

DREYFUS STRATEGIC MUNICIPAL BOND FUND INC
 Form N-Q
 April 28, 2008
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: 2/29/08

FORM N-Q

Item 1. Schedule of Investments.

STATEMENT OF INVESTMENTS

Dreyfus Strategic Municipal Bond Fund, Inc.

February 29, 2008 (Unaudited)

| Long-Term Municipal Investments--146.7% | Coupon Rate (%) | Maturity Date | Principal Amount (\$) | Value (\$) |
|---|----------------------------|--------------------------|----------------------------------|-------------------|
| Alaska--4.1% Alaska Housing Finance Corporation, General Mortgage Revenue (Insured; MBIA) | 6.05 | 6/1/39 | 11,915,000 | 11,958,132 |

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| | | | | |
|---|------|----------|-------------|-----------|
| Alaska Housing Finance Corporation, Single-Family Residential Mortgage Revenue (Veterans Mortgage Program) | 6.25 | 6/1/35 | 4,180,000 | 4,227,568 |
| Arizona--1.4% | | | | |
| Apache County Industrial Development Authority, PCR (Tucson Electric Power Company Project) | 5.85 | 3/1/28 | 2,220,000 | 2,042,289 |
| Pima County Industrial Development Authority, Education Revenue (American Charter Schools Foundation Project) | 5.50 | 7/1/26 | 4,000,000 | 3,499,040 |
| Arkansas--.6% | | | | |
| Arkansas Development Finance Authority, SFMR (Mortgage Backed Securities Program) (Collateralized: FNMA and GNMA) | 6.25 | 1/1/32 | 2,425,000 | 2,486,886 |
| California--8.2% | | | | |
| California, GO (Various Purpose) | 5.25 | 11/1/27 | 4,240,000 | 4,148,119 |
| California Department of Veteran Affairs, Home Purchase Revenue | 5.20 | 12/1/28 | 2,950,000 | 2,858,756 |
| California Educational Facilities Authority, Revenue (University of Southern California) | 4.50 | 10/1/33 | 10,000,000 | 8,788,100 |
| California Enterprise Development Authority, Sewage Facilities Revenue (Anheuser-Busch Project) | 5.30 | 9/1/47 | 1,000,000 | 872,560 |
| California Health Facilities Financing Authority, Revenue (Cedars-Sinai Medical Center) | 6.25 | 12/1/09 | 3,750,000 a | 4,005,975 |
| California Health Facilities Financing Authority, Revenue (Stanford Hospital and Clinics) (Insured; AMBAC) | 8.00 | 11/15/40 | 7,075,000 b | 7,075,000 |
| California Health Facilities Financing Authority, Revenue (Sutter Health) | 5.25 | 11/15/46 | 2,400,000 | 2,206,032 |
| Silicon Valley Tobacco | | | | |
| <hr/> | | | | |
| Securitization Authority, Tobacco Settlement Asset-Backed Bonds (Santa Clara County Tobacco Securitization Corporation) | 0.00 | 6/1/36 | 15,290,000 | 1,989,076 |

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Colorado--4.2%

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|---|------|---------|-------------|-----------|
| Colorado Health Facilities Authority, Revenue (American Baptist Homes of the Midwest Obligated Group) | 5.90 | 8/1/37 | 2,500,000 | 2,150,875 |
| Colorado Health Facilities Authority, Revenue (American Housing Foundation I, Inc. Project) | 8.50 | 12/1/31 | 1,920,000 | 1,988,102 |
| Colorado Housing Finance Authority (Single Family Program) (Collateralized; FHA) | 6.60 | 8/1/32 | 1,640,000 | 1,733,562 |
| Denver City and County, Special Facilities Airport Revenue (United Air Lines Project) | 5.75 | 10/1/32 | 3,000,000 | 2,527,380 |
| Northwest Parkway Public Highway Authority, Revenue | 7.13 | 6/15/11 | 7,000,000 a | 7,881,020 |

Connecticut--4.3%

| | | | | |
|--|------|----------|-----------|-----------|
| Connecticut Development Authority, PCR (Connecticut Light and Power Company Project) | 5.95 | 9/1/28 | 9,000,000 | 8,821,530 |
| Connecticut Resources Recovery Authority, Special Obligation Revenue (American REF-FUEL Company of Southeastern Connecticut Project) | 6.45 | 11/15/22 | 4,985,000 | 4,898,560 |
| Mohegan Tribe of Indians of Connecticut Gaming Authority, Priority Distribution Payment Public Improvement Revenue | 6.25 | 1/1/31 | 3,470,000 | 3,261,731 |

