

DREYFUS STRATEGIC MUNICIPAL BOND FUND INC  
Form N-Q  
April 29, 2009

**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)

Michael A. Rosenberg, 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: 2/28/09

---

**FORM N-Q**

**Item 1. Schedule of Investments.**

-2-

---

**STATEMENT OF INVESTMENTS**

**Dreyfus Strategic Municipal Bond Fund, Inc.**

**February 28, 2009 (Unaudited)**

<b>Long-Term Municipal Investments--148.3%</b>	<b>Coupon Rate (%)</b>	<b>Maturity Date</b>	<b>Principal Amount (\$)</b>	<b>Value (\$)</b>
<b>Alaska--4.7%</b>				
Alaska Housing Finance				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Corporation, General Mortgage				
Revenue (Insured; MBIA, Inc.)	6.05	6/1/39	11,915,000	11,922,626
Alaska Housing Finance				
Corporation, Single-Family				
Residential Mortgage Revenue				
(Veterans Mortgage Program)	6.25	6/1/35	3,975,000	4,006,204
<b>Arizona--2.7%</b>				
Glendale Western Loop 101 Public				
Facilities Corporation, Third				
Lien Excise Tax Revenue	7.00	7/1/33	6,010,000	6,351,668
Pima County Industrial Development				
Authority, Education Revenue				
(American Charter Schools				
Foundation Project)	5.50	7/1/26	4,000,000	2,882,440
<b>Arkansas--.7%</b>				
Arkansas Development Finance				
Authority, SFMR (Mortgage				
Backed Securities Program)				
(Collateralized: FNMA and GNMA)	6.25	1/1/32	2,265,000	2,326,268
<b>California--9.6%</b>				
Beverly Hills Unified School				
District, GO	0.00	8/1/30	8,000,000 a	2,359,520
California Department of Veteran				
Affairs, Home Purchase Revenue	5.20	12/1/28	2,950,000	2,949,823
California Educational Facilities				
Authority, Revenue (University				
of Southern California)	5.25	10/1/38	5,000,000	5,105,550
California Enterprise Development				
Authority, Sewage Facilities				
Revenue (Anheuser-Busch				
Project)	5.30	9/1/47	1,000,000	703,930
California Health Facilities				
Financing Authority, Revenue				
(Cedars-Sinai Medical Center)	6.25	12/1/09	3,750,000 b	3,949,275
California Housing Finance Agency,				
Home Mortgage Revenue	5.05	8/1/27	2,500,000	2,070,450
California Pollution Control				
Financing Authority, SWDR				
(Waste Management, Inc.				
Project)	5.13	11/1/23	1,500,000	1,253,505
California Statewide Communities				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Development Authority, Environmental Facilities Revenue (Microgy Holdings Project)	9.00	12/1/38	2,000,000	1,597,320
Golden State Tobacco				
<hr/>				
Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	5.00	6/1/33	2,535,000	1,579,001
Los Angeles Department of Water and Power, Power System Revenue	5.00	7/1/34	2,885,000	2,827,935
Sacramento City Unified School District, GO (Insured; FSA)	0.00	7/1/24	5,220,000 a	2,266,994
Santa Margarita/Dana Point Authority, Revenue (Santa Margarita Water District Improvement Districts Numbers 2, 3 and 4)	5.13	8/1/38	5,000,000	4,928,750
Silicon Valley Tobacco Securitization Authority, Tobacco Settlement Asset-Backed Bonds (Santa Clara County Tobacco Securitization Corporation)	0.00	6/1/36	15,290,000 a	986,664
<b>Colorado--3.7%</b>				
Colorado Health Facilities Authority, Revenue (American Baptist Homes of the Midwest Obligated Group)	5.90	8/1/37	2,500,000	1,511,925
