DREYFUS STRATEGIC MUNICIPAL BOND FUND INC

Form N-Q April 25, 2007

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-5877

Dreyfus Strategic Municipal Bond Fund, Inc. (Exact name of Registrant as specified in charter)

c/o The Dreyfus Corporation 200 Park Avenue New York, New York 10166 (Address of principal executive offices) (Zip code)

Mark N. Jacobs, Esq. 200 Park Avenue New York, New York 10166 (Name and address of agent for service)

Registrant's telephone number, including area code: (212) 922-6000

Date of fiscal year end: 11/30
Date of reporting period: 2/28/07

FORM N-Q

Item 1. Schedule of Investments.

STATEMENT OF INVESTMENTS

Dreyfus Strategic Municipal Bond Fund, Inc. February 28, 2007 (Unaudited)

Long-Term Municipal Coupon Maturity Principal Investments--143.4% Rate (%) Date Amount (\$) Value (\$)

Alabama--1.0%

Jefferson County,

Limited Obligation School

Warrants Alaska3.8%	5.50	1/1/22	4,000,000	4,384,640
Alaska Housing Finance Corp.				
(Veterans Mortgage Program)	6.25	6/1/35	4,180,000	4,386,785
Alaska Housing Finance Corp.,	0.23	0/1/33	4,100,000	4,500,705
General Mortgage Revenue				
(Insured; MBIA)	6.05	6/1/39	11,915,000	12,264,348
Arizona1.2%	0.03	0/1/33	11,313,000	12,204,340
Apache County Industrial				
Development Authority, PCR				
(Tucson Electric Power Co.				
Project)	5.85	3/1/28	2,220,000	2,221,665
Arizona Health Facilities	3.03	3/1/20	2,220,000	2,221,003
Authority, Health Care				
Facilities Revenue (The				
Beatitudes Campus Project)	5.10	10/1/22	3,000,000	3,067,710
Arkansas6%	5.25		2,000,000	3,00.7.20
Arkansas Development Finance				
Authority, SFMR (Mortgage				
Backed Securities Program)				
(Collateralized: FNMA and GNMA)	6.25	1/1/32	2,610,000	2,661,939
California6.0%			, ,	, ,
California,				
GO (Various Purpose)	5.50	4/1/14	4,605,000 a	5,154,284
California,				
GO (Various Purpose)	5.25	11/1/27	4,240,000	4,566,862
California Department of Veteran				
Affairs, Home Purchase Revenue	5.20	12/1/28	2,950,000	2,952,478
California Health Facilities				
Financing Authority, Revenue				
(Cedars-Sinai Medical Center)	6.25	12/1/09	3,750,000 a	4,045,012
California Statewide Communities				
Development Authority, Sewage				
and Solid Waste Disposal				
Facilities Revenue				
(Anheuser-Busch Project)	4.80	9/1/46	3,500,000	3,538,325
Chula Vista,				
IDR (San Diego Gas and				
Electric Co.)	5.00	12/1/27	3,000,000	3,189,810
Silicon Valley Tobacco				
Securitization Authority,				
Tobacco Settlement				
Asset-Backed Bonds (Santa				
Clara County Tobacco				
Securitization Corporation)	0.00	6/1/36	15,290,000	3,039,805
Colorado3.9%				

