

DWS MUNICIPAL INCOME TRUST
Form N-Q
April 28, 2008
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM N-Q

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number 811-05655

DWS Municipal Income Trust

(Exact name of registrant as specified in charter)

345 Park Avenue

New York, NY 10154-0004

(Address of principal executive offices) (Zip code)

Paul Schubert

345 Park Avenue

New York, NY 10154-0004

(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 454-7190

Date of fiscal year end: 11/30

Date of reporting period: 02/29/08

ITEM 1. SCHEDULE OF INVESTMENTS

Investment Portfolio

as of February 29, 2008 (Unaudited)

DWS Municipal Income Trust

| | Principal Amount (\$) | Value (\$) |
|---|--------------------------|-------------------|
| Municipal Bonds and Notes 154.3% | | |
| Alabama 3.7% | | |
| Camden, AL, Industrial Development Board Revenue, AMT, Series B, 6.375%, 12/1/2024 | 1,000,000 | 1,020,340 |
| Huntsville, AL, Hospital & Healthcare Revenue, Health Care Authority, Series A, 5.75%, 6/1/2031 | 5,500,000 | 5,960,405 |
| Huntsville, AL, Water & Sewer Revenue, AMT, 5.75%, 10/1/2011 (a) | 8,560,000 | 9,041,158 |
| | | 16,021,903 |
| Arizona 2.3% | | |
| Arizona, Hospital & Healthcare Revenue, Health Facilities Authority, Catholic Healthcare West, Series A, 6.625%, 7/1/2020 | 7,000,000 | 7,629,790 |
| Arizona, Salt Verde Financial Corp., Gas Revenue, 5.5%, 12/1/2029 | 2,400,000 | 2,179,296 |
| | | 9,809,086 |
| <hr/> | | |
| California 20.8% | | |
| California, Health Facilities Financing Authority Revenue, Sutter Health, Series A, 5.0%, 11/15/2042 | 2,000,000 | 1,778,140 |
| California, Special Assessment Revenue, Golden State Tobacco Securitization Corp.: | | |
| Series A-1, 5.0%, 6/1/2033 | 7,000,000 | 5,795,160 |
| Series A, 5.0%, 6/1/2038 (a) | 2,500,000 | 2,302,750 |
| Series B, 5.625%, 6/1/2038 | 7,080,000 | 7,679,322 |
| Series 2003-A-1, 6.75%, 6/1/2039 | 11,730,000 | 13,345,690 |
| California, State General Obligation: | | |
| 4.5%, 10/1/2029 | 15,000,000 | 13,290,600 |
| Series 2, 5.0%, 9/1/2019 | 4,385,000 | 4,424,421 |
| 5.0%, 12/1/2020 | 4,600,000 | 4,595,768 |
| 5.0%, 11/1/2027 | 3,000,000 | 2,858,940 |
| 5.0%, 6/1/2028 | 3,000,000 | 2,863,710 |
| 5.125%, 4/1/2024 | 4,400,000 | 4,252,424 |
| 5.25%, 12/1/2021 | 10,215,000 | 10,274,145 |
| 5.25%, 4/1/2030 | 110,000 | 106,502 |
| California, State Public Works Board, Lease Revenue, Department of Corrections, Series C, 5.5%, 6/1/2021 | 2,500,000 | 2,568,675 |
| California, State Public Works Board, Lease Revenue, Department of Mental Health, Series A, 5.5%, 6/1/2021 | 5,000,000 | 5,147,600 |
| Long Beach, CA, Bond Finance Authority, Natural Gas Purchased Revenue, Series A, 5.5%, 11/15/2030 | 5,000,000 | 4,581,750 |
| Los Angeles County, CA, Multi-Family Mortgage Revenue, Valencia Housing Project, Series C, 2.65% *, 4/1/2031 | 1,000,000 | 1,000,000 |
| Northern California, Tobacco Securitization Authority, Tobacco Settlement Revenue, Series A-1, 5.375%, 6/1/2038 | 3,000,000 | 2,562,390 |
| Southern California, Public Power Authority, Natural Gas Project Revenue, Project No. 1, Series A, 5.25%, 11/1/2026 | 1,155,000 | 1,073,088 |
| | | 90,501,075 |
| Colorado 4.9% | | |
| Colorado, Hospital & Healthcare Revenue, Portercare Adventist Health Project, 6.5%, 11/15/2031 | 1,000,000 | 1,122,130 |