Colorado Health Facilities Authority, Revenue (American Housing Foundation I, Inc. Project)	8.50	12/1/11	1,870,000 b	2,179,055
Colorado Housing Finance Authority, Single Family Program Senior and Subordinate Bonds (Collateralized; FHA)	6.60	8/1/32	1,440,000	1,508,832
Northwest Parkway Public Highway Authority, Revenue	7.13	6/15/11	7,000,000 b	7,484,470
<b>Connecticut--4.1%</b>				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Connecticut Development Authority, PCR (Connecticut Light and Power Company Project)	5.95	9/1/28	9,000,000	7,521,750
Connecticut Resources Recovery Authority, Special Obligation Revenue (American REF-FUEL Company of Southeastern Connecticut Project)	6.45	11/15/22	4,985,000	4,491,286
Mohegan Tribe of Indians of Connecticut Gaming Authority, Priority Distribution Payment Public Improvement Revenue	6.25	1/1/31	3,470,000 c	1,997,367
<b>District of Columbia--1.4%</b>				
District of Columbia Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed Bonds	0.00	6/15/46	104,040,000 a	2,021,497
Metropolitan Washington Airports Authority, Special Facility Revenue (Caterair International Corporation)	10.13	9/1/11	2,700,000	2,609,010
<b>Florida--6.7%</b>				
<hr/>				
Escambia County, EIR (International Paper Company Project)	5.00	8/1/26	1,825,000	1,074,377
Florida Housing Finance Corporation, Housing Revenue (Seminole Ridge Apartments) (Collateralized; GNMA)	6.00	4/1/41	6,415,000	6,426,739
Highlands County Health Facilities Authority, HR (Adventist Health System/Sunbelt Obligated Group)	5.25	11/15/36	2,875,000	2,415,719
Jacksonville Economic Development Commission, Health Care Facilities Revenue (Florida Proton Therapy Institute Project)	6.25	9/1/27	2,095,000 c	1,565,950
Orange County Health Facilities				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Authority, HR (Orlando Regional Healthcare System)	6.00	10/1/09	70,000 b	72,913
Orange County Health Facilities Authority, HR (Orlando Regional Healthcare System)	6.00	10/1/26	3,675,000	3,384,491
Orange County Health Facilities Authority, Revenue (Adventist Health System)	6.25	11/15/12	3,000,000 b	3,404,220
Orange County School Board, COP (Master Lease Purchase Agreement) (Insured; Assured Guaranty)	5.50	8/1/34	4,500,000 d	4,459,635
<b>Georgia--1.6%</b>				
Augusta, Airport Revenue	5.45	1/1/31	2,500,000	1,592,325
Georgia Housing and Finance Authority, SFMR	5.60	12/1/32	2,090,000	1,982,616
Savannah Economic Development Authority, EIR (International Paper Company Project)	6.20	8/1/27	2,670,000	1,822,328
<b>Idaho--.1%</b>				
Idaho Housing and Finance Association, SFMR (Collateralized; FNMA)	6.35	1/1/30	225,000	226,325
<b>Illinois--5.9%</b>				
Chicago, SFMR (Collateralized: FHLMC, FNMA and GNMA)	6.25	10/1/32	1,430,000	1,472,871
Chicago O'Hare International Airport, Special Facility Revenue (American Airlines, Inc. Project)	5.50	12/1/30	4,000,000	1,742,720
Illinois Health Facilities Authority, Revenue (Advocate Health Care Network)	6.13	11/15/10	5,000,000 b	5,423,300
Illinois Health Facilities Authority, Revenue (OSF Healthcare System)	6.25	11/15/09	10,900,000 b	11,427,451