Colorado Health Facilities				
Authority, Revenue (American				
Housing Foundation I, Inc.	0.50	12/1/21	1.070.000	2 112 042
Project)	8.50	12/1/31	1,970,000	2,112,943
Colorado Housing Finance Authority				
(Single Family Program)	6.60	0.11.122	1 010 000	2 01 4 010
(Collateralized; FHA)	6.60	8/1/32	1,910,000	2,014,019
Denver City and County,				
Special Facilities Airport Revenue (United Airlines				
	6.88	10/1/32	2 005 000	2 074 425
Project) Northwest Parkway Public Highway	0.00	10/1/32	2,885,000	2,974,435
Authority, Revenue	7.13	6/15/41	7,000,000	7,562,590
Salida Hospital District,	7.13	0/13/41	7,000,000	7,302,390
HR	5.25	10/1/36	2,500,000	2,565,250
Connecticut4.2%	3.23	10/1/30	2,300,000	2,303,230
Connecticut Development Authority,				
PCR (Connecticut Light and				
Power Co. Project)	5.95	9/1/28	9,000,000	9,427,500
Connecticut Resources Recovery	5.95	9/1/20	9,000,000	3,427,300
Authority (American REF-FUEL				
Co. of Southeastern				
Connecticut Project)	6.45	11/15/22	4,985,000	5,068,698
Mohegan Tribe of Indians of	0.45	11/13/22	4,903,000	3,000,090
Connecticut Gaming Authority,				
Priority Distribution Payment				
Public Improvement Revenue	5.38	1/1/11	3,000,000	3,066,510
Mohegan Tribe of Indians of	3.30	1,1,11	3,000,000	3,000,310
Connecticut Gaming Authority,				
Priority Distribution Payment				
Public Improvement Revenue	6.25	1/1/31	1,000,000	1,067,280
District of Columbia3.1%	5.25	_, _,	2,000,000	_,00.,_00
District of Columbia Tobacco				
Settlement Financing Corp.,				
Tobacco Settlement				
Asset-Backed Bonds	0.00	6/15/46	104,040,000	9,736,063
Metropolitan Washington Airports				, ,
Authority, Special Facilities				
Revenue (Caterair				
International Corp.)	10.13	9/1/11	4,000,000	4,006,840
Florida5.0%				
Escambia County,				
EIR (International Paper				
Company Project)	5.00	8/1/26	2,300,000	2,334,086
Escambia County,				
EIR (International Paper				
Company Project)	5.00	8/1/26	1,825,000	1,852,046
Florida Housing Finance Corp.,				

Housing Revenue (Seminole				
Ridge Apartments)				
(Collateralized; GNMA)	6.00	4/1/41	6,415,000	6,706,433
Highlands County Health Facilities				
Authority, HR (Adventist				
Health System/Sunbelt				
Obligated Group)	5.25	11/15/36	4,000,000	4,277,560
Orange County Health Facilities				
Authority, HR (Orlando				
Regional Healthcare System)	6.00	10/1/09	70,000 a	74,551
Orange County Health Facilities				
Authority, HR (Orlando				
Regional Healthcare System)	6.00	10/1/26	3,430,000	3,632,027
Orange County Health Facilities				
Authority, Revenue (Adventist				
Health System)	6.25	11/15/12	3,000,000 a	3,371,670
Georgia2.5%				
Atlanta,				
Airport Revenue (Insured; FSA)	5.25	1/1/25	3,000,000	3,206,850
Augusta,				
Airport Revenue	5.45	1/1/31	2,500,000	2,674,050
Georgia Housing and Finance				
Authority, SFMR	5.60	12/1/32	2,335,000	2,406,334
Savannah Economic Development				
Authority, EIR (International	5.00	0.41.40.7	0.670.000	2 22 22 22
Paper Co. Project)	6.20	8/1/27	2,670,000	2,906,909
Idaho1%				
Idaho Housing and Finance				
Association, SFMR	6.25	1 /1 /20	200 000	405.600
(Collateralized; FNMA) Illinois8.1%	6.35	1/1/30	390,000	405,690
Chicago,				
SFMR (Collateralized: FHLMC,				
FNMA and GNMA)	6.25	10/1/32	1,985,000	1,999,471
Chicago O'Hare International	0.23	10/1/32	1,905,000	1,555,471
Airport, General Airport Third				
Lien Revenue (Insured; XLCA)	6.00	1/1/29	5,000,000	5,631,300
Chicago O'Hare International	0.00	1,1,23	3,000,000	3,031,300
Airport, Special Facilities				
Revenue (American Airlines				
Inc. Project)	8.20	12/1/24	5,700,000	5,871,000
Illinois Educational Facilities	20	, -, - ·	_,. 50,000	3,0.2,000
Authority, Revenue				
(Northwestern University)	5.00	12/1/38	5,000,000	5,252,450
Illinois Health Facilities		. –, – –	-,,	-,,
Authority, Revenue (Advocate				

