proceeding shall be indemnified by the Fund to the full extent authorized by the Minnesota Business Corporation Act, all as more fully set forth in the By-laws filed as an exhibit to this registration statement.

Insofar as indemnification for liability arising under the Securities Act of 1933 may be permitted to directors, officers and controlling persons of the registrant pursuant to the foregoing provisions, or otherwise, the registrant has been advised that in the opinion of the Securities and Exchange Commission such indemnification is against public policy as expressed in the Act and is, therefore, unenforceable. In the event that a claim for indemnification against such liabilities (other than the payment by the registrant of expenses incurred or paid by a director, officer or controlling person of the registrant in the successful defense of any action, suit or proceeding) is asserted by such director, officer or controlling person in connection with the securities being registered, the registrant will, unless in the opinion of its counsel the matter has been settled by controlling precedent, submit to a court of appropriate jurisdiction the question whether such indemnification by it is against public policy as expressed in the Act and will be governed by the final adjudication of such issue.

Any indemnification hereunder shall not be exclusive of any other rights of indemnification to which the directors, officers, employees or agents might otherwise be entitled. No indemnification shall be made in violation of the Investment Company Act of 1940.

<TABLE><CAPTION>

Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation)

Directors and officers of IDS Financial Corporation who are directors and/or officers of one or more other companies:

<S>	<C>	<C>
Ronald G. Abrahamson, Vice President--Field Administration		
American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Vice President-Field Administration
Douglas A. Alger, Vice President--Total Compensation		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Total Compensation
Jerome R. Amundson, Vice President and Controller--Mutual Funds Operations		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and Controller-Mutual Funds Operations
Peter J. Anderson, Director and Senior Vice President--Investments		
IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Director and Chairman of the Board
IDS Capital Holdings Inc.		Director and President
IDS Financial Services Inc.		Senior Vice President- Investments
IDS Fund Management Limited		Director
IDS International, Inc.		Director, Chairman of the Board and Executive Vice President
IDS Securities Corporation		Executive Vice President- Investments
NCM Capital Management Group, Inc.	2 Mutual Plaza 501 Willard Street Durham, NC 27701	Director
Ward D. Armstrong, Vice President--Sales and Marketing, IDS Institutional Retirement Services		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Sales and Marketing, IDS Institutional Retirement Services
Alvan D. Arthur, Region Vice President--Pacific Northwest Region		
American Express Service Corporation	IDS Tower 10	Vice President
IDS Financial Services Inc.	Minneapolis, MN 55440	Region Vice President- Pacific Northwest Region

Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Kent L. Ashton, Vice President--Financial Education Services		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Financial Education Services
Joseph M. Barsky III, Vice President--Senior Portfolio Manager		
IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Vice President-Senior Portfolio Manager
Robert C. Basten, Vice President--Tax and Business Services		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Tax and Business Services
Timothy V. Bechtold, Vice President--Insurance Product Development		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Insurance Product Development
IDS Life Insurance Company		Vice President-Insurance Product Development

John D. Begley, Region Vice President--Mid-Central Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Mid-Central Region
IDS Insurance Agency of Alabama Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of Arkansas Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of Massachusetts Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of Nevada Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of New Mexico Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of North Carolina Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of Ohio Inc.		Vice President-Mid-Central Region
IDS Insurance Agency of Wyoming Inc.		Vice President-Mid-Central Region

Carl E. Beihl, Vice President--Strategic Technology Planning

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Strategic Technology Planning
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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Alan F. Bignall, Vice President--Financial Planning Systems

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Vice President- Financial Planning Systems

Brent L. Bisson, Region Vice President--Northwest Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Northwest Region
IDS Insurance Agency of Alabama Inc.		Vice President- Northwest Region
IDS Insurance Agency of Arkansas Inc.		Vice President- Northwest Region
IDS Insurance Agency of Massachusetts Inc.		Vice President- Northwest Region
IDS Insurance Agency of Nevada, Inc.		Vice President- Northwest Region
IDS Insurance Agency of New Mexico Inc.		Vice President- Northwest Region
IDS Insurance Agency of North Carolina Inc.		Vice President- Northwest Region
IDS Insurance Agency of Ohio Inc.		Vice President- Northwest Region
IDS Insurance Agency of Wyoming Inc.		Vice President- Northwest Region

John C. Boeder, Vice President--Mature Market Group

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Mature Market Group
IDS Life Insurance Company of New York	Box 5144 Albany, NY 12205	Director

Karl J. Breyer, Director, Senior Vice President--Corporate Affairs and General Counsel

American Express Minnesota Foundation	IDS Tower 10 Minneapolis, MN 55440	Director
IDS Aircraft Services Corporation		Director and President
IDS Financial Services Inc.		Senior Vice President- Corporate Affairs and Special Counsel

Harold E. Burke, Vice President and Assistant General Counsel

American Express Service Corporation	IDS Tower 10	Vice President
IDS Financial Services Inc.	Minneapolis, MN 55440	Vice President and Assistant General Counsel

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Daniel J. Candura, Vice President--Marketing Support

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Marketing Support
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Cynthia M. Carlson, Vice President--IDS Securities Services

American Enterprise Investment Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Director, President and Chief Executive Officer
IDS Financial Services Inc.		Vice President-IDS Securities Services

Orison Y. Chaffee III, Vice President--Field Real Estate

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Real Estate
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James E. Choat, Director and Senior Vice President--Field Management

American Express Minnesota Foundation	IDS Tower 10	Director
American Express Service Corporation	Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Senior Vice President- Field Management
IDS Insurance Agency of Alabama Inc.		Vice President--North Central Region
IDS Insurance Agency of Arkansas Inc.		Vice President--North Central Region
IDS Insurance Agency of Massachusetts Inc.		Vice President--North Central Region
IDS Insurance Agency of Nevada Inc.		Vice President--North Central Region
IDS Insurance Agency of New Mexico Inc.		Vice President--North Central Region
IDS Insurance Agency of North Carolina Inc.		Vice President--North Central Region
IDS Insurance Agency of Ohio Inc.		Vice President--North Central Region
IDS Insurance Agency of Wyoming Inc.		Vice President-- North Central Region
IDS Property Casualty Insurance Co.		Director

Kenneth J. Ciak, Vice President and General Manager--IDS Property Casualty

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and General Manager-IDS Property Casualty
IDS Property Casualty Insurance Co.	I WEG Blvd. DePere, Wisconsin 54115	Director and President