District of Columbia--2.5%

| | | | | |
|---|-------|---------|-------------|-----------|
| District of Columbia Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed Bonds | 0.00 | 6/15/46 | 104,040,000 | 6,203,905 |
| Metropolitan Washington Airports Authority, Special Facility Revenue (Caterair International Corporation) | 10.13 | 9/1/11 | 3,500,000 | 3,501,715 |

Florida--5.6%

| | | | | |
|--|------|--------|-----------|-----------|
| Escambia County, EIR (International Paper Company Project) | 5.00 | 8/1/26 | 1,825,000 | 1,473,724 |
| Florida Housing Finance Corporation, Housing Revenue (Seminole Ridge Apartments) | | | | |

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|--|------|----------|-------------|-----------|
| (Collateralized; GNMA) Highlands County Health Facilities Authority, HR (Adventist Health System/Sunbelt Obligated Group) | 6.00 | 4/1/41 | 6,415,000 | 6,323,843 |
| Jacksonville Economic Development Commission, Health Care Facilities Revenue (Florida Proton Therapy Institute Project) | 5.25 | 11/15/36 | 5,000,000 | 4,633,650 |
| Orange County Health Facilities Authority, HR (Orlando Regional Healthcare System) | 6.25 | 9/1/27 | 2,595,000 | 2,456,764 |
| Orange County Health Facilities Authority, HR (Orlando Regional Healthcare System) | 6.00 | 10/1/09 | 70,000 a | 73,973 |
| Orange County Health Facilities Authority, Revenue (Adventist Health System) | 6.00 | 10/1/26 | 3,675,000 | 3,736,887 |
| Georgia--2.5% Atlanta, Airport Revenue (Insured; FSA) Augusta, Airport Revenue Georgia Housing and Finance Authority, SFMR Savannah Economic Development Authority, EIR (International Paper Company Project) | 6.25 | 11/15/12 | 3,000,000 a | 3,354,990 |
| Idaho--.1% Idaho Housing and Finance Association, SFMR (Collateralized; FNMA) | 5.25 | 1/1/25 | 3,000,000 | 2,921,310 |
| Illinois--8.0% Chicago, SFMR (Collateralized: FHLMC, FNMA and GNMA) Chicago O'Hare International Airport, General Airport Third Lien Revenue (Insured; XLCA) Chicago O'Hare International Airport, Special Facility Revenue (American Airlines, Inc. Project) Illinois Educational Facilities Authority, Revenue (Northwestern University) | 5.45 | 1/1/31 | 2,500,000 | 2,177,575 |
| | 5.60 | 12/1/32 | 2,090,000 | 2,188,753 |
| | 6.20 | 8/1/27 | 2,670,000 | 2,617,027 |
| | 6.35 | 1/1/30 | 290,000 | 291,934 |
| | 6.25 | 10/1/32 | 1,665,000 | 1,705,909 |
| | 6.00 | 1/1/29 | 5,000,000 | 5,055,850 |
| | 5.50 | 12/1/30 | 4,000,000 | 3,007,960 |
| | 5.00 | 12/1/38 | 5,000,000 | 4,715,450 |