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

| | | |
|---|------------|-------------------|
| Colorado, Hospital & Healthcare Revenue, Poudre Valley Health Facilities: | | |
| Series A, 5.5%, 12/1/2017 (a) | 6,145,000 | 6,483,897 |
| Series A, 6.0%, 12/1/2015 (a) | 5,705,000 | 6,068,123 |
| Series A, 6.0%, 12/1/2016 (a) | 2,000,000 | 2,127,300 |
| Colorado, Single Family Housing Revenue, AMT, Series B2, 7.25%, 10/1/2031 | 205,000 | 218,188 |
| Denver, CO, Airport Revenue, AMT, Series A, 6.0%, 11/15/2014 (a) | 5,000,000 | 5,233,200 |
| | | 21,252,838 |
| District of Columbia 8.7% | | |
| District of Columbia, ETM, Series A, Prerefunded, 5.5%, 6/1/2014 (a) | 640,000 | 664,563 |
| District of Columbia, Core City General Obligation, Series B, 5.5%, 6/1/2011 (a) | 20,000,000 | 21,447,000 |
| District of Columbia, General Obligation: | | |
| Prerefunded, Series A-2005, 5.25%, 6/1/2027 (a) | 2,585,000 | 2,628,971 |
| Series A-2005, 5.25%, 6/1/2027 (a) | 8,245,000 | 8,256,461 |
| District of Columbia, Howard University Revenue, Series A, 5.0%, 10/1/2023 (a) | 2,810,000 | 2,763,579 |
| District of Columbia, State General Obligation, Series A, 5.5%, 6/1/2014 (a) | 1,860,000 | 1,927,406 |
| | | 37,687,980 |
| Florida 4.4% | | |
| Dade County, FL, Special Assessment Revenue: | | |
| Series B, Prerefunded, Zero Coupon, 10/1/2022 (a) | 7,735,000 | 3,260,535 |
| Series B, Prerefunded, Zero Coupon, 10/1/2024 (a) | 16,955,000 | 6,294,883 |
| Hillsborough County, FL, Industrial Development Revenue, University Community Hospital Project, Series A, 5.625%, 8/15/2023 | 1,000,000 | 939,530 |
| <hr/> | | |
| Miami-Dade County, FL, Transportation/Tolls Revenue, Expressway Authority: | | |
| 6.0%, 7/1/2013 (a) | 1,665,000 | 1,772,576 |
| 6.0%, 7/1/2014 (a) | 1,000,000 | 1,064,610 |
| Orange County, FL, Health Facilities Authority Revenue, Orlando Regional Healthcare System, 5.75%, 12/1/2032 | 1,000,000 | 1,097,590 |
| Palm Beach County, FL, School District Revenue Lease, Series A, Prerefunded, 5.75%, 8/1/2017 (a) | 2,850,000 | 3,060,871 |
| South Miami, FL, Health Facilities Authority Hospital Revenue, Baptist Health South Florida Group, 5.0%, 8/15/2032 | 2,000,000 | 1,823,820 |
| | | 19,314,415 |
| Georgia 3.5% | | |
| Atlanta, GA, Water & Wastewater Revenue, Water Utilities Improvements, 5.0%, 11/1/2024 (a) | 4,000,000 | 3,946,320 |
| Georgia, Main Street Natural Gas, Inc., Gas Project Revenue: | | |
| Series A, 5.0%, 3/15/2022 | 7,340,000 | 6,854,459 |
| Series A, 5.5%, 9/15/2027 | 5,000,000 | 4,351,300 |
| | | 15,152,079 |
| Hawaii 4.7% | | |
| Hawaii, Airport System Revenue, AMT, Series B, 6.5%, 7/1/2013 (a) | 8,800,000 | 9,289,368 |
| Hawaii, Electric Revenue, Department of Budget & Finance, AMT, Series D, 6.15%, 1/1/2020 (a) | 2,195,000 | 2,223,250 |
| Hawaii, Port Authority Revenue, AMT: | | |
| Series A, 6.0%, 7/1/2011 (a) | 2,950,000 | 3,142,664 |
| Series A, 6.0%, 7/1/2012 (a) | 3,135,000 | 3,336,079 |
| Hawaii, State General Obligation, Series CT, Prerefunded, 5.75%, 9/1/2014 (a) | 2,310,000 | 2,433,169 |
| | | 20,424,530 |
| Idaho 0.0% | | |
| Idaho, Single Family Housing Revenue, AMT, Series C2, 6.9%, 7/1/2025 | 50,000 | 50,039 |
| Illinois 8.8% | | |
| Chicago, IL, Airport Revenue, O'Hare International Airport, AMT, 5.5%, 1/1/2014 (a) | 10,000,000 | 10,364,800 |
| Chicago, IL, Core City General Obligation: | | |
| Series A, Prerefunded, 6.0%, 1/1/2014 (a) | 2,085,000 | 2,248,318 |
| Series A, Prerefunded, 6.125%, 1/1/2015 (a) | 2,000,000 | 2,162,260 |
| Series A, 6.125%, 1/1/2016 (a) | 2,000,000 | 2,162,260 |
| Chicago, IL, Other General Obligation, Neighborhoods Alive 21 Project: | | |
| Series A, Prerefunded, 6.0%, 1/1/2015 (a) | 1,000,000 | 1,078,330 |
| Series A, 6.0%, 1/1/2017 (a) | 1,000,000 | 1,078,330 |
| Chicago, IL, Water Revenue, Series A, 5.0%, 11/1/2020 (a) | 3,615,000 | 3,635,714 |
| | 2,500,000 | 2,632,275 |