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Roger C. Corea, Region Vice President--Northeast Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Northeast Region
IDS Insurance Agency of Alabama Inc.		Vice President - Northeast Region
IDS Insurance Agency of Arkansas Inc.		Vice President - Northeast Region
IDS Insurance Agency of Massachusetts Inc.		Vice President - Northeast Region
IDS Insurance Agency of Nevada Inc.		Vice President - Northeast Region
IDS Insurance Agency of New Mexico Inc.		Vice President - Northeast Region
IDS Insurance Agency of North Carolina Inc.		Vice President - Northeast Region
IDS Insurance Agency of Ohio, Inc.		Vice President -

IDS Insurance Agency of Wyoming Inc.		Northeast Region Vice President - Northeast Region Director
IDS Life Insurance Co. of New York	Box 5144 Albany, NY 12205	
Kevin F. Crowe, Region Vice President--Atlantic Region		
American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President - Atlantic Region
Alan R. Dakay, Vice President--Institutional Insurance Marketing		
American Enterprise Life Insurance Co.	IDS Tower 10 Minneapolis, MN 55440	Director and President
American Partners Life Insurance Co.		Director and President
IDS Financial Services Inc.		Vice President - Institutional Insurance Marketing
IDS Life Insurance Company		Vice President - Institutional Insurance Marketing
William F. Darland, Region Vice President--South Central Region		
American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- South Central Region
IDS Insurance Agency of Alabama Inc.		Vice President- South Central Region
IDS Insurance Agency of Arkansas Inc.		Vice President - South Central Region
PAGE 7		
Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)		
IDS Insurance Agency of Massachusetts Inc.		Vice President- South Central Region
IDS Insurance Agency of Nevada Inc.		Vice President- South Central Region
IDS Insurance Agency of New Mexico Inc.		Vice President- South Central Region
IDS Insurance Agency of North Carolina Inc.		Vice President- South Central Region
IDS Insurance Agency of Ohio Inc.		Vice President- South Central Region
IDS Insurance Agency of Wyoming Inc.		Vice President- South Central Region
William H. Dudley, Director and Executive Vice President--Investment Operations		
IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Director
IDS Capital Holdings Inc.		Director
IDS Financial Services Inc.		Director and Executive Vice President- Investment Operations
IDS Futures Corporation		Director
IDS Futures III Corporation		Director
IDS International, Inc.		Director
IDS Securities Corporation		Director, Chairman of the Board, President and Chief Executive Officer
Roger S. Edgar, Director and Senior Vice President--Information Systems		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Information Systems
Gordon L. Eid, Director, Senior Vice President and Deputy General Counsel		
IDS Financial Services Inc.	IDS Tower 10	Senior Vice President and General Counsel
IDS Insurance Agency of Alabama Inc.		Director and Vice President
IDS Insurance Agency of Arkansas Inc.		Director and Vice President
IDS Insurance Agency of Massachusetts Inc.		Director and Vice President
IDS Insurance Agency of Nevada Inc.		Director and Vice President
IDS Insurance Agency of New Mexico Inc.		Director and Vice President

IDS Insurance Agency of North Carolina Inc.
IDS Insurance Agency of Ohio Inc.
IDS Insurance Agency of Wyoming Inc.
IDS Real Estate Services, Inc.
Investors Syndicate Development Corp.

Director and Vice President
Director and Vice President
Director and Vice President
Vice President
Director

Robert M. Elconin, Vice President--Government Relations

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Government Relations
IDS Life Insurance Company		Vice President

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Mark A. Ernst, Vice President--Retail Services

American Enterprise Investment Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Director
IDS Financial Services Inc.		Vice President- Retail Services

Gordon M. Fines, Vice President--Mutual Fund Equity Investments

IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Executive Vice President
IDS Financial Services Inc.		Vice President- Mutual Fund Equity Investments
IDS International Inc.		Vice President and Portfolio Manager

Louis C. Fornetti, Director, Senior Vice President and Chief Financial Officer

American Enterprise Investment Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Cable Corporation		Director
IDS Cable II Corporation		Director
IDS Capital Holdings Inc.		Senior Vice President
IDS Certificate Company		Vice President
IDS Financial Services Inc.		Senior Vice President and Chief Financial Officer
IDS Insurance Agency of Alabama Inc.		Vice President
IDS Insurance Agency of Arkansas Inc.		Vice President
IDS Insurance Agency of Massachusetts Inc.		Vice President
IDS Insurance Agency of Nevada Inc.		Vice President
IDS Insurance Agency of New Mexico Inc.		Vice President
IDS Insurance Agency of North Carolina Inc.		Vice President
IDS Insurance Agency of Ohio Inc.		Vice President
IDS Insurance Agency of Wyoming Inc.		Vice President
IDS Life Insurance Company		Director
IDS Life Series Fund, Inc.		Vice President
IDS Life Variable Annuity Funds A&B		Vice President
IDS Property Casualty Insurance Co.		Director and Vice President
IDS Real Estate Services, Inc.		Vice President
IDS Sales Support Inc.		Director
IDS Securities Corporation		Vice President
IDS Trust Company		Director
Investors Syndicate Development Corp.		Vice President

Douglas L. Forsberg, Vice President--Securities Services

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Securities Services
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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Carl W. Gans, Region Vice President--North Central Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- North Central Region

Robert G. Gilbert, Vice President--Real Estate

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Real Estate
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John J. Golden, Vice President--Field Compensation Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Compensation Development
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Harvey Golub, Director

American Express Company	American Express Tower World Financial Center New York, New York 10285	Chairman and Chief Executive Officer
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American Express Travel Related Services Company, Inc. National Computer Systems, Inc.	11000 Prairie Lakes Drive Minneapolis, MN 55440	Chairman and Chief Executive Officer Director
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Morris Goodwin Jr., Vice President and Corporate Treasurer

American Enterprise Investment Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and Treasurer
American Enterprise Life Insurance Co.		Vice President and Treasurer
American Express Minnesota Foundation		Director, Vice President and Treasurer
American Express Service Corporation		Vice President and Treasurer
IDS Advisory Group Inc.		Vice President and Treasurer
IDS Aircraft Services Corporation		Vice President and Treasurer
IDS Cable Corporation		Vice President and Treasurer
IDS Cable II Corporation		Vice President and Treasurer
IDS Capital Holdings Inc.		Vice President and Treasurer
IDS Certificate Company		Vice President and Treasurer
IDS Deposit Corp.		Director, President and Treasurer
IDS Financial Services Inc.		Vice President and Corporate Treasurer