---

**Indiana--1.9%**

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Franklin Township School Building Corporation, First Mortgage Bonds	6.13	7/15/10	6,000,000 b	6,544,260
<b>Kentucky--.9%</b>				
Louisville/Jefferson County Metro Government, Health Facilities Revenue (Jewish Hospital and Saint Mary's Healthcare, Inc. Project)	6.13	2/1/37	3,000,000	2,952,540
<b>Louisiana--3.4%</b>				
Lakeshore Villages Master Community Development District, Special Assessment Revenue	5.25	7/1/17	1,987,000	1,511,849
Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue (Westlake Chemical Corporation Projects)	6.75	11/1/32	4,000,000	2,653,800
West Feliciana Parish, PCR (Entergy Gulf States Project)	7.00	11/1/15	3,000,000	2,921,430
West Feliciana Parish, PCR (Entergy Gulf States Project)	6.60	9/1/28	4,700,000	4,441,970
<b>Maryland--1.4%</b>				
Maryland Economic Development Corporation, Senior Student Housing Revenue (University of Maryland, Baltimore Project)	5.75	10/1/33	2,550,000	1,444,320
Maryland Industrial Development Financing Authority, EDR (Medical Waste Associates Limited Partnership Facility)	8.75	11/15/10	3,710,000	3,181,993
<b>Massachusetts--6.2%</b>				
Massachusetts Educational Financing Authority, Education Loan Revenue (Insured; Assured Guaranty)	6.13	1/1/22	8,000,000	8,153,920
Massachusetts Health and Educational Facilities				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Authority, Revenue (Civic Investments Issue)	9.00	12/15/12	1,900,000 b	2,325,106
Massachusetts Health and Educational Facilities Authority, Revenue (Partners HealthCare System Issue)	5.75	7/1/32	115,000	115,250
Massachusetts Housing Finance Agency, Housing Revenue	7.00	12/1/38	5,000,000	5,334,300
Massachusetts Housing Finance Agency, SFHR	5.00	12/1/31	6,000,000	5,307,300
<b>Michigan--4.2%</b>				
Kent Hospital Finance Authority, Revenue (Metropolitan Hospital Project)	6.00	7/1/35	4,000,000	2,792,760
Michigan Strategic Fund, SWDR (Genesee Power Station Project)	7.50	1/1/21	7,720,000	6,193,910
Royal Oak Hospital Finance Authority, HR (William Beaumont Hospital Obligated Group)	8.00	9/1/29	5,000,000	5,305,550
<b>Minnesota--2.3%</b>				
Saint Paul Housing and Redevelopment Authority, Hospital Facility Revenue (HealthEast Project)	6.00	11/15/35	11,250,000	7,901,887
<b>Mississippi--1.0%</b>				
Mississippi Business Finance Corporation, PCR (System Energy Resources, Inc. Project)	5.90	5/1/22	4,260,000	3,513,265
<b>Missouri--1.6%</b>				
Missouri Health and Educational Facilities Authority, Health Facilities Revenue (BJC Health System)	5.25	5/15/32	5,900,000	5,552,785
<b>Nebraska--.2%</b>				
Nebraska Investment Finance Authority, SFMR	8.64	3/1/26	700,000 c,e	704,984
<b>Nevada--3.1%</b>				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Clark County, IDR (Nevada Power Company Project)	5.60	10/1/30	3,000,000	2,058,120
Washoe County, GO Convention Center Revenue (Reno-Sparks Convention and Visitors Authority) (Insured; FSA)	6.40	1/1/10	8,000,000 b	8,383,520
<b>New Hampshire--3.9%</b>				
New Hampshire Business Finance Authority, PCR (Public Service Company of New Hampshire Project) (Insured; MBIA, Inc.)	6.00	5/1/21	2,690,000	2,491,370
New Hampshire Business Finance Authority, PCR (Public Service Company of New Hampshire Project) (Insured; MBIA, Inc.)	6.00	5/1/21	6,000,000	5,556,960
New Hampshire Industrial Development Authority, PCR (Connecticut Light and Power Company Project)	5.90	11/1/16	5,400,000	5,326,884
<b>New Jersey--4.6%</b>				
New Jersey Economic Development Authority, Special Facility Revenue (Continental Airlines, Inc. Project)	6.25	9/15/19	4,620,000	3,426,700
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement				
Asset-Backed Bonds	7.00	6/1/13	10,095,000 b	12,186,886
<b>New York--8.7%</b>				
Austin Trust (Port Authority of New York and New Jersey, Consolidated Bonds, 151th Series)	6.00	9/15/28	10,000,000 c,f	10,174,150
Long Island Power Authority, Electric System General Revenue	6.25	4/1/33	3,000,000	3,217,980
Metropolitan Transportation Authority, Transportation				



Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Revenue	6.25	11/15/23	5,000,000	5,635,150
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	2,317,680
New York City Industrial				
Development Agency, Special Facility Revenue (American Airlines, Inc. John F. Kennedy International Airport Project)	7.75	8/1/31	5,000,000	3,712,550
New York State Dormitory				
Authority, Revenue (Marymount Manhattan College) (Insured; Radian)	6.25	7/1/29	4,000,000	3,703,160
New York State Dormitory				
Authority, Revenue (Suffolk County Judicial Facility)	9.50	4/15/14	605,000	805,116
<b>North Carolina--1.5%</b>				
North Carolina Eastern Municipal				
Power Agency, Power System Revenue	6.70	1/1/19	2,500,000	2,557,950
North Carolina Housing Finance				
Agency, Home Ownership Revenue	5.88	7/1/31	2,575,000	2,557,361
<b>Ohio--1.5%</b>				
Cuyahoga County,				
Hospital Facilities Revenue (UHHS/CSAHS-Cuyahoga, Inc. and CSAHS/UHHS-Canton, Inc. Project)	7.50	1/1/30	3,500,000	3,393,915
Port of Greater Cincinnati				
Development Authority, Tax Increment Development Revenue (Fairfax Village Red Bank Infrastructure Project)	5.63	2/1/36	2,530,000	1,650,749
<b>Oklahoma--1.5%</b>				
Oklahoma Development Finance				
Authority, Revenue (Saint John Health System)	6.00	2/15/29	2,250,000	2,256,097
Oklahoma Industries Authority, Health System Revenue				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