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

| | | |
|---|-----------|-------------------|
| Illinois, Development Finance Authority, Hospital Revenue, Adventist Health System, Sunbelt Obligation, 5.5%, 11/15/2020 | | |
| Illinois, Health Facilities Authority Revenue, Children's Memorial Hospital, Series A, Prerefunded, 5.625%, 8/15/2019 (a) | 4,000,000 | 4,199,320 |
| Illinois, Higher Education Revenue, DePaul University, Educational Facilities Authority: Prerefunded, 5.625%, 10/1/2013 (a) | 2,695,000 | 2,896,586 |
| Prerefunded, 5.625%, 10/1/2015 (a) | 1,710,000 | 1,837,908 |
| Illinois, Sales & Special Tax Revenue, Metropolitan Pier & Exposition Authority: Series A, ETM, 5.5%, 6/15/2017 (a) | 1,955,000 | 2,174,234 |
| Series A, 5.5%, 6/15/2017 (a) | 1,555,000 | 1,691,280 |
| | | 38,161,615 |
| Indiana 1.2% | | |
| Indiana, Hospital & Healthcare Revenue, Health Facilities Authority, 5.5%, 11/1/2031 | 5,000,000 | 5,440,600 |
| Kansas 0.8% | | |
| Overland Park, KS, Industrial Development Revenue, Series A, 7.375%, 1/1/2032 | 3,000,000 | 3,355,950 |

Kentucky 1.5%

| | | |
|---|-----------|------------------|
| Kentucky, Economic Development Finance Authority, Health System Revenue, Norton Healthcare: | | |
| Series A, Prerefunded, 6.5%, 10/1/2020 | 790,000 | 865,358 |
| Series A, 6.5%, 10/1/2020 | 1,210,000 | 1,247,256 |
| Series A, Prerefunded, 6.625%, 10/1/2028 | 3,130,000 | 3,438,242 |
| Series A, 6.625%, 10/1/2028 | 870,000 | 913,700 |
| | | 6,464,556 |

Louisiana 0.5%

| | | |
|--|-----------|------------------|
| Louisiana, Electric Revenue, 5.75%, 1/1/2013 (a) | 2,000,000 | 2,195,800 |
|--|-----------|------------------|

Maine 1.5%

| | | |
|--|-----------|------------------|
| Maine, Hospital & Healthcare Revenue, Series D, 5.7%, 7/1/2013 (a) | 375,000 | 375,799 |
| Maine, Transportation/Tolls Revenue, 5.0%, 7/1/2017 (a) | 6,165,000 | 6,259,078 |
| | | 6,634,877 |

Maryland 0.9%

| | | |
|---|-----------|------------------|
| Maryland, Hospital & Healthcare Revenue, University of Maryland Medical System, 6.75%, 7/1/2030 | 2,500,000 | 2,737,300 |
| Maryland, State Health & Higher Educational Facilities Authority Revenue, Washington County Hospital, 5.75%, 1/1/2033 | 1,500,000 | 1,365,540 |
| | | 4,102,840 |

Massachusetts 3.7%

| | | |
|---|-----------|-------------------|
| Massachusetts, Airport Revenue, AMT, Series B, 5.5%, 7/1/2009 (a) | 8,000,000 | 8,250,640 |
| Massachusetts, Airport Revenue, U.S. Airways, Inc. Project, AMT, Series A, 5.875%, 9/1/2023 (a) | 5,000,000 | 5,000,000 |
| Massachusetts, Port Authority Revenue, AMT, Series B, 5.5%, 7/1/2015 (a) | 3,000,000 | 3,072,930 |
| | | 16,323,570 |

Michigan 2.3%

| | | |
|---|-----------|------------------|
| Chippewa County, MI, Hospital & Healthcare Revenue, Chippewa County War Memorial, Series B, 5.625%, 11/1/2014 | 1,500,000 | 1,457,685 |
| Michigan, Industrial Development Revenue: 5.5%, 6/1/2018 (a) | 3,425,000 | 3,593,784 |
| 5.75%, 6/1/2016 (a) | 4,640,000 | 4,893,669 |
| | | 9,945,138 |