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

IDS Insurance Agency of Alabama Inc.		Vice President and Treasurer
IDS Insurance Agency of Arkansas Inc.		Vice President and Treasurer
IDS Insurance Agency of Massachusetts Inc.		Vice President and Treasurer
IDS Insurance Agency of Nevada Inc.		Vice President and Treasurer
IDS Insurance Agency of New Mexico Inc.		Vice President and Treasurer
IDS Insurance Agency of North Carolina Inc.		Vice President and Treasurer
IDS Insurance Agency of Ohio Inc.		Vice President and Treasurer
IDS Insurance Agency of Wyoming Inc.		Vice President and Treasurer
IDS International, Inc.		Vice President and Treasurer
IDS Life Insurance Company		Vice President and Treasurer
IDS Life Series Fund, Inc.		Vice President and Treasurer
IDS Life Variable Annuity Funds A&B		Vice President and Treasurer
IDS Management Corporation		Vice President and Treasurer
IDS Partnership Services Corporation		Vice President and Treasurer
IDS Plan Services of California, Inc.		Vice President and Treasurer
IDS Property Casualty Insurance Co.		Vice President and Treasurer
IDS Real Estate Services, Inc		Vice President and Treasurer
IDS Realty Corporation		Vice President and

IDS Sales Support Inc.		Treasurer
		Director, Vice President and Treasurer
IDS Securities Corporation		Vice President and Treasurer
Investors Syndicate Development Corp.		Vice President and Treasurer
NCM Capital Management Group, Inc.	2 Mutual Plaza 501 Willard Street Durham, NC 27701	Director
Sloan Financial Group, Inc.		Director
Suzanne Graf, Vice President--Systems Services		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Systems Services

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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

David A. Hammer, Vice President and Marketing Controller

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and Marketing Controller
IDS Plan Services of California, Inc.		Director and Vice President

Robert L. Harden, Region Vice President--Mid-Atlantic Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Mid Atlantic Region
IDS Insurance Agency of Alabama Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of Arkansas Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of Massachusetts Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of Nevada Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of New Mexico Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of North Carolina Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of Ohio Inc.		Vice President- Mid Atlantic Region
IDS Insurance Agency of Wyoming Inc.		Vice President- Mid Atlantic Region

Lorraine R. Hart, Vice President--Insurance Investments

American Enterprise Life Insurance Company	IDS Tower 10 Minneapolis, MN 55440	Vice President-Investments
American Partners Life Insurance Co.		Director and Vice President-Investments
IDS Certificate Company		Vice President-Investments
IDS Financial Services Inc.		Vice President-Insurance Investments
IDS Life Insurance Company		Vice President-Investments
Investors Syndicate Development Corp.		Vice President-Investments

Mark S. Hays, Vice President--Senior Portfolio Manager, IDS International

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Senior Portfolio Manager, IDS International
IDS Fund Management Limited		Director
IDS International, Inc.		Senior Vice President

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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Brian M. Heath, Region Vice President--Southwest Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Southwest Region
IDS Insurance Agency of Alabama Inc.		Vice President- Southwest Region

IDS Insurance Agency of Arkansas Inc.		Vice President- Southwest Region
IDS Insurance Agency of Massachusetts Inc.		Vice President- Southwest Region
IDS Insurance Agency of Nevada Inc.		Vice President- Southwest Region
IDS Insurance Agency of New Mexico Inc.		Vice President- Southwest Region
IDS Insurance Agency of North Carolina Inc.		Vice President- Southwest Region
IDS Insurance Agency of Ohio Inc.		Vice President- Southwest Region
IDS Insurance Agency of Texas Inc.		Director and President
IDS Insurance Agency of Wyoming Inc.		Vice President- Southwest Region

Raymond E. Hirsch, Vice President--Senior Portfolio Manager

IDS Advisory Group Inc.	IDS Tower 10	Vice President
IDS Financial Services Inc.	Minneapolis, MN 55440	Vice President-Senior Portfolio Manager

James G. Hirsh, Vice President and Assistant General Counsel

IDS Financial Services Inc.	IDS Tower 10	Vice President and Assistant General Counsel
IDS Securities Corporation	Minneapolis, MN 55440	Director, Vice President and General Counsel

Paul C. Hopkins, Vice President--Senior Portfolio Manager-IDS International

IDS Financial Services Inc.	IDS Tower 10	Vice President-Senior Portfolio Manager-IDS International
IDS International, Inc.	Minneapolis, MN 55440	Senior Vice President

Kevin P. Howe, Vice President--Government and Customer Relations and Chief Compliance Officer

American Enterprise Investment Services Inc.	IDS Tower 10	Vice President and Compliance Officer
American Express Service Corporation	Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Vice President- Government and Customer Relations
IDS Securities Corporation		Vice President and Chief Compliance Officer

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

David R. Hubers, Director, President and Chief Executive Officer

American Express Service Corporation	IDS Tower 10	Director and President
IDS Aircraft Services Corporation	Minneapolis, MN 55440	Director
IDS Certificate Company		Director
IDS Financial Services Inc.		Chairman, Chief Executive Officer and President
IDS Life Insurance Company		Director
IDS Plan Services of California, Inc.		Director and President
IDS Property Casualty Insurance Co.		Director

Marietta L. Johns, Director and Senior Vice President--Field Management

IDS Financial Services Inc.	IDS Tower 10	Senior Vice President- Field Management
	Minneapolis, MN 55440	

Douglas R. Jordal, Vice President--Taxes

IDS Aircraft Services Corporation	IDS Tower 10	Vice President
IDS Financial Services Inc.	Minneapolis, MN 55440	Vice President-Taxes

Craig A. Junkins, Vice President--IDS 1994 Implementation Planning and Financial Planning
Development

American Express Service Corporation	IDS Tower 10	Vice President
IDS Financial Services Inc.	Minneapolis, MN 55440	Vice President-IDS 1994 Implementation Planning and Financial Planning

James E. Kaarre, Vice President--Marketing Information

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Marketing Information
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G. Michael Kennedy, Vice President--Investment Services and Investment Research

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Investment Services and Investment Research
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Susan D. Kinder, Director and Senior Vice President--Human Resources