Health Care Network)	6.13	11/15/10	5,000,000 a	5,419,500
Illinois Health Facilities				
Authority, Revenue (OSF				
Healthcare System)	6.25	11/15/09	10,900,000 a	11,722,514
Indiana1.5%				
Franklin Township School Building				
				_
Corp., First Mortgage	6.13	7/15/10	6,000,000 a	6,577,200
Louisiana1.8%				
West Feliciana Parish,				
PCR (Entergy Gulf States				
Project)	7.00	11/1/15	3,000,000	3,033,930
West Feliciana Parish,				
PCR (Entergy Gulf States				
Project)	6.60	9/1/28	4,700,000	4,744,133
Maryland1.3%				
Maryland Economic Development				
Corp., Senior Student Housing				
Revenue (University of				
Maryland, Baltimore Project)	5.75	10/1/33	2,550,000	2,569,992
Maryland Industrial Development				
Financing Authority, EDR				
(Medical Waste Associates				
Limited Partnership Facility)	8.75	11/15/1	0 3,710,000	3,081,860
Massachusetts3.3%				
Massachusetts Health and				
Educational Facilities				
Authority, Revenue (Civic				
Investments Issue)	9.00	12/15/1	5 2,000,000	2,444,000
Massachusetts Health and				
Educational Facilities				
Authority, Revenue (Partners				
Healthcare System)	5.75	7/1/32	3,000,000	3,241,770
Massachusetts Housing Finance				
Agency, SFHR	5.00	12/1/31	6,000,000	6,212,580
Massachusetts Turnpike Authority,				
Metropolitan Highway System				
Revenue (Insured; MBIA)	5.00	1/1/37	2,805,000	2,854,172
Michigan2.9%				
Kent Hospital Finance Authority,				
Revenue (Metropolitan Hospital	6.00	7/1/25	4 000 000	4 422 720
Project)	6.00	7/1/35	4,000,000	4,433,720
Michigan Strategic Fund,				
SWDR (Genesee Power Station	7.50	1 /1 /21	0.420.000	0 420 500
Project) Minnesota1.0%	7.50	1/1/21	8,420,000	8,420,589
Saint Paul Housing and				

Redevelopment Authority, Hospital Facility Revenue (HealthEast Project) Saint Paul Housing and Redevelopment Authority,		6.00		11/15/25	5	1,000,000	1,121,230
Hospital Facility Revenue (HealthEast Project) Mississippi7%		6.00		11/15/35	5	3,000,000	3,335,820
Mississippi Business Finance							
Corp., PCR (System Energy Resources, Inc. Project)		5.90		5/1/22		3,160,000	3,193,812
Nebraska2%		5.50		J/ 1/22		3,100,000	3,133,012
Nebraska Investment Finance							
Authority, SFMR	8.00		3/1/26		1,000,0	00 b.c	1,017,540
Nevada2.6%	0.00		0, 1, 10		2,000,0	00 2,0	2,027,010
Clark County,							
IDR (Nevada Power Co. Project)	5.60		10/1/30		3,000,0	00	3,019,650
Washoe County							
(Reno-Sparks Convention							
Center) (Insured; FSA)	6.40		1/1/10		8,000,0	00 a	8,593,840
New Hampshire3.3%							
New Hampshire Business Finance							
Authority, PCR (Public Service							
Co. of New Hampshire Project)							
(Insured; MBIA)	6.00		5/1/21		2,690,0	00	2,806,289
New Hampshire Business Finance							
Authority, PCR (Public Service							
Co. of New Hampshire Project)							
(Insured; MBIA)	6.00		5/1/21		6,000,0	00	6,259,380
New Hampshire Industrial							
Development Authority, PCR							
(Connecticut Light and Power							
Company Project)	5.90		11/1/16		5,400,0	00	5,547,906
New Jersey6.0%							
New Jersey Economic Development							
Authority, Special Facility							
Revenue (Continental Airlines,							
Inc. Project)	6.25		9/15/19		4,620,0	00	4,792,973
Tobacco Settlement Financing							
Corporation of New Jersey,							
Tobacco Settlement							
Asset-Backed Bonds	7.00		6/1/13		10,095,	000 a	11,943,193
Tobacco Settlement Financing							
Corporation of New Jersey,							
Tobacco Settlement							
Asset-Backed Bonds	4.75		6/1/34		5,000,0	00	4,746,950

Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement							
Asset-Backed Bonds	5.00		6/1/41		5,000,000		4,899,200
New York7.3%	3.00		0/1/41		3,000,000		4,033,200
Hudson Yards Infrastructure							
Corporation, Hudson Yards							
Senior Revenue	5.00		2/15/47		5,000,000		5,316,150
New York City Industrial					, ,		, ,
Development Agency, Special							
Facility Revenue (American							
Airlines, Inc. John F. Kennedy							
International Airport Project)	8.00		8/1/28		3,000,000		3,708,990
New York City Industrial							
Development Agency, Special							
Facility Revenue (American							
Airlines, Inc. John F. Kennedy							
International Airport Project)	7.75		8/1/31		10,000,000		12,176,600
New York Liberty Development							
Corporation, Revenue (Goldman							
Sachs Headquarters Issue)		5.25		10/1/35	5,000,000)	5,882,850
New York State Dormitory							
Authority, Revenue (Marymount							
Manhattan College) (Insured;							
Radian)		6.25		7/1/29	4,000,000)	4,237,320
New York State Dormitory							
Authority, Revenue (Suffolk							
County Judicial Facility)		9.50		4/15/14	605,000		816,060
North Carolina6%							
North Carolina Eastern Municipal							
Power Agency, Power System							
Revenue		6.70		1/1/19	2,500,000)	2,697,225
Ohio5.1%							
Cuyahoga County,							
Hospital Facilities Revenue							
(UHHS/CSAHS-Cuyahoga, Inc. and							
CSAHS/UHHS-Canton, Inc.							
Project)		7.50		1/1/30	3,500,000)	3,851,680
Cuyahoga County,							
Hospital Improvement Revenue							
(The Metrohealth Systems							
Project)		6.15		2/15/09	10,000,00	JU a	10,561,600
Ohio Air Quality Development							
Authority, PCR (Cleveland							
Electric Illuminating Co.		6.10		0/1/22	2 400 000	,	2 465 704
Project) (Insured; ACA)		6.10		8/1/20	2,400,000	J	2,465,784