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|---|------|----------|--------------|------------|
| Illinois Health Facilities Authority, Revenue (Advocate Health Care Network) | 6.13 | 11/15/10 | 5,000,000 a | 5,406,400 |
| Illinois Health Facilities Authority, Revenue (OSF Healthcare System) | 6.25 | 11/15/09 | 10,900,000 a | 11,599,017 |
| Indiana--1.7% | | | | |
| Franklin Township School Building Corporation, First Mortgage Bonds | 6.13 | 7/15/10 | 6,000,000 a | 6,549,240 |
| Louisiana--3.2% | | | | |
| Lakeshore Villages Master Community Development District, Special Assessment Revenue | 5.25 | 7/1/17 | 1,988,000 | 1,749,221 |
| Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue (Westlake Chemical Corporation Projects) | 6.75 | 11/1/32 | 3,000,000 | 2,929,290 |
| West Feliciana Parish, PCR (Entergy Gulf States Project) | 7.00 | 11/1/15 | 3,000,000 | 3,045,870 |
| West Feliciana Parish, PCR (Entergy Gulf States Project) | 6.60 | 9/1/28 | 4,700,000 | 4,701,081 |
| Maryland--1.9% | | | | |
| Maryland Economic Development Corporation, Senior Student Housing Revenue (University of Maryland, Baltimore Project) | 5.75 | 10/1/33 | 2,550,000 | 2,147,610 |
| Maryland Industrial Development Financing Authority, EDR (Medical Waste Associates Limited Partnership Facility) | 8.75 | 11/15/10 | 3,710,000 | 3,118,886 |
| Prince Georges County, Special Obligation Revenue (National Harbor Project) | 5.20 | 7/1/34 | 2,500,000 | 1,985,725 |
| Massachusetts--2.0% | | | | |
| Massachusetts Health and Educational Facilities Authority, Revenue (Civic Investments Issue) | 9.00 | 12/15/12 | 2,000,000 a | 2,417,700 |
| Massachusetts Health and Educational Facilities Authority, Revenue (Partners | | | | |

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|--|------|----------|-------------|------------|
| HealthCare System Issue) | 5.75 | 7/1/32 | 115,000 | 116,197 |
| Massachusetts Housing Finance Agency, SFHR | 5.00 | 12/1/31 | 6,000,000 | 5,377,560 |
| Michigan--4.6% | | | | |
| Kent Hospital Finance Authority, Revenue (Metropolitan Hospital Project) | 6.00 | 7/1/35 | 4,000,000 | 3,900,000 |
| Michigan Strategic Fund, SWDR (Genesee Power Station Project) | 7.50 | 1/1/21 | 8,120,000 | 7,549,326 |
| Michigan Tobacco Settlement | | | | |
| <hr/> | | | | |
| Finance Authority, Tobacco Settlement Asset-Backed Bonds | 6.00 | 6/1/48 | 6,900,000 | 6,399,612 |
| Minnesota--3.2% | | | | |
| Saint Paul Housing and Redevelopment Authority, Hospital Facility Revenue (HealthEast Project) | 6.00 | 11/15/25 | 1,405,000 | 1,362,429 |
| Saint Paul Housing and Redevelopment Authority, Hospital Facility Revenue (HealthEast Project) | 6.00 | 11/15/35 | 12,000,000 | 11,152,680 |
| Mississippi--.8% | | | | |
| Mississippi Business Finance Corporation, PCR (System Energy Resources, Inc. Project) | 5.90 | 5/1/22 | 3,160,000 | 3,169,006 |
| Missouri--2.0% | | | | |
| Missouri Health and Educational Facilities Authority, Health Facilities Revenue (BJC Health System) | 5.25 | 5/15/32 | 8,400,000 c | 8,001,420 |
| Nebraska--.2% | | | | |
| Nebraska Investment Finance Authority, SFMR | 8.31 | 3/1/26 | 950,000 d,e | 971,537 |
| Nevada--2.8% | | | | |
| Clark County, IDR (Nevada Power Company Project) | 5.60 | 10/1/30 | 3,000,000 | 2,472,390 |
| Washoe County, GO Convention Center Revenue (Reno-Sparks Convention and Visitors Authority) (Insured; FSA) | 6.40 | 1/1/10 | 8,000,000 a | 8,501,200 |
| New Hampshire--3.7% | | | | |
| New Hampshire Business Finance Authority, PCR (Public Service | | | | |