American Express Minnesota Foundation	IDS Tower 10 Minneapolis, MN 55440	Director
American Express Service Corporation IDS Financial Services Inc.		Vice President Senior Vice President- Human Resources

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Richard W. Kling, Director and Senior Vice President--Risk Management Products

American Enterprise Life Insurance Co.	IDS Tower 10 Minneapolis, MN 55440	Director and Chairman of the Board
American Partners Life Insurance Co.		Director and Chairman of the Board
IDS Financial Services Inc.		Senior Vice President- Risk Management Products
IDS Insurance Agency of Alabama Inc.		Director and President
IDS Insurance Agency of Arkansas Inc.		Director and President
IDS Insurance Agency of Massachusetts Inc.		Director and President
IDS Insurance Agency of Nevada Inc.		Director and President
IDS Insurance Agency of New Mexico Inc.		Director and President
IDS Insurance Agency of North Carolina Inc.		Director and President
IDS Insurance Agency of Ohio Inc.		Director and President
IDS Insurance Agency of Wyoming Inc.		Director and President
IDS Life Insurance Company		Director and President
IDS Life Series Fund, Inc.		Director and President
IDS Life Variable Annuity Funds A&B		Member of Board of Managers, Chairman of the Board and President
IDS Property Casualty Insurance Co.		Director and Chairman of the Board
IDS Life Insurance Company of New York	P.O. Box 5144 Albany, NY 12205	Director, Chairman of the Board and President

Harold D. Knutson, Vice President--System Services

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-- System Services
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Paul F. Kolkman, Vice President--Actuarial Finance

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Actuarial Finance
IDS Life Insurance Company		Director and Executive Vice President
IDS Life Series Fund, Inc.		Vice President and Chief Actuary

Claire Kolmodin, Vice President--Service Quality

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Service Quality
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David S. Kreager, Vice President--Field Management Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Management Development
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Christopher R. Kudrna, Vice President--Systems and Technology Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Systems and Technology Development
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Steven C. Kumagai, Director and Senior Vice President--Field Management and Business Systems

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Director and Senior Vice President-Field Management and Business Systems

Mitre Kutanovski, Region Vice President--Midwest Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Midwest Region

Edward Labenski, Vice President--Senior Portfolio Manager

IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Senior Vice President
IDS Financial Services Inc.		Vice President- Senior Portfolio Manager

Peter L. Lamaison, Vice President--IDS International Division

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- IDS International Division
IDS Fund Management Limited		Director and Chairman of the Board
IDS International, Inc.		Director, President and Chief Executive Officer

Kurt A. Larson, Vice President--Senior Portfolio Manager

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager
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Ryan R. Larson, Vice President--IPG Product Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- IPG Product Development
IDS Life Insurance Company		Vice President- Annuity Product Development

Daniel E. Laufenberg, Vice President and Chief U.S. Economist

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and Chief U.S. Economist
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Peter A. Lefferts, Director, Senior Vice President and Chief Marketing Officer

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Senior Vice President and Chief Marketing Officer
IDS Life Insurance Company		Director and Executive Vice President-Marketing
IDS Plan Services of California, Inc.		Director
IDS Trust Company		Director and Chairman of the Board
Investors Syndicate Development Corp.		Director

Douglas A. Lennick, Director and Executive Vice President--Private Client Group

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Director and Executive Vice President-Private Client Group

Mary J. Malevich, Vice President--Senior Portfolio Manager

IDS Financial Services Inc.	IDS Tower 10	Vice President-
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	Minneapolis, MN 55440	Senior Portfolio Manager
IDS International Inc.		Vice President and Portfolio Manager
Fred A. Mandell, Vice President--Field Marketing Readiness		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Marketing Readiness
William J. McKinney, Vice President--Field Management Support		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Management Support
Thomas W. Medcalf, Vice President--Senior Portfolio Manager		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Senior Portfolio Manager
William C. Melton, Vice President-International Research and Chief International Economist		
IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- International Research and Chief International Economist

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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Janis E. Miller, Vice President--Variable Assets

IDS Cable Corporation	IDS Tower 10 Minneapolis, MN 55440	Director and President
IDS Cable II Corporation		Director and President
IDS Financial Services Inc.		Vice President- Variable Assets
IDS Futures Corporation		Director and President
IDS Futures III Corporation		Director and President
IDS Life Insurance Company		Director and Executive Vice President-Variable Assets
IDS Life Variable Annuity Funds A&B		Director
IDS Life Series Fund, Inc.		Director
IDS Management Corporation		Director and President
IDS Partnership Services Corporation		Director and President
IDS Realty Corporation		Director and President
IDS Life Insurance Company of New York	Box 5144 Albany, NY 12205	Executive Vice President

James A. Mitchell, Director and Executive Vice President--Marketing and Products

American Enterprise Investment Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Director
IDS Certificate Company		Director and Chairman of the Board
IDS Financial Services Inc.		Executive Vice President- Marketing and Products
IDS Life Insurance Company		Director, Chairman of the Board and Chief Executive Officer
IDS Plan Services of California, Inc.		Director
IDS Property Casualty Insurance Co.		Director

Pamela J. Moret, Vice President--Corporate Communications

American Express Minnesota Foundation	IDS Tower 10 Minneapolis, MN 55440	Director and President
IDS Financial Services Inc.		Vice President- Corporate Communications

Barry J. Murphy, Director and Senior Vice President--Client Service

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Client Service
IDS Life Insurance Company		Director and Executive Vice President-Client Service

Robert J. Neis, Vice President--Information Systems Operations

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Information Systems Operations
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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Vernon F. Palen, Region Vice President--Rocky Mountain Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President- Rocky Mountain Region
IDS Insurance Agency of Alabama Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of Arkansas Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of Massachusetts Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of Nevada Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of New Mexico Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of North Carolina Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of Ohio Inc.		Vice President- Rocky Mountain Region
IDS Insurance Agency of Wyoming Inc.		Vice President- Rocky Mountain Region

James R. Palmer, Vice President--Insurance Operations

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Insurance Operations
IDS Life Insurance Company		Vice President-Taxes

Judith A. Pennington, Vice President--Field Technology

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Technology
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George M. Perry, Vice President--Corporate Strategy and Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Corporate Strategy and Development
IDS Property Casualty Insurance Co.		Director

Susan B. Plimpton, Vice President--Segmentation Development and Support

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-- Segmentation Development and Support
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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Ronald W. Powell, Vice President and Assistant General Counsel