Ohio Housing Finance Agency,				
Residential Mortgage Revenue				
(Mortgage-Backed Securities				
Program) (Collateralized; GNMA)	6.15	3/1/29	1,720,000	1,766,560
Ohio Water Development Authority,				
Pollution Control Facilities				
Revenue (Cleveland Electric				
Illuminating Co. Project)				
(Insured; ACA)	6.10	8/1/20	4,000,000	4,109,640
Oklahoma3.3%				
Oklahoma Development Finance				
Authority, Revenue (Saint John				
Health System)	6.00	2/15/29	9,000,000	9,426,060
Oklahoma Industries Authority,				
Health System Revenue				
(Obligated Group) (Insured;				
MBIA)	5.75	8/15/09	2,105,000 a	2,227,237
Oklahoma Industries Authority,				
Health System Revenue				
(Obligated Group) (Insured;				
MBIA)	5.75	8/15/29	2,895,000	3,041,053
Oregon5%				
Western Generation Agency,				
Cogeneration Project Revenue				
,				
-				
(Wauna Cogeneration Project)	5.00	1/1/16	2,110,000	2,182,246
(Wauna Cogeneration Project) Pennsylvania3.3%	5.00	1/1/16	2,110,000	2,182,246
	5.00	1/1/16	2,110,000	2,182,246
Pennsylvania3.3%	5.00	1/1/16	2,110,000	2,182,246
Pennsylvania3.3% Allegheny County Port Authority,	5.00	1/1/16 3/1/09	2,110,000 4,750,000 a	2,182,246 5,022,222
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA)				
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts				
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic				
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing	6.13	3/1/09	4,750,000 a	5,022,222
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority)				
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development	6.13	3/1/09	4,750,000 a	5,022,222
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt	6.13	3/1/09	4,750,000 a	5,022,222
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant	6.13 7.78	3/1/09 6/1/31	4,750,000 a 7,000,000 c,d	5,022,222 7,359,205
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project)	6.13	3/1/09	4,750,000 a	5,022,222
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance	6.13 7.78	3/1/09 6/1/31	4,750,000 a 7,000,000 c,d	5,022,222 7,359,205
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family	6.13 7.78 6.75	3/1/09 6/1/31 12/1/36	4,750,000 a 7,000,000 c,d 2,000,000	5,022,222 7,359,205 2,211,360
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family Development Revenue	6.13 7.78	3/1/09 6/1/31	4,750,000 a 7,000,000 c,d	5,022,222 7,359,205
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family Development Revenue Rhode Island7%	6.13 7.78 6.75	3/1/09 6/1/31 12/1/36	4,750,000 a 7,000,000 c,d 2,000,000	5,022,222 7,359,205 2,211,360
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family Development Revenue Rhode Island7% Rhode Island Health and	6.13 7.78 6.75	3/1/09 6/1/31 12/1/36	4,750,000 a 7,000,000 c,d 2,000,000	5,022,222 7,359,205 2,211,360
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family Development Revenue Rhode Island7% Rhode Island Health and Educational Building Corp.,	6.13 7.78 6.75	3/1/09 6/1/31 12/1/36	4,750,000 a 7,000,000 c,d 2,000,000	5,022,222 7,359,205 2,211,360
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family Development Revenue Rhode Island7% Rhode Island Health and Educational Building Corp., Higher Educational Facilities	6.13 7.78 6.75	3/1/09 6/1/31 12/1/36	4,750,000 a 7,000,000 c,d 2,000,000	5,022,222 7,359,205 2,211,360
Pennsylvania3.3% Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority) Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project) Pennsylvania Housing Finance Agency, Multi-Family Development Revenue Rhode Island7% Rhode Island Health and Educational Building Corp.,	6.13 7.78 6.75	3/1/09 6/1/31 12/1/36	4,750,000 a 7,000,000 c,d 2,000,000	5,022,222 7,359,205 2,211,360