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|---|------|---------|--------------|------------|
| Company of New Hampshire Project) (Insured; MBIA) | 6.00 | 5/1/21 | 2,690,000 | 2,749,960 |
| New Hampshire Business Finance Authority, PCR (Public Service Company of New Hampshire Project) (Insured; MBIA) | 6.00 | 5/1/21 | 6,000,000 | 6,133,740 |
| New Hampshire Industrial Development Authority, PCR (Connecticut Light and Power Company Project) | 5.90 | 11/1/16 | 5,400,000 | 5,466,096 |
| New Jersey--4.1% | | | | |
| New Jersey Economic Development Authority, Special Facility Revenue (Continental Airlines, Inc. Project) | 6.25 | 9/15/19 | 4,620,000 | 4,250,770 |
| Tobacco Settlement Financing Corporation of New Jersey, | | | | |
| <hr/> | | | | |
| Tobacco Settlement Asset-Backed Bonds | 7.00 | 6/1/13 | 10,095,000 a | 11,775,414 |
| New York--5.7% | | | | |
| 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 | 3,173,070 |
| 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 | 10,371,500 |
| New York State Dormitory Authority, Revenue (Columbia University) | 5.00 | 7/1/31 | 4,000,000 | 3,950,880 |
| New York State Dormitory Authority, Revenue (Marymount Manhattan College) (Insured; Radian) | 6.25 | 7/1/29 | 4,000,000 | 4,040,880 |
| New York State Dormitory Authority, Revenue (Suffolk County Judicial Facility) | 9.50 | 4/15/14 | 605,000 | 786,960 |
| North Carolina--1.3% | | | | |
| North Carolina Eastern Municipal Power Agency, Power System Revenue | 6.70 | 1/1/19 | 2,500,000 | 2,617,975 |
| North Carolina Housing Finance Agency, Home Ownership Revenue | 5.88 | 7/1/31 | 2,635,000 | 2,593,657 |

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Ohio--7.2%

| | | | | |
|---|-------|---------|-------------|-----------|
| Buckeye Tobacco Settlement Financing Authority, Tobacco Settlement Asset-Backed Bonds | 6.50 | 6/1/47 | 9,000,000 | 8,898,030 |
| Cuyahoga County, Hospital Facilities Revenue (UHHS/CSAHS-Cuyahoga, Inc. and CSAHS/UHHS-Canton, Inc. Project) | 7.50 | 1/1/30 | 3,500,000 | 3,740,135 |
| Cuyahoga County, Hospital Improvement Revenue (The Metrohealth Systems Project) | 6.15 | 2/15/09 | 8,115,000 a | 8,453,882 |
| Ohio Air Quality Development Authority, PCR (FirstEnergy Generation Corporation Project) (Insured; AMBAC) | 10.24 | 8/1/20 | 5,000,000 b | 5,000,000 |
| Port of Greater Cincinnati Development Authority, Tax Increment Development Revenue (Fairfax Village Red Bank Infrastructure Project) | 5.63 | 2/1/36 | 2,530,000 | 2,124,517 |

Oklahoma--1.9%

| | | | | |
|---|------|---------|-------------|-----------|
| Oklahoma Development Finance Authority, Revenue (Saint John Health System) | 6.00 | 2/15/29 | 2,250,000 | 2,309,108 |
| Oklahoma Industries Authority, Health System Revenue (Obligated Group) (Insured; MBIA) | 5.75 | 8/15/09 | 2,105,000 a | 2,213,639 |
| Oklahoma Industries Authority, Health System Revenue (Obligated Group) (Insured; MBIA) | 5.75 | 8/15/09 | 2,895,000 a | 3,044,411 |

Pennsylvania--3.0%

| | | | | |
|---|------|----------|-------------|-----------|
| Allegheny County Port Authority, Special Transportation Revenue (Insured; MBIA) | 6.13 | 3/1/09 | 4,750,000 a | 4,953,728 |
| Pennsylvania Economic Development Financing Authority, SWDR (USG Corporation Project) | 6.00 | 6/1/31 | 7,000,000 | 6,360,830 |
| Pennsylvania Housing Finance Agency, Multi-Family Development Revenue | 8.25 | 12/15/19 | 241,000 | 241,448 |