IDS Cable Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President and Assistant Secretary
IDS Cable II Corporation		Vice President and Assistant Secretary
IDS Financial Services Inc.		Vice President and Assistant General Counsel
IDS Management Corporation		Vice President and Assistant Secretary
IDS Partnership Services Corporation		Vice President and Assistant Secretary
IDS Plan Services of California, Inc.		Vice President and Assistant Secretary
IDS Realty Corporation		Vice President and Assistant Secretary

James M. Punch, Vice President--TransAction Services

IDS Financial Services Inc.		Vice President-Trans Action Services
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Frederick C. Quirsfeld, Vice President--Taxable Mutual Fund Investments

IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Vice President-- Taxable Mutual Fund Investments

Roger B. Rogos, Region Vice President--Great Lakes Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President-- Great Lakes Region
IDS Insurance Agency of Alabama Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of Arkansas Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of Massachusetts Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of Nevada Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of New Mexico Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of North Carolina Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of Ohio Inc.		Vice President-- Great Lakes Region
IDS Insurance Agency of Wyoming Inc.		Vice President-- Great Lakes Region

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Rebecca K. Roloff, Vice President--1994 Program Director

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-1994 Program Director
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Stephen W. Roszell, Vice President--Advisory Institutional Marketing

IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	President and Chief Executive Officer
IDS Financial Services Inc.		Vice President-Advisory Institutional Marketing

Robert A. Rudell, Vice President--IDS Institutional Retirement Services

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-IDS Institutional Retirement Services
IDS Sales Support Inc.		Director and President
IDS Trust Company		Director

John P. Ryan, Vice President and General Auditor

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and General Auditor
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Erven A. Samsel, Director and Senior Vice President--Field Management

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Senior Vice President-- Field Management
IDS Insurance Agency of Alabama Inc.		Vice President-- New England Region
IDS Insurance Agency of Arkansas Inc.		Vice President-- New England Region
IDS Insurance Agency of Massachusetts Inc.		Vice President-- New England Region
IDS Insurance Agency of Nevada Inc.		Vice President-- New England Region
IDS Insurance Agency of New Mexico Inc.		Vice President-- New England Region
IDS Insurance Agency of North Carolina Inc.		Vice President-- New England Region
IDS Insurance Agency of Ohio Inc.		Vice President-- New England Region
IDS Insurance Agency of Wyoming Inc.		Vice President--

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

R. Reed Saunders, Director and Senior Vice President--Corporate Strategy and Development

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Director and Vice President
IDS Financial Services Inc.		Director and Senior Vice President--Corporate Strategy and Development
IDS Property Casualty Insurance Co.		Director
Stuart A. Sedlacek, Vice President--Assured Assets		
American Enterprise Life Insurance Co.	IDS Tower 10 Minneapolis, MN 55440	Director and Executive Vice President, Assured Assets
IDS Certificate Company		Director and President
IDS Financial Services Inc.		Vice President-- Assured Assets
IDS Life Insurance Company		Director and Executive Vice President, Assured Assets
Investors Syndicate Development Corp.		Chairman of the Board and President

Donald K. Shanks, Vice President--Property Casualty

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-- Property Casualty
IDS Property Casualty Insurance Co.		Senior Vice President

F. Dale Simmons, Vice President--Senior Portfolio Manager, Insurance Investments

American Enterprise Life Insurance Co.	IDS Tower 10 Minneapolis, MN 55440	Vice President--Real Estate Loan Management
American Partners Life Insurance Co.		Vice President--Real Estate Loan Management
IDS Certificate Company		Vice President--Real Estate Loan Management
IDS Financial Services Inc.		Vice President--Senior Portfolio Manager Insurance Investments
IDS Life Insurance Company		Vice President--Real Estate Loan Management
IDS Partnership Services Corporation		Vice President
IDS Real Estate Services Inc.		Director and Vice President
IDS Realty Corporation		Vice President
IDS Life Insurance Company of New York	Box 5144 Albany, NY 12205	Vice President and Assistant Treasurer

Judy P. Skoglund, Vice President--Human Resources and Organization Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President--Human Resources and Organization Development
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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Julian W. Slotter, Region Vice President--Southeast Region

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Region Vice President-- Southeast Region
IDS Insurance Agency of Alabama Inc.		Vice President-- Southeast Region
IDS Insurance Agency of Arkansas Inc.		Vice President-- Southeast Region
IDS Insurance Agency of Massachusetts Inc.		Vice President-- Southeast Region
IDS Insurance Agency of Nevada Inc.		Vice President-- Southeast Region
IDS Insurance Agency of New Mexico Inc.		Vice President-- Southeast Region
IDS Insurance Agency of North Carolina Inc.		Vice President--

IDS Insurance Agency of Ohio Inc.		Southeast Region
		Vice President-
		Southeast Region
IDS Insurance Agency of Wyoming Inc.		Vice President-
		Southeast Region

Ben C. Smith, Vice President--Workplace Marketing

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Workplace Marketing
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William A. Smith, Vice President and Controller--Private Client Group

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President and Controller-Private Client Group
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James B. Solberg, Vice President--Advanced Financial Planning

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Advanced Financial Planning
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Bridget Sperl, Vice President--Human Resources Management Services

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Human Resources Management Services
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Jeffrey E. Stiefler, Director

American Express Company	American Express Tower World Financial Center New York, NY 10285	Director and President
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Item 28a. Business and Other Connections of Investment Adviser (IDS Financial Corporation) (cont'd)

Lois A. Stilwell, Vice President--Planner Training and Development

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Planner Training and Development
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William A. Stoltzmann, Vice President and Assistant General Counsel

American Partners Life Insurance Co.	IDS Tower 10 Minneapolis, MN 55440	Director, Vice President, General Counsel and Secretary
IDS Financial Services Inc.		Vice President and Assistant General Counsel
IDS Life Insurance Company		Vice President, General Counsel and Secretary
IDS Life Series Fund, Inc.		General Counsel and Assistant Secretary
IDS Life Variable Annuity Funds A&B		General Counsel and Assistant Secretary
American Enterprise Life Insurance Company	P.O. Box 534 Minneapolis, MN 55440	Director, Vice President, General Counsel and Secretary

James J. Strauss, Vice President--Corporate Planning and Analysis

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President- Corporate Planning and Analysis
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Jeffrey J. Stremcha, Vice President--Information Resource Management/ISD

IDS Financial Services Inc.	IDS Tower 10 Minneapolis, MN 55440	Vice President-Information Resource Management/ISD
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Fenton R. Talbott, Director

ACUMA Ltd.	ACUMA House The Glanty, Egham Surrey TW 20 9 AT UK	President and Chief Executive Officer
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Neil G. Taylor, Vice President--Field Business Systems

IDS Financial Services Inc.