South Carolina10.1%					
Greenville County School District,					
Installment Purchase Revenue					
(Building Equity Sooner for					
Tomorrow)	7.08	12	/1/28	19,000,000 c,d	20,885,845
Greenville Hospital System,					
Hospital Facilities Revenue					
(Insured; AMBAC)	5.50	5/3	1/26	7,000,000	7,481,250
Medical University of South					
Carolina, Hospital Facilities					
Revenue	6.00	7/3	1/09	5,000,000 a	5,306,500
Richland County,					
EIR (International Paper Co.)	6.10	4/3	1/23	6,500,000	7,091,110
Securing Assets for Education,					
Installment Purchase Revenue					
(Berkeley County School					
District Project)	5.13	12	/1/30	3,280,000	3,512,486
Tennessee7.3%					
Johnson City Health and					
Educational Facilities Board,					
Hospital First Mortgage					
Revenue (Mountain States					
Health Alliance)	7.50	7/:	1/25	2,000,000	2,337,060
Johnson City Health and					
Educational Facilities Board,					
Hospital First Mortgage					
Revenue (Mountain States					
Health Alliance)	7.50	7/3	1/33	4,875,000	5,681,276
Memphis Center City Revenue					
Finance Corp., Sports Facility					
Revenue (Memphis Redbirds					
Baseball Foundation Project)	6.50	9/1/28	6,000	0,000	6,030,780
Tennessee Energy Acquisition					
Corporation, Gas Project					
Revenue	5.25	9/1/23	5,000	0,000	5,681,550
Tennessee Energy Acquisition					
Corporation, Gas Project					
Revenue	5.25	9/1/26	9,700	0,000	11,152,575
Tennessee Housing Development					
Agency (Homeownership Program)	6.00	1/1/28	1,575	5,000	1,588,309
Texas21.1%					
Alliance Airport Authority Inc.,					
Special Facilities Revenue					
(American Airlines, Inc.					
Project)	7.50	12/1/29	5,000	0,000	5,095,000
Austin Convention Enterprises,					
•					

Inc., Convention Center Hotel						
Second Tier Revenue	5.75		1/1/34		3,000,000	3,232,230
Cities of Dallas and Fort Worth,						
Dallas/Fort Worth						
International Airport,						
Facility Improvement Corp.,	6.15		1/1/16		2 000 000	2.021.000
Revenue (Bombardier Inc.)	6.15		1/1/16		3,000,000	3,031,080
Gregg County Health Facilities Development Corp., HR (Good						
Shephard Medical Center						
Project) (Insured; Radian)	6.38		10/1/10		2,500,000 a	2,746,125
Gulf Coast Industrial Development	0.50		10/1/10		2,300,000 u	2,140,123
Authority, Environmental						
Facilities Revenue (Microgy						
Holdings Project)	7.00		12/1/36		5,000,000	5,412,650
Harris County Health Facilities						
Development Corp., HR						
(Memorial Hermann Healthcare						
System)	6.38		6/1/11		7,000,000 a	7,780,640
Harris County-Houston Sports						
Authority, Third Lien Revenue						
(Insured; MBIA)	0.00		11/15/31	L	9,685,000	2,944,046
Katy Independent School District						
(Permanent School Fund						
Guaranteed)	6.13		2/15/09		10,000,000 a	10,473,500
Lubbock Housing Financing Corp.,						
SFMR (Collateralized: FNMA						
and GNMA)	6.70		10/1/30		1,625,000	1,647,311
Sabine River Authority,						
PCR (TXU Electric Co. Project)	6.45		6/1/21		4,900,000	5,158,475
Texas						
(Veterans Housing Assistance	6.10		6/1/21		0.510.000	0.062.126
Program) (Collateralized; FHA)	6.10		6/1/31		8,510,000	8,962,136
Texas	6.00		12/1/20		3,935,000	4,202,580
(Veterans' Land) Texas Department of Housing and	0.00		12/1/30		3,933,000	4,202,300
rexus Department of Flousing and						
Community Affairs, Home						
Mortgage Revenue						
(Collateralized: FHLMC, FNMA		0.00		7/2/24	1 200 000 h	1 271 001
and GNMA)		9.82		7/2/24	1,300,000 b	1,371,981
Texas Department of Housing and						
Community Affairs, Residential Mortgage Revenue						
(Collateralized: FHLMC, FNMA						
and GNMA)		5.35		7/1/33	5,265,000	5,458,647
Texas Transportation Commission,		3.33		., 1,55	3,203,000	5,450,047