(Obligated Group) (Insured; MBIA, Inc.)	5.75	8/15/09	2,895,000 b	2,994,414
<b>Pennsylvania--2.4%</b>				
Allegheny County Port Authority, Special Transportation Revenue				
(Insured; MBIA, Inc.)	6.13	3/1/09	4,750,000 b	4,800,492
Pennsylvania Economic Development Financing Authority, SWDR (USG Corporation Project)	6.00	6/1/31	7,000,000	3,136,630
Pennsylvania Housing Finance Agency, Multi-Family Development Revenue	8.25	12/15/19	214,000	214,475
<b>South Carolina--3.9%</b>				
Greenville Hospital System, Hospital Facilities Revenue				
(Insured; AMBAC)	5.50	5/1/26	7,000,000	7,032,760
Richland County, EIR (International Paper Company Project)	6.10	4/1/23	8,500,000	6,208,315
<b>Tennessee--4.7%</b>				
Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance)	7.50	7/1/12	2,000,000 b	2,284,420
Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance)	7.50	7/1/12	4,875,000 b	5,568,274
Knox County Health, Educational and Housing Facility Board, Revenue (University Health System, Inc.)	5.25	4/1/36	3,650,000	2,712,023
Memphis Center City Revenue Finance Corporation, Sports Facility Revenue (Memphis Redbirds Baseball Foundation Project)	6.50	9/1/28	6,000,000 g	4,046,040

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Tennessee Housing Development				
Agency, Homeownership Program				
Revenue	6.00	1/1/28	1,340,000	1,359,819
<b>Texas--29.0%</b>				
Brazos River Authority,				
PCR (TXU Electric Company				
Project)	8.25	5/1/33	3,000,000	1,764,450
Brazos River Harbor Navigation				
District, Revenue (The Dow				
Chemical Company Project)	5.13	5/15/33	5,000,000	3,125,700
Cities of Dallas and Fort Worth,				
Dallas/Fort Worth				
International Airport Facility				
Improvement Corporation,				
Revenue (Learjet Inc. Project)	6.15	1/1/16	3,000,000	2,477,970
Gregg County Health Facilities				
Development Corporation, HR				
(Good Shepherd Medical Center				
Project) (Insured; Radian)	6.38	10/1/10	2,500,000 b	2,686,950
Gulf Coast Industrial Development				
Authority, Environmental				
Facilities Revenue (Microgy				
<hr/>				
Holdings Project)	7.00	12/1/36	5,000,000	3,226,750
Harris County Health Facilities				
Development Corporation, HR				
(Memorial Hermann Healthcare				
System)	6.38	6/1/11	7,000,000 b	7,821,870
Harris County Health Facilities				
Development Corporation, HR				
(Memorial Hermann Healthcare				
System)	7.25	12/1/35	9,290,000	9,776,146
Harris County Hospital District,				
Senior Lien Revenue (Insured;				
MBIA, Inc.)	5.25	2/15/42	5,000,000	4,357,400
Harris County-Houston Sports				
Authority, Third Lien Revenue				
(Insured; MBIA, Inc.)	0.00	11/15/31	9,685,000 a	1,601,899
Lubbock Housing Financing				
Corporation, SFMR				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

(Collateralized: FNMA and GNMA)	6.70	10/1/30	900,000	946,881
Matagorda County Navigation				
District Number One, Revenue				
(Houston Lighting and Power				
Company Project) (Insured;				
AMBAC)	5.13	11/1/28	4,295,000	3,288,338
North Texas Tollway Authority,				
First Tier System Revenue				
(Insured; Assured Guaranty)	5.75	1/1/40	14,705,000	15,020,422
North Texas Tollway Authority,				
Second Tier System Revenue	5.75	1/1/38	6,650,000	6,083,686
Sabine River Authority,				
PCR (TXU Electric Company				
Project)	6.45	6/1/21	4,900,000	2,634,828
Texas				
(Veterans' Land)	6.00	12/1/30	3,935,000	3,822,931
Texas,				
GO (Veterans Housing				
Assistance Program)				
(Collateralized; FHA)	6.10	6/1/31	8,510,000	8,336,651
Texas Department of Housing and				
Community Affairs, Home				
Mortgage Revenue				
(Collateralized: FHLMC, FNMA				
and GNMA)	10.93	7/2/24	900,000 e	947,043
Texas Department of Housing and				
Community Affairs, Residential				
Mortgage Revenue				
(Collateralized: FHLMC, FNMA				
and GNMA)	5.35	7/1/33	5,070,000	4,717,889
Texas Turnpike Authority,				
Central Texas Turnpike System				
Revenue (Insured; AMBAC)	5.25	8/15/42	5,375,000	4,644,537
Tomball Hospital Authority,				
Revenue (Tomball Regional				
Hospital)	6.00	7/1/25	4,650,000	3,672,198
Tyler Health Facilities				
Development Corporation, HR,				
Refunding and Improvement				

Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Bonds (East Texas Medical Center Regional Healthcare System Project)	5.25	11/1/32	6,915,000	4,682,700
Willacy County Local Government Corporation, Project Revenue	6.88	9/1/28	4,000,000	2,916,640
<b>Virginia--6.4%</b>				
Henrico County Industrial Development Authority, Revenue (Bon Secours Health System) (Insured; FSA)	10.73	8/23/27	7,450,000 e	7,647,947
Virginia Housing Development Authority, Commonwealth Mortgage Revenue	6.25	7/1/31	5,250,000	5,491,290
Virginia Housing Development Authority, Rental Housing Revenue	6.20	8/1/24	8,520,000	8,613,209
<b>Washington--4.8%</b>				
Washington Health Care Facilities Authority, Mortgage Revenue (Highline Medical Center) (Collateralized; FHA)	6.25	8/1/36	6,000,000	6,169,500
Washington Higher Educational Facilities Authority, Revenue (Whitman College)	5.88	10/1/09	10,000,000 b	10,319,500
<b>Wisconsin--8.0%</b>				
Badger Tobacco Asset Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	6.13	6/1/27	8,280,000	7,899,700
Badger Tobacco Asset Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	7.00	6/1/28	14,570,000	14,689,911
Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Health Care, Inc.)	6.40	4/15/33	5,500,000	4,502,465
<b>Total Long-Term Municipal Investments</b> (cost \$562,208,354)				<b>504,397,635</b>
<b>Short-Term Municipal Investments--6.8%</b>	<b>Coupon Rate (%)</b>	<b>Maturity Date</b>	<b>Principal Amount (\$)</b>	<b>Value (\$)</b>
<b>Florida--2.4%</b>				

## Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

Hillsborough County School Board,				
COP (Master Lease Purchase				
Agreement) (LOC; Wachovia Bank)	0.60	3/1/09	4,900,000 h	4,900,000
Lee Memorial Health System,				
HR (LOC; Bank of America)	0.55	3/1/09	3,200,000 h	3,200,000
<b>New York--3.4%</b>				
Monroe County,				
GO Notes, RAN	6.50	4/15/09	5,000,000	5,019,200
New York City,				
GO Notes (Liquidity Facility;				
Allied Irish Banks)	0.70	3/1/09	6,600,000 h	6,600,000
<b>Pennsylvania--1.0%</b>				
Lancaster County Hospital				
Authority, Health System				

Revenue (The Lancaster General				
Hospital Refunding Project)				
(LOC; Bank of America)	0.52	3/1/09	3,300,000 h	3,300,000
<b>Total Short-Term Municipal Investments</b>				
(cost \$23,000,000)				<b>23,019,200</b>
<b>Total Investments</b> (cost \$585,208,354)			<b>155.1%</b>	<b>527,416,835</b>
<b>Liabilities, Less Cash and Receivables</b>			<b>(.4%)</b>	<b>(1,363,985)</b>
<b>Preferred Stock, at redemption value</b>			<b>(54.7%)</b>	<b>(186,000,000)</b>
<b>Net Assets Applicable to Common Shareholders</b>			<b>100.0%</b>	<b>340,052,850</b>

- a Security issued with a zero coupon. Income is recognized through the accretion of discount.
- b 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.
- 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, 2009, these securities amounted to \$14,442,451 or 4.2% of net assets applicable to Common Shareholders.
- d Purchased on delayed delivery basis.
- e Inverse floater security--the interest rate is subject to change periodically.
- f Collateral for floating rate borrowings.
- g Non-income producing--security in default.
- h Variable rate demand note - rate shown is the interest rate in effect at February 28, 2009. Maturity date represents the next demand date, or the ultimate maturity date if earlier.
- i At February 28, 2009, the fund had \$98,381,062 or 28.9% of net assets applicable to Common Shareholders invested in securities whose payment of principal and interest is dependent upon revenues generated from health care projects.