IDS Tower 10
Minneapolis, MN 55440

Vice President-
Field Business Systems

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

John R. Thomas, Director and Senior Vice President--Information and Technology

IDS Bond Fund, Inc.	IDS Tower 10 Minneapolis, MN 55440	Director
IDS California Tax-Exempt Trust		Trustee
IDS Discovery Fund, Inc.		Director
IDS Equity Plus Fund, Inc.		Director
IDS Extra Income Fund, Inc.		Director
IDS Federal Income Fund, Inc.		Director
IDS Financial Services Inc.		Senior Vice President- Information and Technology
IDS Global Series, Inc.		Director
IDS Growth Fund, Inc.		Director
IDS High Yield Tax-Exempt Fund, Inc.		Director
IDS Investment Series, Inc.		Director
IDS Managed Retirement Fund, Inc.		Director
IDS Market Advantage Series, Inc.		Director
IDS Money Market Series, Inc.		Director
IDS New Dimensions Fund, Inc.		Director
IDS Precious Metals Fund, Inc.		Director
IDS Progressive Fund, Inc.		Director
IDS Selective Fund, Inc.		Director
IDS Special Tax-Exempt Series Trust		Trustee
IDS Stock Fund, Inc.		Director
IDS Strategy Fund, Inc.		Director
IDS Tax-Exempt Bond Fund, Inc.		Director
IDS Tax-Free Money Fund, Inc.		Director
IDS Utilities Income Fund, Inc.		Director

Melinda S. Urion, Vice President and Corporate Controller

American Enterprise Life Insurance Company	IDS Tower 10 Minneapolis, MN 55440	Vice President and Controller
American Partners Life Insurance Co.		Director, Vice President, Controller and Treasurer
IDS Financial Services Inc.		Vice President and Corporate Controller
IDS Life Insurance Company		Director, Executive Vice President and Controller
IDS Life Series Fund, Inc.		Vice President and Controller

Wesley W. Wadman, Vice President--Senior Portfolio Manager

IDS Advisory Group Inc.	IDS Tower 10 Minneapolis, MN 55440	Executive Vice President
IDS Financial Services Inc.		Vice President- Senior Portfolio Manager
IDS Fund Management Limited		Director
IDS International, Inc.		Senior Vice President

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Item 28a. Business and Other Connections of Investment Adviser (IDS
Financial Corporation) (cont'd)

Norman Weaver, Jr., Director and Senior Vice President--Field Management

American Express Service Corporation	IDS Tower 10 Minneapolis, MN 55440	Vice President
IDS Financial Services Inc.		Senior Vice President- Field Management
IDS Insurance Agency of Alabama Inc.		Vice President- Pacific Region
IDS Insurance Agency of Arkansas Inc.		Vice President- Pacific Region
IDS Insurance Agency of Massachusetts Inc.		Vice President- Pacific Region
IDS Insurance Agency of Nevada Inc.		Vice President- Pacific Region
IDS Insurance Agency of New Mexico Inc.		Vice President- Pacific Region
IDS Insurance Agency of North Carolina Inc.		Vice President- Pacific Region

Series, Inc.; IDS Growth Fund, Inc.; IDS High Yield Tax-Exempt Fund, Inc.; IDS International Fund, Inc.; IDS Investment Series, Inc.; IDS Managed Retirement Fund, Inc.; IDS Market Advantage Series, Inc.; IDS Money Market Series, Inc.; IDS New Dimensions Fund, Inc.; IDS Precious Metals Fund, Inc.; IDS Progressive Fund, Inc.; IDS Selective Fund, Inc.; IDS Special Tax-Exempt Series Trust; IDS Stock Fund, Inc.; IDS Strategy Fund, Inc.; IDS Tax-Exempt Bond Fund, Inc.; IDS Tax-Free Money Fund, Inc.; IDS Utilities Income Fund, Inc. and IDS Certificate Company.

(b) As to each director, officer or partner of the principal underwriter:

Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
Ronald G. Abrahamson IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Administration	None
Douglas A. Alger IDS Tower 10 Minneapolis, MN 55440	Vice President-Total Compensation	None
Jerome R. Amundson IDS Tower 10 Minneapolis, MN 55440	Vice President and Controller-Mutual Funds Operations	None
Peter J. Anderson IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Investments	None
Ward D. Armstrong IDS Tower 10 Minneapolis, MN 55440	Vice President- Sales and Marketing, IDS Institutional Retirement Services	None
Alvan D. Arthur IDS Tower 10 Minneapolis, MN 55440	Region Vice President- Pacific Northwest Region	None
Kent L. Ashton IDS Tower 10 Minneapolis, MN 55440	Vice President- Financial Education Services	None

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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
Joseph M. Barsky III IDS Tower 10 Minneapolis, MN 55440	Vice President-Senior Portfolio Manager	None
Robert C. Basten IDS Tower 10 Minneapolis, MN 55440	Vice President-Tax and Business Services	None
Timothy V. Bechtold IDS Tower 10 Minneapolis, MN 55440	Vice President-Insurance Product Development	None
John D. Begley Olentangy Valley Center Suite 300 7870 Olentangy River Rd. Columbus, OH 43235	Region Vice President- Mid-Central Region	None
Carl E. Beihl IDS Tower 10 Minneapolis, MN 55440	Vice President- Strategic Technology Planning	None
Alan F. Bignall IDS Tower 10 Minneapolis, MN 55440	Vice President- Financial Planning Systems	None
Brent L. Bisson Seafirst Financial	Region Vice President- Northwest Region	None

Center, Suite 1730
601 W. Riverside Ave.
Spokane, WA 99201

John C. Boeder IDS Tower 10 Minneapolis, MN 55440	Vice President- Mature Market Group	None
Karl J. Breyer IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Corporate Affairs and Special Counsel	None
Harold E. Burke IDS Tower 10 Minneapolis, MN 55440	Vice President and Assistant General Counsel	None
Daniel J. Candura IDS Tower 10 Minneapolis, MN 55440	Vice President- Marketing Support	None
Cynthia M. Carlson IDS Tower 10 Minneapolis, MN 55440	Vice President-IDS Securities Services	None
Orison Y. Chaffee III IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Real Estate	None