Minnesota 1.6%

| | | |
|---|-----------|------------------|
| Minneapolis & St. Paul, MN, Airport Revenue, AMT, Series B, 6.0%, 1/1/2012 (a) | 4,395,000 | 4,624,375 |
| Minneapolis & St. Paul, MN, Port Authority Revenue, AMT, Series B, 5.625%, 1/1/2015 (a) | 2,500,000 | 2,545,375 |
| | | 7,169,750 |

Missouri 0.1%

| | | |
|---|---------|----------------|
| Missouri, Hospital & Healthcare Revenue, Lake of the Ozarks General Hospital, 6.5%, 2/15/2021 | 365,000 | 365,234 |
|---|---------|----------------|

Nevada 4.0%

| | | |
|--|------------|-----------|
| Henderson, NV, Health Care Facility Revenue, Catholic Healthcare West, Series B, 5.25%, 7/1/2031 | 10,000,000 | 9,228,600 |
| Nevada, State General Obligation, Capital Improvement and Cultural Affairs Project, Series A, 5.5%, 2/1/2014 | 2,575,000 | 2,664,996 |

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

| | | |
|---|------------|-------------------|
| Washoe County, NV, School District General Obligation, Prerefunded, 5.75%, 6/1/2014 (a) | 5,450,000 | 5,724,735 |
| | | 17,618,331 |
| New Jersey 10.9% | | |
| New Jersey, Economic Development Authority Revenue, Cigarette Tax, 5.75%, 6/15/2034 | 1,090,000 | 1,004,184 |
| New Jersey, Hospital & Healthcare Revenue, General Hospital Center at Passaic, ETM, 6.75%, 7/1/2019 (a) | 5,000,000 | 5,920,700 |
| <hr style="border: 1px solid black;"/> | | |
| | | |
| New Jersey, Industrial Development Revenue, American Water Co., Inc. Project, AMT, Series A, 6.875%, 11/1/2034 (a) | 10,775,000 | 10,945,137 |
| New Jersey, Industrial Development Revenue, Economic Development Authority, Harrogate, Inc., Series A, 5.875%, 12/1/2026 | 1,400,000 | 1,284,514 |
| New Jersey, Resource Recovery Revenue, Tobacco Settlement Financing Corp., 5.75%, 6/1/2032 | 2,025,000 | 2,189,349 |
| New Jersey, State Agency General Obligation Lease, Transportation Trust Fund Authority, Series A, Prerefunded, 5.75%, 6/15/2017 | 10,000,000 | 10,632,300 |
| New Jersey, Tobacco Settlement Financing Corp., Series 1-A, 5.0%, 6/1/2041 | 1,000,000 | 800,040 |
| New Jersey, Transportation/Tolls Revenue, Economic Development Authority, Series A, Prerefunded, 5.75%, 5/1/2013 (a) | 6,000,000 | 6,204,000 |
| New Jersey, Transportation/Tolls Revenue, Garden State Parkway Project, Prerefunded, 5.6%, 1/1/2017 (a) | 8,000,000 | 8,469,280 |
| | | 47,449,504 |
| New York 10.7% | | |
| Nassau County, NY, Hospital & Healthcare, 6.0%, 8/1/2015 (a) | 3,390,000 | 3,603,570 |
| Nassau County, NY, Industrial Development Agency Revenue, Continuing Care Retirement, Amsterdam at Harborside, Series C, 2.95% *, 1/1/2028, LaSalle Bank NA (b) | 1,000,000 | 1,000,000 |
| New York, State Agency General Obligation Lease, Higher Education Revenue, Dormitory Authority, City University, Series A, 5.625%, 7/1/2016 | 1,500,000 | 1,629,840 |
| New York, State General Obligation, Tobacco Settlement Financing Corp., Series A-1, 5.25%, 6/1/2022 (a) | 10,000,000 | 10,141,200 |
| New York, State Housing Finance Agency Revenue, 316 Eleventh Ave. Housing, Series A, AMT, 2.82% *, 5/15/2041 | 3,000,000 | 3,000,000 |
| New York, Tobacco Settlement Financing Corp., Series B-1C, 5.5%, 6/1/2019 | 5,500,000 | 5,741,395 |
| New York, Transportation/Tolls Revenue: | | |
| Prerefunded, 5.625%, 4/1/2013 (a) | 5,000,000 | 5,201,850 |
| Prerefunded, 5.75%, 4/1/2014 (a) | 2,000,000 | 2,083,400 |
| New York, NY, General Obligation, Series D, 5.0%, 11/1/2024 | 7,500,000 | 7,268,550 |
| New York, NY, Sales & Special Tax Revenue, Transitional Finance Authority: | | |
| Series B, Prerefunded, 6.125%, 11/15/2014 | 1,645,000 | 1,773,178 |
| Series B, 6.125%, 11/15/2014 | 355,000 | 382,662 |
| Series B, Prerefunded, 6.125%, 11/15/2015 | 3,000,000 | 3,233,100 |
| Niagara Falls, NY, School District General Obligation, 5.6%, 6/15/2014 (a) | 1,180,000 | 1,310,886 |
| | | 46,369,631 |
| North Carolina 1.8% | | |
| Charlotte, NC, Airport Revenue, AMT: | | |
| Series B, 5.75%, 7/1/2013 (a) | 2,480,000 | 2,566,651 |
| Series B, 5.875%, 7/1/2014 (a) | 1,140,000 | 1,181,975 |
| North Carolina, Electric Revenue, Municipal Power Agency: | | |
| Series C, 5.375%, 1/1/2017 | 1,000,000 | 1,023,200 |
| Series B, 6.375%, 1/1/2013 | 3,000,000 | 3,176,700 |
| | | 7,948,526 |
| North Dakota 0.9% | | |
| Grand Forks, ND, Hospital & Healthcare Revenue, Altru Health Care System, 7.125%, 8/15/2024 | 3,400,000 | 3,752,070 |
| Ohio 3.2% | | |
| Buckeye, OH, Tobacco Settlement Financing Authority, Series A-2, 5.875%, 6/1/2030 | 8,820,000 | 8,253,668 |
| Green Springs, OH, Senior Care Revenue, St. Francis Health Care Center Project, Series A, 7.125%, 5/15/2025 | 6,000,000 | 5,494,560 |
| | | 13,748,228 |
| Oregon 2.5% | | |
| Oregon, State General Obligation Lease, Department of Administrative Services, Series A, Prerefunded, 6.25%, 5/1/2017 (a) | 1,000,000 | 1,079,490 |