Rhode Island--.8%

Rhode Island Health and

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|---|------|---------|------------------|------------|
| Educational Building Corporation, Higher Educational Facilities Revenue (University of Rhode Island - Auxiliary Enterprise Revenue Issue) (Insured; MBIA) | 5.88 | 9/15/09 | 3,000,000 a | 3,168,810 |
| South Carolina--10.9% | | | | |
| Greenville County School District, Installment Purchase Revenue (Building Equity Sooner for Tomorrow) | 5.50 | 12/1/12 | 19,000,000 a,e,f | 20,870,170 |
| Greenville Hospital System, Hospital Facilities Revenue (Insured; AMBAC) | 5.50 | 5/1/26 | 7,000,000 | 7,064,260 |
| Medical University of South Carolina, Hospital Facilities Revenue | 6.00 | 7/1/09 | 5,000,000 a | 5,254,400 |
| Richland County, EIR (International Paper Company Project) | 6.10 | 4/1/23 | 6,500,000 | 6,380,920 |
| Securing Assets for Education, Installment Purchase Revenue (Berkeley County School District Project) | 5.13 | 12/1/30 | 3,280,000 | 2,994,181 |
| Tennessee--3.8% | | | | |
| Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance) | 7.50 | 7/1/12 | 2,000,000 a | 2,367,800 |
| Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance) | 7.50 | 7/1/12 | 4,875,000 a | 5,771,513 |
| Memphis Center City Revenue Finance Corporation, Sports Facility Revenue (Memphis Redbirds Baseball Foundation Project) | 6.50 | 9/1/28 | 6,000,000 | 5,249,580 |
| Tennessee Housing Development Agency (Homeownership Program) | 6.00 | 1/1/28 | 1,340,000 | 1,354,579 |
| Texas--23.8% | | | | |
| Brazos River Harbor Navigation District, Revenue (The Dow Chemical Company Project) | 5.13 | 5/15/33 | 7,410,000 | 6,594,085 |

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|--|-------|----------|--------------|------------|
| 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 | 2,819,400 |
| Gregg County Health Facilities Development Corporation, HR (Good Shepherd Medical Center Project) (Insured; Radian) | 6.38 | 10/1/10 | 2,500,000 a | 2,733,375 |
| Gulf Coast Industrial Development Authority, Environmental Facilities Revenue (Microgy Holdings Project) | 7.00 | 12/1/36 | 5,000,000 | 4,416,900 |
| Harris County Health Facilities Development Corporation, HR (Memorial Hermann Healthcare System) | 6.38 | 6/1/11 | 7,000,000 a | 7,719,950 |
| Harris County Hospital District, Senior Lien Revenue (Insured; MBIA) | 5.25 | 2/15/42 | 5,000,000 | 4,838,450 |
| Harris County-Houston Sports Authority, Third Lien Revenue (Insured; MBIA) | 0.00 | 11/15/31 | 9,685,000 | 2,025,230 |
| Katy Independent School District, Unlimited Tax School Building Bonds (Permanent School Fund Guarantee Program) | 6.13 | 2/15/09 | 10,000,000 a | 10,345,900 |
| Lubbock Housing Financing Corporation, SFMR (Collateralized: FNMA and GNMA) | 6.70 | 10/1/30 | 1,300,000 | 1,321,021 |
| Sabine River Authority, PCR (TXU Electric Company Project) Texas | 6.45 | 6/1/21 | 4,900,000 | 4,431,756 |
| <hr/> | | | | |
| (Veterans Housing Assistance Program) (Collateralized; FHA) Texas | 6.10 | 6/1/31 | 8,510,000 | 8,593,483 |
| (Veterans' Land) Texas Department of Housing and Community Affairs, Home Mortgage Revenue (Collateralized: FHLMC, FNMA and GNMA) | 6.00 | 12/1/30 | 3,935,000 | 3,987,296 |
| Texas Department of Housing and Community Affairs, Residential | 10.06 | 7/2/24 | 1,100,000 d | 1,174,063 |

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|--|------|----------|--------------|------------|
| Mortgage Revenue (Collateralized: FHLMC, FNMA and GNMA) | 5.35 | 7/1/33 | 5,110,000 | 4,767,783 |
| Texas Transportation Commission, State Highway Fund First Tier Revenue | 5.00 | 4/1/26 | 5,000,000 c | 4,935,400 |
| Texas Turnpike Authority, Central Texas Turnpike System Revenue (Insured; AMBAC) | 5.25 | 8/15/42 | 6,775,000 | 6,434,285 |
| Tomball Hospital Authority, Revenue (Tomball Regional Hospital) | 6.00 | 7/1/25 | 4,650,000 | 4,580,669 |
| Tyler Health Facilities Development Corporation, HR, Refunding and Improvement Bonds (East Texas Medical Center Regional Healthcare System Project) | 5.25 | 11/1/32 | 7,200,000 | 6,061,680 |
| Willacy County Local Government Corporation, Project Revenue | 6.00 | 3/1/09 | 1,385,000 | 1,426,301 |
| Willacy County Local Government Corporation, Project Revenue | 6.88 | 9/1/28 | 4,000,000 | 3,841,520 |
| Virginia--5.7% | | | | |
| Henrico County Industrial Development Authority, Revenue (Bon Secours Health System) (Insured; FSA) | 8.03 | 8/23/27 | 7,500,000 d | 8,805,375 |
| Virginia Housing Development Authority, Commonwealth Mortgage Revenue | 5.00 | 10/1/26 | 5,000,000 | 4,672,350 |
| Virginia Housing Development Authority, Rental Housing Revenue | 6.20 | 8/1/24 | 8,520,000 | 8,655,042 |
| Washington--2.7% | | | | |
| Washington Higher Educational Facilities Authority, Revenue (Whitman College) | 5.88 | 10/1/09 | 10,000,000 a | 10,479,900 |
| West Virginia--.2% | | | | |
| The County Commission of Pleasants County, PCR (Allegheny Energy Supply Company, LLC Pleasants Station Project) | 5.25 | 10/15/37 | 1,000,000 | 905,560 |
| Wisconsin--8.0% | | | | |
| Badger Tobacco Asset Securitization Corporation, Tobacco Settlement | | | | |