GO (Mobility Fund) (Insured; FGIC)	4.50	4/1/35	7,500,000	7,563,375
Texas Turnpike Authority,		, ,	, ,	, ,
Central Texas Turnpike System				
Revenue (Insured; AMBAC)	5.25	8/15/42	6,775,000	7,210,768
Tomball Hospital Authority,				
Revenue (Tomball Regional				
Hospital)	6.00	7/1/25	4,650,000	4,847,579
Tyler Health Facilities				
Development Corp., HR (East				
Texas Medical Center Regional				
Healthcare System Project)	6.75	11/1/25	5,850,000	5,904,347
Virginia5.3%				
Henrico County Industrial				
Development Authority, Revenue				
(Bon Secours Health System)				
(Insured; FSA)	8.08	8/23/27	7,500,000 b	10,410,300
Tobacco Settlement Financing				
Corporation of Virginia,				
Tobacco Settlement				
Asset-Backed Bonds	5.63	6/1/37	3,810,000	4,072,814
Virginia Housing Development				
Authority, Rental Housing				
Revenue	6.20	8/1/24	8,520,000	8,982,636
Washington2.4%				
Washington Higher Educational				
Facilities Authority, Revenue				
(Whitman College)	5.88	10/1/09	10,000,000 a	10,551,400
Wisconsin7.9%				
Badger Tobacco Asset				
Securitization Corporation,				
Tobacco Settlement				
Asset-Backed Bonds	8.81	6/1/27	9,560,000 c,d	10,238,330
Badger Tobacco Asset				
Securitization Corporation,				
Tobacco Settlement				
Asset-Backed Bonds	7.00	6/1/28	14,570,000	16,441,954
Wisconsin Health and Educational				
Facilities Authority, Revenue				
(Aurora Health Care, Inc.)	6.40	4/15/33	5,500,000	6,153,675
Wisconsin Health and Educational				
Facilities Authority, Revenue				
(Marshfield Clinic)	5.38	2/15/34	2,000,000	2,131,680
Wyoming3.6%				
Sweetwater County,				
SWDR (FMC Corp. Project)	5.60	12/1/35	5,000,000	5,349,300

Wyoming Student Loan Corp.,				
Student Loan Revenue	6.20	6/1/24	5,000,000	5,308,900
Wyoming Student Loan Corp.,				
Student Loan Revenue	6.25	6/1/29	5,000,000	5,299,250
U.S. Related8%				
Children's Trust Fund of Puerto				
Rico, Tobacco Settlement				
Asset-Backed Bonds	0.00	5/15/55	20,000,000	733,800
Puerto Rico Infrastructure				
Financing Authority, Special				
Tax Revenue (Insured; AMBAC)	0.00	7/1/35	10,000,000	2,962,400
Total Long-Term Municipal Investment	s			
(cost \$602,095,609)				634,631,234
Short-Term Municipal	Coupon	Maturity	Principal	
Short-Term Municipal Investment0%	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
•	-	•	<u>-</u>	Value (\$)
Investment0%	-	•	<u>-</u>	Value (\$)
Investment0% Alaska;	-	•	<u>-</u>	Value (\$)
Alaska; Valdez,	-	•	<u>-</u>	Value (\$)
Alaska; Valdez, Marine Terminal Revenue (Exxon	-	•	<u>-</u>	Value (\$)
Alaska; Valdez, Marine Terminal Revenue (Exxon Pipeline Co. Project)	Rate (%)	Date	Amount (\$)	
Alaska; Valdez, Marine Terminal Revenue (Exxon Pipeline Co. Project) (cost \$200,000)	Rate (%)	Date	Amount (\$)	200,000
Investment0% Alaska; Valdez, Marine Terminal Revenue (Exxon Pipeline Co. Project) (cost \$200,000) Total Investments (cost \$602,295,609)	Rate (%)	Date	Amount (\$) 200,000 e 143.4%	200,000 634,831,234

- a These securities are prerefunded; the date shown represents the prerefunded date. Bonds which are prerefunded are collateralized by U.S. Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to retire the bonds in full at the earliest refunding date.
- b Inverse floater security--the interest rate is subject to change periodically.
- c Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At February 28, 2007, these securities amounted to \$39,500,920 or 8.9% of net assets applicable to Common Shareholders.
- d Collateral for floating rate borrowings.
- e Securities payable on demand. Variable interest rate--subject to periodic change.