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

| | | |
|--|-----------|-------------------|
| Oregon, State Revenue Lease, Department of Administrative Services, Series A, Prerefunded, 6.25%, 5/1/2018 (a) | 1,000,000 | 1,079,490 |
| Portland, OR, Special Assessment Revenue, Downtown Waterfront: | | |
| Series A, 5.625%, 6/15/2015 (a) | 3,100,000 | 3,265,447 |
| Series A, 5.75%, 6/15/2018 (a) | 2,225,000 | 2,342,502 |
| Series A, 5.75%, 6/15/2019 (a) | 2,820,000 | 2,968,924 |
| | | 10,735,853 |
| Pennsylvania 1.7% | | |
| Pennsylvania, Hospital & Healthcare Revenue, Economic Development Financing Authority, UPMC Health System, Series A, 6.0%, 1/15/2031 | 2,570,000 | 2,693,437 |
| Philadelphia, PA, Gas Works Revenue, Series A-1, 5.0%, 9/1/2029 (a) | 5,000,000 | 4,759,600 |
| | | 7,453,037 |
| Puerto Rico 0.2% | | |
| Commonwealth of Puerto Rico, Public Improvement: | | |
| Prerefunded, Series A, 5.25%, 7/1/2030 | 620,000 | 678,832 |
| Series A, 5.25%, 7/1/2030 | 380,000 | 352,636 |
| | | 1,031,468 |
| Rhode Island 0.9% | | |
| Rhode Island, Special Assessment Revenue, Series A, 6.125%, 6/1/2032 | 4,000,000 | 3,859,680 |
| South Carolina 3.5% | | |
| Greenwood County, SC, Hospital & Healthcare Revenue, South Carolina Memorial Hospital, 5.5%, 10/1/2031 | 1,500,000 | 1,435,050 |
| South Carolina, Jobs Economic Development Authority, Hospital Facilities Revenue, Palmetto Health Alliance: | | |
| Series C, Prerefunded, 7.0%, 8/1/2030 | 4,825,000 | 5,647,855 |
| Series C, 7.0%, 8/1/2030 | 595,000 | 694,877 |
| Series A, Prerefunded, 7.375%, 12/15/2021 | 2,000,000 | 2,266,480 |
| South Carolina, Tobacco Settlement Revenue Management Authority: | | |
| Series B, 6.0%, 5/15/2022 | 2,000,000 | 2,000,520 |
| Series B, 6.375%, 5/15/2030 | 3,085,000 | 2,976,470 |
| | | 15,021,252 |
| South Dakota 0.3% | | |
| South Dakota, State Health & Educational Facilities Authority Revenue, Sanford Health, 5.0%, 11/1/2027 | 1,500,000 | 1,355,280 |
| Tennessee 4.9% | | |
| Clarksville, TN, Natural Gas Acquisition Corp., Gas Revenue, 5.0%, 12/15/2021 | 2,000,000 | 1,747,780 |
| Memphis-Shelby County, TN, Airport Revenue, AMT, Series D, 6.25%, 3/1/2017 (a) | 4,690,000 | 4,850,023 |
| Shelby County, TN, Health Educational & Housing Facility Board, Hospital Revenue, Methodist Health Care: | | |
| EMT, 6.5%, 9/1/2026 | 2,615,000 | 2,957,068 |
| Prerefunded, 6.5%, 9/1/2026 | 4,385,000 | 4,958,602 |
| Tennessee, Energy Acquisition Corp., Gas Revenue, Series A, 5.25%, 9/1/2019 | 7,000,000 | 6,824,860 |
| | | 21,338,333 |
| Texas 19.1% | | |
| Austin, TX, Sales & Special Tax Revenue, Hotel Occupancy Tax: | | |
| 6.0%, 11/15/2013 (a) | 3,190,000 | 3,360,346 |
| 6.0%, 11/15/2015 (a) | 3,480,000 | 3,665,832 |
| 6.0%, 11/15/2016 (a) | 3,625,000 | 3,818,575 |
| Brazos River, TX, Pollution Control Revenue, Brazos River Authority, Texas Utilities Electric Co. Project, AMT, Series C, 5.75%, 5/1/2036 | 3,965,000 | 3,748,392 |
| Dallas-Fort Worth, TX, Airport Revenue, International Airport, AMT, Series A, 5.875%, 11/1/2016 (a) | 6,500,000 | 6,732,830 |
| Harris County, TX, Hospital & Healthcare Revenue, Health Facilities Development Corp., Memorial Hermann Healthcare Systems, Series A, 6.375%, 6/1/2029 | 5,500,000 | 6,065,675 |