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Item 29. (continued)

Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
James E. Choat Suite 124 6210 Campbell Rd. Dallas, TX 75248	Senior Vice President- Field Management	None
Kenneth J. Ciak IDS Property Casualty 1400 Lombardi Avenue Green Bay, WI 54304	Vice President and General Manager- IDS Property Casualty	None
Roger C. Corea 345 Woodcliff Drive Fairport, NY 14450	Region Vice President- Northeast Region	None
Kevin F. Crowe IDS Tower 10 Minneapolis, MN 55440	Region Vice President- Atlantic Region	None
Alan R. Dakay IDS Tower 10 Minneapolis, MN 55440	Vice President- Institutional Insurance Marketing	None
William F. Darland Suite 108C 301 Sovereign Court Manchester, MO 63011	Region Vice President- South Central Region	None
William H. Dudley IDS Tower 10 Minneapolis MN 55440	Director and Executive Vice President- Investment Operations	Director/ Trustee
Roger S. Edgar IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Information Systems	None
Gordon L. Eid IDS Tower 10 Minneapolis, MN 55440	Senior Vice President and General Counsel	None
Robert M. Elconin IDS Tower 10 Minneapolis, MN 55440	Vice President- Government Relations	None
Mark A. Ernst IDS Tower 10 Minneapolis, MN 55440	Vice President- Retail Services	None

Gordon M. Fines
IDS Tower 10
Minneapolis MN 55440
Vice President-
Mutual Fund Equity
Investments
None

Louis C. Fornetti
IDS Tower 10
Minneapolis, MN 55440
Senior Vice President
and Chief Financial
Officer
None

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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
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Douglas L. Forsberg IDS Tower 10 Minneapolis, MN 55440	Vice President- Securities Services	None
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Carl W. Gans IDS Tower 10 Minneapolis, MN 55440	Region Vice President- North Central Region	None
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Robert G. Gilbert IDS Tower 10 Minneapolis, MN 55440	Vice President- Real Estate	None
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John J. Golden IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Compensation Development	None
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Morris Goodwin Jr. IDS Tower 10 Minneapolis, MN 55440	Vice President and Corporate Treasurer	None
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Suzanne Graf IDS Tower 10 Minneapolis, MN 55440	Vice President- Systems Services	None
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David A. Hammer IDS Tower 10 Minneapolis, MN 55440	Vice President and Marketing Controller	None
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Robert L. Harden Suite 403 8500 Leesburg Pike Vienna, VA 22180	Region Vice President- Mid-Atlantic Region	None
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Lorraine R. Hart IDS Tower 10 Minneapolis, MN 55440	Vice President- Insurance Investments	None
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Mark S. Hays IDS Tower 10 Minneapolis, MN 55440	Vice President-Senior Portfolio Manager, IDS International	None
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Brian M. Heath IDS Tower 10 Minneapolis, MN 55440	Region Vice President- Southwest Region	None
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Raymond E. Hirsch IDS Tower 10 Minneapolis, MN 55440	Vice President-Senior Portfolio Manager	None
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James G. Hirsh IDS Tower 10 Minneapolis, MN 55440	Vice President and Assistant General Counsel	None
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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
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Paul C. Hopkins IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager, IDS International	None
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Kevin P. Howe IDS Tower 10 Minneapolis, MN 55440	Vice President- Government and Customer Relations	None
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David R. Hubers	Chairman, Chief	None
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IDS Tower 10 Minneapolis, MN 55440	Executive Officer and President	
Marietta L. Johns IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Field Management	None
Douglas R. Jordal IDS Tower 10 Minneapolis, MN 55440	Vice President-Taxes	None
Craig A. Junkins IDS Tower 10 Minneapolis, MN 55440	Vice President - IDS 1994 Implementation Planning and Financial Planning Development	None
James E. Kaarre IDS Tower 10 Minneapolis, MN 55440	Vice President- Marketing Information	None
G. Michael Kennedy IDS Tower 10 Minneapolis, MN 55440	Vice President-Investment Services and Investment Research	None
Susan D. Kinder IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Human Resources	None
Richard W. Kling IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Risk Management Products	None
Harold D. Knutson IDS Tower 10 Minneapolis, MN 55440	Vice President- System Services	None
Paul F. Kolkman IDS Tower 10 Minneapolis, MN 55440	Vice President- Actuarial Finance	None
Claire Kolmodin IDS Tower 10 Minneapolis, MN 55440	Vice President- Service Quality	None
David S. Kreager IDS Tower 10 Minneapolis, MN 55440	Vice President-Field Management Development	None

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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
Christopher R. Kudrna IDS Tower 10 Minneapolis, MN 55440	Vice President- Systems and Technology Development	None
Steven C. Kumagai IDS Tower 10 Minneapolis, MN 55440	Director and Senior Vice President-Field Management and Business Systems	None
Mitre Kutanovski IDS Tower 10 Minneapolis, MN 55440	Region Vice President- Midwest Region	None
Edward Labenski IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager	None
Peter L. Lamaison One Broadgate London, England	Vice President- IDS International Division	None
Kurt A. Larson IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager	None
Ryan R. Larson IDS Tower 10	Vice President- IPG Product Development	None

Minneapolis, MN 55440		
Daniel E. Laufenberg IDS Tower 10 Minneapolis, MN 55440	Vice President and Chief U.S. Economist	None
Peter A. Lefferts IDS Tower 10 Minneapolis, MN 55440	Senior Vice President and Chief Marketing Officer	None
Douglas A. Lennick IDS Tower 10 Minneapolis, MN 55440	Director and Executive Vice President-Private Client Group	None
Mary J. Malevich IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager	None
Fred A. Mandell IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Marketing Readiness	None
William J. McKinney IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Management Support	None
Thomas W. Medcalf IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager	None