Securities valuation policies and other investment related disclosures are hereby incorporated by reference to the annual and semi-annual reports previously filed with the Securities and Exchange Commission on Form N-CSR.

Summary of Abbreviations

ACA	American Capital Access	AGC	ACE Guaranty Corporation
AGIC	Asset Guaranty Insurance Company	AMBAC	American Municipal Bond Assurance Corporation
ARRN	Adjustable Rate Receipt Notes	BAN	Bond Anticipation Notes
BIGI	Bond Investors Guaranty Insurance	BPA	Bond Purchase Agreement
CGIC	Capital Guaranty Insurance Company	CIC	Continental Insurance Company
CIFG	CDC Ixis Financial Guaranty	CMAC	Capital Market Assurance Corporation

COP	Certificate of Participation	СР	Commercial Paper
EDR	Economic Development Revenue	EIR	Environmental Improvement Revenue
FGIC	Financial Guaranty Insurance Company	FHA	Federal Housing Administration
FHLB	Federal Home Loan Bank	FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association	FSA	Financial Security Assurance
GAN	Grant Anticipation Notes	GIC	Guaranteed Investment Contract
GNMA	Government National Mortgage Association	GO	General Obligation
HR	Hospital Revenue	IDB	Industrial Development Board
IDC	Industrial Development Corporation	IDR	Industrial Development Revenue
LOC	Letter of Credit	LOR	Limited Obligation Revenue
LR	Lease Revenue	MBIA	Municipal Bond Investors Assurance Insurance
			Corporation
MFHR	Multi-Family Housing Revenue	MFMR	Multi-Family Mortgage Revenue
PCR	Pollution Control Revenue	PILOT	Payment in Lieu of Taxes
RAC	Revenue Anticipation Certificates	RAN	Revenue Anticipation Notes
RAW	Revenue Anticipation Warrants	RRR	Resources Recovery Revenue
SAAN	State Aid Anticipation Notes	SBPA	Standby Bond Purchase Agreement
SFHR	Single Family Housing Revenue	SFMR	Single Family Mortgage Revenue
SONYMA	State of New York Mortgage Agency	SWDR	Solid Waste Disposal Revenue
TAN	Tax Anticipation Notes	TAW	Tax Anticipation Warrants
TRAN	Tax and Revenue Anticipation Notes	XLCA	XL Capital Assurance

Item 2. Controls and Procedures.

- (a) The Registrant's principal executive and principal financial officers have concluded, based on their evaluation of the Registrant's disclosure controls and procedures as of a date within 90 days of the filing date of this report, that the Registrant's disclosure controls and procedures are reasonably designed to ensure that information required to be disclosed by the Registrant on Form N-Q is recorded, processed, summarized and reported within the required time periods and that information required to be disclosed by the Registrant in the reports that it files or submits on Form N-Q is accumulated and communicated to the Registrant's management, including its principal executive and principal financial officers, as appropriate to allow timely decisions regarding required disclosure.
- (b) There were no changes to the Registrant's internal control over financial reporting that occurred during the Registrant's most recently ended fiscal quarter that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

Item 3. Exhibits.

(a) Certifications of principal executive and principal financial officers as required by Rule 30a-2(a) under the Investment Company Act of 1940.

SIGNATURES

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

Dreyfus Strategic Municipal Bond Fund, Inc.

By: <u>/s/ J. David Officer</u>

J. David Officer

President

Date: April 25, 2007

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

By: /s/ J. David Officer

J. David Officer

President

Date: April 25, 2007

By: /s/ James Windels

James Windels Treasurer

Date: April 25, 2007

EXHIBIT INDEX

(a) Certifications of principal executive and principal financial officers as required by Rule 30a-2(a) under the Investment Company Act of 1940. (EX-99.CERT)