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

| | | |
|--|------------|--------------------|
| Houston, TX, Airport Revenue, People Mover Project, AMT, Series A, 5.5%, 7/15/2017 (a) | 3,300,000 | 3,302,673 |
| Houston, TX, Port Authority Revenue, Airport Revenue, AMT, Series A, 5.875%, 7/1/2014 (a) | 3,960,000 | 4,156,495 |
| Red River, TX, School District Revenue Lease, St. Mark's School Project, 6.0%, 8/15/2019 | 5,390,000 | 5,704,668 |
| Tarrant County, TX, Cultural Educational Facilities Finance Corp. Revenue, Texas Health Resources, Series A, 5.0%, 2/15/2026 | 4,000,000 | 3,691,920 |
| Tarrant County, TX, Hospital & Healthcare Revenue, Health Facilities Development Corp., 6.7%, 11/15/2030 | 4,500,000 | 4,969,170 |
| Texas, Industrial Development Revenue, Waste Disposal Authority, AMT, Series A, 6.1%, 8/1/2024 | 2,000,000 | 1,932,560 |
| Texas, Municipal Gas Acquisition & Supply Corp I, Gas Supply Revenue, Series B, 3.894% **, 12/15/2017 | 10,000,000 | 8,317,500 |
| Texas, State General Obligation, College Student Loans, AMT, 5.0%, 8/1/2021 | 4,015,000 | 3,890,455 |
| Texas, State Turnpike Authority, Dallas Northway Revenue, 5.5%, 1/1/2015 (a) | 14,605,000 | 14,922,805 |
| Texas, White Settlement, Independent School District, 5.125%, 8/15/2026 | 5,035,000 | 5,014,658 |
| | | 83,294,554 |
| Virginia 0.2% | | |
| Virginia, Tobacco Settlement Financing Corp., Series B-1, 5.0%, 6/1/2047 | 1,200,000 | 949,632 |
| Washington 6.8% | | |
| Seattle, WA, Airport Revenue, AMT, Series B, 6.0%, 2/1/2013 (a) | 7,355,000 | 7,980,469 |
| Seattle, WA, Special Assessment Revenue, AMT: Series B, 5.5%, 9/1/2011 (a) | 1,085,000 | 1,128,216 |
| Series B, 5.75%, 9/1/2013 (a) | 1,045,000 | 1,091,408 |
| Skagit County, WA, School District General Obligation, School District No. 1, Burlington Edison, 5.625%, 12/1/2014 (a) | 1,570,000 | 1,677,357 |
| Snohomish County, WA, Electric Revenue, Public Utility District No. 1, 5.375%, 12/1/2024 (a) | 3,000,000 | 3,160,680 |
| Washington, Electric Revenue, Energy Northwest Columbia Generating, Series B, 6.0%, 7/1/2018 (a) | 3,000,000 | 3,238,500 |
| Washington, Hospital & Healthcare Revenue, Group Health Coop of Puget Sound, 5.375%, 12/1/2017 (a) | 1,500,000 | 1,538,985 |
| Washington, State General Obligation, Series A, 5.5%, 7/1/2016 | 4,835,000 | 5,007,464 |
| Washington, State Health Care Facilities Authority Revenue, Series C, 5.375%, 8/15/2028 (a) | 5,240,000 | 4,868,484 |
| | | 29,691,563 |
| West Virginia 4.7% | | |
| West Virginia, Hospital & Healthcare Revenue, Hospital Finance Authority, Charleston Medical Center: Series A, 6.75%, 9/1/2022 | 2,355,000 | 2,577,218 |
| 6.75%, 9/1/2030 | 395,000 | 432,272 |
| West Virginia, Hospital Finance Authority, Charleston Medical Center: Prerefunded, 6.75%, 9/1/2022 | 9,645,000 | 10,555,102 |
| Prerefunded, 6.75%, 9/1/2030 | 3,605,000 | 3,945,168 |
| West Virginia, Water & Sewer Revenue, Water Development Authority, Series B, 5.25%, 11/1/2023 (a) | 2,740,000 | 2,778,250 |
| | | 20,288,010 |
| Wisconsin 2.1% | | |
| Badge, WI, Tobacco Asset Securitization Corp., 6.125%, 6/1/2027 | 3,930,000 | 3,931,729 |
| Wisconsin, Hospital & Healthcare Revenue, Health & Education Facilities Authority, Aurora Health Care, Inc., Series A, 5.6%, 2/15/2029 | 6,000,000 | 5,424,480 |
| | | 9,356,209 |
| Total Municipal Bonds and Notes (Cost \$652,516,191) | | 671,635,036 |
| Municipal Inverse Floating Rate Notes 18.5% | | |
| Arizona 2.6% | | |
| Phoenix, AZ, Industrial Development Authority, Single Family Mortgage Revenue, AMT, Series 2007-3, 5.625%, 5/1/2039 (c) | 11,250,000 | 11,193,419 |