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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
William C. Melton IDS Tower 10 Minneapolis, MN 55440	Vice President- International Research and Chief International Economist	None
Janis E. Miller IDS Tower 10 Minneapolis, MN 55440	Vice President- Variable Assets	None
James A. Mitchell IDS Tower 10 Minneapolis, MN 55440	Executive Vice President- Marketing and Products	None
Pamela J. Moret IDS Tower 10 Minneapolis, MN 55440	Vice President- Corporate Communications	None
Barry J. Murphy IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Client Service	None
Robert J. Neis IDS Tower 10 Minneapolis, MN 55440	Vice President- Information Systems Operations	None
Vernon F. Palen Suite D-222 7100 E. Lincoln Drive Scottsdale, AZ 85253	Region Vice President- Rocky Mountain Region	None
James R. Palmer IDS Tower 10 Minneapolis, MN 55440	Vice President- Insurance Operations	None
Judith A. Pennington IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Technology	None
George M. Perry IDS Tower 10 Minneapolis, MN 55440	Vice President- Corporate Strategy and Development	None
Susan B. Plimpton IDS Tower 10 Minneapolis, MN 55440	Vice President- Segmentation Development and Support	None

Ronald W. Powell IDS Tower 10 Minneapolis, MN 55440	Vice President and Assistant General Counsel	None
James M. Punch IDS Tower 10 Minneapolis, MN 55440	Vice President- TransAction Services	None
Frederick C. Quirsfeld IDS Tower 10 Minneapolis, MN 55440	Vice President-Taxable Mutual Fund Investments	None

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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
Roger B. Rogos Suite 15, Parkside Place 945 Boardman-Canfield Rd Youngstown, Ohio 44512	Region Vice President- Great Lakes Region	None
ReBecca K. Roloff IDS Tower 10 Minneapolis, MN 55440	Vice President-1994 Program Director	None
Stephen W. Roszell IDS Tower 10 Minneapolis, MN 55440	Vice President- Advisory Institutional Marketing	None
Robert A. Rudell IDS Tower 10 Minneapolis, MN 55440	Vice President- IDS Institutional Retirement Services	None
John P. Ryan IDS Tower 10 Minneapolis, MN 55440	Vice President and General Auditor	None
Erven A. Samsel 45 Braintree Hill Park Braintree, MA 02184	Senior Vice President- Field Management	None
R. Reed Saunders IDS Tower 10 Minneapolis, MN 55440	Director and Senior Vice President-Corporate Strategy and Development	None
Stuart A. Sedlacek IDS Tower 10 Minneapolis, MN 55440	Vice President- Assured Assets	None
Donald K. Shanks IDS Tower 10 Minneapolis, MN 55440	Vice President- Property Casualty	None
F. Dale Simmons IDS Tower 10 Minneapolis, MN 55440	Vice President-Senior Portfolio Manager, Insurance Investments	None
Judy P. Skoglund IDS Tower 10 Minneapolis, MN 55440	Vice President- Human Resources and Organization Development	None
Julian W. Slotter 9040 Roswell Rd. River Ridge-Suite 600 Atlanta, GA 30350	Region Vice President- Southeast Region	None
Ben C. Smith IDS Tower 10 Minneapolis, MN 55440	Vice President- Workplace Marketing	None

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Item 29. (Continued)

Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
William A. Smith IDS Tower 10 Minneapolis, MN 55440	Vice President and Controller-Private Client Group	None

James B. Solberg IDS Tower 10 Minneapolis, MN 55440	Vice President- Advanced Financial Planning	None
Bridget Sperl IDS Tower 10 Minneapolis, MN 55440	Vice President- Human Resources Management Services	None
Lois A. Stilwell IDS Tower 10 Minneapolis, MN 55440	Vice President- Planner Training and Development	None
William A. Stoltzmann IDS Tower 10 Minneapolis, MN 55440	Vice President and Assistant General Counsel	None
James J. Strauss IDS Tower 10 Minneapolis, MN 55440	Vice President- Corporate Planning and Analysis	None
Jeffrey J. Stremcha IDS Tower 10 Minneapolis, MN 55440	Vice President-Information Resource Management/ISD	None
Neil G. Taylor IDS Tower 10 Minneapolis, MN 55440	Vice President- Field Business Systems	None
John R. Thomas IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Information and Technology	Director/ Trustee
Melinda S. Urion IDS Tower 10 Minneapolis, MN 55440	Vice President and Corporate Controller	None
Wesley W. Wadman IDS Tower 10 Minneapolis, MN 55440	Vice President- Senior Portfolio Manager	None
Norman Weaver Jr. Suite 215 1501 Westcliff Drive Newport Beach, CA 92660	Senior Vice President- Field Management	None

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Name and Principal Business Address	Position and Offices with Underwriter	Positions and Offices with Registrant
Michael L. Weiner IDS Tower 10 Minneapolis, MN 55440	Vice President- Corporate Tax Operations	None
Lawrence J. Welte IDS Tower 10 Minneapolis, MN 55440	Vice President- Investment Administration	None
William N. Westhoff IDS Tower 10 Minneapolis, MN 55440	Senior Vice President- Fixed Income Management	None
Edwin M. Wistrand IDS Tower 10 Minneapolis, MN 55440	Vice President and Assistant General Counsel	None
Michael R. Woodward Suite 815 8585 Broadway Merrillville, IN 46410	Senior Vice President- Field Management	None

Item 29(c). Not applicable.

Item 30. Location of Accounts and Records

IDS Financial Corporation
IDS Tower 10
Minneapolis, MN 55440

Item 31. Management Services

Not Applicable.

Item 32. Undertakings

(a) Not Applicable.

(b) Not Applicable.

(c) The Registrant undertakes to furnish each person to whom a prospectus is delivered with a copy of the Registrant's latest annual report to shareholders, upon request and without charge.

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CONTENTS OF THIS POST-EFFECTIVE AMENDMENT NO. 11 TO REGISTRATION STATEMENT NO. 33-20872

This Post-Effective Amendment comprises the following papers and documents:

The facing sheet.

The cross reference page.

Part A.

The prospectus.

Part B.

Statement of Additional Information.

Part C.

Other Information.

The signatures.

EXHIBIT INDEX

B(11) Independent Auditors' Consent

INDEPENDENT AUDITORS' CONSENT

The Board of Directors and Shareholders
IDS Utilities Income Fund, Inc.:

We consent to the use of our report incorporated herein by reference and to the references to our Firm under the headings "Financial Highlights" in Part A and "INDEPENDENT AUDITORS" in Part B of the Registration Statement.

KPMG Peat Marwick LLP

Minneapolis, Minnesota
August , 1994