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|--|----------------------------|--------------------------|----------------------------------|----------------------|
| Asset-Backed Bonds Badger Tobacco Asset Securitization Corporation, Tobacco Settlement | 6.13 | 6/1/27 | 8,960,000 e,f | 8,958,880 |
| Asset-Backed Bonds Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Health Care, Inc.) | 7.00 | 6/1/28 | 14,570,000 | 14,960,039 |
| Wisconsin Health and Educational Facilities Authority, Revenue (Marshfield Clinic) | 6.40 | 4/15/33 | 5,500,000 | 5,603,620 |
| | 5.38 | 2/15/34 | 2,000,000 | 1,776,600 |
| Total Long-Term Municipal Investments (cost \$590,012,940) | | | | 574,077,665 |
| Short-Term Municipal Investments--3.3% | Coupon Rate (%) | Maturity Date | Principal Amount (\$) | Value (\$) |
| Massachusetts--2.3% | | | | |
| Massachusetts Development Finance Agency, Revenue (WGBH Educational Foundation Issue) (Insured; AMBAC and Liquidity Facility; Royal Bank of Canada) | 9.00 | 3/7/08 | 8,800,000 g | 8,800,000 |
| Massachusetts Health and Educational Facilities Authority, Revenue (Capital Asset Program Issue) (Insured; MBIA and Liquidity Facility; State Street Bank and Trust) | 8.00 | 3/1/08 | 200,000 g | 200,000 |
| Pennsylvania--1.0% | | | | |
| Pennsylvania Intergovernmental Cooperation Authority, Special Tax Revenue, Refunding (City of Philadelphia Funding Program) (Insured; AMBAC and Liquidity Facility; JPMorgan Chase Bank) | 9.00 | 3/7/08 | 3,800,000 g | 3,800,000 |
| Total Short-Term Municipal Investments (cost \$12,800,000) | | | | 12,800,000 |
| Total Investments (cost \$602,812,940) | | | 150.0% | 586,877,665 |
| Liabilities, Less Cash and Receivables | | | (2.5%) | (9,662,275) |
| Preferred Stock, at redemption value | | | (47.5%) | (186,000,000) |
| Net Assets Applicable to Common Shareholders | | | 100.0% | 391,215,390 |

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 Variable rate security--interest rate subject to periodic change.

c Purchased on a delayed delivery basis.

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- d Inverse floater security--the interest rate is subject to change periodically.
- e 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 29, 2008, these securities amounted to \$30,800,587 or 7.9% of net assets applicable to Common Shareholders.

f Collateral for floating rate borrowings.

g 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 | CP | 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 |

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 securities.

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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 assumption 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 29, 2008 in valuing the fund's assets carried at fair value:

| Valuation Inputs | Investments in Securities (\$) | Other Financial Instruments* (\$) |
|---|---------------------------------------|--|
| Level 1 - Quoted Prices | 0 | 0 |
| Level 2 - Other Significant Observable Inputs | 586,877,665 | 0 |
| Level 3 - Significant Unobservable Inputs | 0 | 0 |
| Total | 586,877,665 | 0 |

* Other financial instruments include futures, forwards and swap contracts.

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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.

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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 22, 2008

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 22, 2008

By: /s/ James Windels
James Windels
Treasurer

Date: April 22, 2008

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)