Trust: Arizona, Puttable Floating Option, Tax Exempt Receipts, RITES-PA-1509, AMT,

144A, 12.292%, 5/1/2039, Leverage Factor at purchase date: 4 to 1

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

California 6.7%

| | | |
|---|------------|-------------------|
| California, San Francisco Bay Area Toll Authority, Toll Bridge Revenue, Series F, 5.0%, 4/1/2031 (c) <i>Trust: California, Bay Area Toll Authority, Toll Bridge Revenue, Series 1962-5, 144A, 9.23%, 4/1/2031, Leverage Factor at purchase date: 4 to 1</i> | 10,000,000 | 9,641,450 |
| San Jose, CA, Redevelopment Agency Tax Allocation, Merged Area Redevelopment Project, Series C, 5.0%, 8/1/2025 (a) (c) <i>Trust: California, Puttable Floating Option, Tax Exempt Receipts, RITES-PA-1505, 144A, 2.15%, 8/1/2025, Leverage Factor at purchase date: 4 to 1</i> | 10,000,000 | 9,480,300 |
| California, State General Obligation, 5.0%, 6/1/2023 (a) (c) <i>Trust: California, State General Obligation, Series 1932, 144A, 9.23%, 6/1/2023, Leverage Factor at purchase date: 4 to 1</i> | 10,000,000 | 10,003,350 |
| | | 29,125,100 |

Illinois 3.9%

| | | |
|--|------------|-------------------|
| Chicago, IL, General Obligation, Series A, 5.0%, 1/1/2024 (a) (c) <i>Trust: Chicago, IL, UBS Municipal (CRVS), Various States, 144A, 2.96%, 1/1/2024, Leverage Factor at purchase date: 4 to 1</i> | 10,360,000 | 10,035,188 |
| Aurora, IL, Single Family Mortgage Revenue, AMT, Series C, 5.5%, 6/1/2045 (c) <i>Trust: Illinois, Puttable Floating Option, Tax Exempt Receipts, RITES-PA-1499, 144A, AMT, 11.26%, 6/1/2045, Leverage Factor at purchase date: 4 to 1</i> | 6,940,000 | 6,921,085 |
| | | 16,956,273 |