At February 28, 2009, the aggregate cost of investment securities for income tax purposes was \$585,208,354. Net unrealized depreciation on investments was \$57,791,519 of which \$15,860,641 related to appreciated investment securities and \$73,652,160 related to depreciated investment securities.

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.

## Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

### Summary of Abbreviations

<b>ABAG</b>	Association Of Bay Area Governments	<b>ACA</b>	American Capital Access
<b>AGC</b>	ACE Guaranty Corporation	<b>AGIC</b>	Asset Guaranty Insurance Company
<b>AMBAC</b>	American Municipal Bond Assurance Corporation	<b>ARRN</b>	Adjustable Rate Receipt Notes
<b>BAN</b>	Bond Anticipation Notes	<b>BIGI</b>	Bond Investors Guaranty Insurance
<b>BPA</b>	Bond Purchase Agreement	<b>CGIC</b>	Capital Guaranty Insurance Company
<b>CIC</b>	Continental Insurance Company	<b>CIFG</b>	CDC Ixis Financial Guaranty
<b>CMAC</b>	Capital Market Assurance Corporation	<b>COP</b>	Certificate of Participation
<b>CP</b>	Commercial Paper	<b>EDR</b>	Economic Development Revenue
<b>EIR</b>	Environmental Improvement Revenue	<b>FGIC</b>	Financial Guaranty Insurance Company
<b>FHA</b>	Federal Housing Administration	<b>FHLB</b>	Federal Home Loan Bank
<b>FHLMC</b>	Federal Home Loan Mortgage Corporation	<b>FNMA</b>	Federal National Mortgage Association

<b>FSA</b>	Financial Security Assurance	<b>GAN</b>	Grant Anticipation Notes
<b>GIC</b>	Guaranteed Investment Contract	<b>GNMA</b>	Government National Mortgage Association
<b>GO</b>	General Obligation	<b>HR</b>	Hospital Revenue
<b>IDB</b>	Industrial Development Board	<b>IDC</b>	Industrial Development Corporation
<b>IDR</b>	Industrial Development Revenue	<b>LOC</b>	Letter of Credit
<b>LOR</b>	Limited Obligation Revenue	<b>LR</b>	Lease Revenue
<b>MFHR</b>	Multi-Family Housing Revenue	<b>MFMR</b>	Multi-Family Mortgage Revenue
<b>PCR</b>	Pollution Control Revenue	<b>PILOT</b>	Payment in Lieu of Taxes
<b>RAC</b>	Revenue Anticipation Certificates	<b>RAN</b>	Revenue Anticipation Notes
<b>RAW</b>	Revenue Anticipation Warrants	<b>RRR</b>	Resources Recovery Revenue
<b>SAAN</b>	State Aid Anticipation Notes	<b>SBPA</b>	Standby Bond Purchase Agreement
<b>SFHR</b>	Single Family Housing Revenue	<b>SFMR</b>	Single Family Mortgage Revenue
<b>SONYMA</b>	State of New York Mortgage Agency	<b>SWDR</b>	Solid Waste Disposal Revenue
<b>TAN</b>	Tax Anticipation Notes	<b>TAW</b>	Tax Anticipation Warrants
<b>TRAN</b>	Tax and Revenue Anticipation Notes	<b>XLCA</b>	XL Capital Assurance

Various inputs are used in determining the value of the fund's investments relating to Financial Accounting Standard No. 157 (FAS 157),

Fair Value Measurements.

These inputs are summarized in the three broad levels listed below.

**Level 1** - quoted prices in active markets for identical investments.

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

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

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used as of February 28, 2009 in valuing the fund's investments:

	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Total
<b>Assets (\$)</b>				
Investment in Securities	0	527,416,835	0	527,416,835
Other Financial Instruments+	0	0	0	0
<b>Liabilities (\$)</b>				
Other Financial Instruments+	0	0	0	0

Other financial instruments include derivative instruments, such as futures, forward currency exchange contracts, swap contracts and any options contracts.

**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: /s/ J. David Officer  
J. David Officer  
President

Date: April 23, 2009

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.



Edgar Filing: DREYFUS STRATEGIC MUNICIPAL BOND FUND INC - Form N-Q

By: /s/ J. David Officer  
J. David Officer  
President

Date: April 23, 2009

By: /s/ James Windels  
James Windels  
Treasurer

Date: April 23, 2009

**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)