New York 5.3%

| | | |
|---|------------|-------------------|
| New York, State Dormitory Authority Revenues, State Supported Debt, University Dormitory Facilities, 5.0%, 7/1/2025 (c) <i>Trust: New York, State Dormitory Authority Revenues, Secondary Issues, Series 1971-1, 144A, 10.039%, 7/1/2025, Leverage Factor at purchase date: 4 to 1</i> | 5,425,000 | 5,325,975 |
| New York, State Dormitory Authority Revenues, State Supported Debt, University Dormitory Facilities, 5.0%, 7/1/2027 (c) <i>Trust: New York, State Dormitory Authority Revenues, Secondary Issues, Series 1971-2, 144A, 10.04%, 7/1/2027, Leverage Factor at purchase date: 4 to 1</i> | 8,080,000 | 7,864,668 |
| New York, State Dormitory Authority, State Personal Income Tax Revenue, Series A, 5.0%, 3/15/2024 (c) <i>Trust: New York, State Dormitory Authority Revenues, Secondary Issues, Series 1955-3, 144A, 9.23%, 3/15/2024, Leverage Factor at purchase date: 4 to 1</i> | 10,000,000 | 10,012,350 |
| | | 23,202,993 |
| Total Municipal Inverse Floating Rate Notes (Cost \$85,500,599) | | 80,477,785 |

| | % of | |
|--|------------|----------------------|
| | Net Assets | Value (\$) |
| Total Investment Portfolio (Cost \$738,016,790) | 172.8 | 752,112,821 |
| Other Assets and Liabilities, Net | (11.9) | (51,797,088) |
| Preferred Shares, at Redemption Value | (60.9) | (265,000,000) |
| Net Assets Applicable to Common Shareholders | 100.0 | 435,315,733 |

For information on the Fund's policies regarding the valuation of investments and other significant accounting policies, please refer to the Fund's most recent semi-annual or annual financial statements.

The cost for federal income tax purposes was \$737,352,687. At February 29, 2008, net unrealized appreciation for all securities based on tax cost was \$14,760,134. This consisted of aggregate gross unrealized appreciation for all securities in which there was an excess of value over tax cost of \$32,802,336 and aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value of \$18,042,202.

* *Variable rate demand notes are securities whose interest rates are reset periodically at market levels. These securities are often payable on demand and are shown at their current rate as of February 29, 2008.*

** *Floating rate notes are securities whose yields vary with a designated market index or market rate, such as the coupon-equivalent of the US Treasury bill rate. These securities are shown at their current rate as of February 29, 2008.*

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

(a) Bond is insured by one of these companies:

As a % of Total

| Insurance Coverage | Investment Portfolio |
|--------------------------------------|-----------------------------|
| Ambac Financial Group, Inc. | 14.0 |
| Financial Guaranty Insurance Company | 10.4 |
| Financial Security Assurance, Inc. | 15.3 |
| MBIA Corp. | 8.2 |
| Radian | 0.7 |

(b) Security incorporates a letter of credit from a major bank.

(c) Security forms part of the below tender option bond trust. The principal amount and value shown take into account the leverage factor.

144A: Security 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.

AMT: Subject to alternative minimum tax.

CRVS: Custodial Residual and Variable Securities

ETM: Bonds bearing the description ETM (escrow to maturity) are collateralized usually by US Treasury securities which are held in escrow and used to pay principal and interest on bonds so designated.

Prerefunded: Bonds which are prerefunded are collateralized usually by US Treasury securities which are held in escrow and used to pay principal and interest on tax-exempt issues and to retire the bonds in full at the earliest refunding date.

RITES: Residual Interest Tax Exempt Security

The following is a summary of the inputs used as of February 29, 2008 in valuing the Fund's assets carried at fair value:

Investments in Securities at

| Valuation Inputs | Value |
|--|-----------------------|
| Level 1 - Quoted Prices | \$ - |
| Level 2 - Other Significant Observable Inputs | 752,112,821 |
| Level 3 - Significant Unobservable Inputs | - |
| Total | \$ 752,112,821 |

The Fund adopted Financial Accounting Standards Board Statement of Financial Accounting Standards No. 157, Fair Value Measurements ("FAS 157"), effective December 1, 2007, which governs the application of generally accepted accounting principles that require fair value measurements of the Fund's assets and liabilities. Fair value is an estimate of the price the Fund would receive upon selling a security in a timely transaction to an independent buyer in the principal or most advantageous market of the security. FAS 157 established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, for example, the risk inherent in a particular valuation technique used to measure fair value including such a pricing model and/or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels as follows:

Level 1 quoted prices in active markets for identical securities

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 the Fund's own assumptions in determining the fair value of investments)

For Level 1 inputs, the Fund uses unadjusted quoted prices in active markets for assets or liabilities with sufficient frequency and volume to provide pricing information as the most reliable evidence of fair value. The Fund's Level 2 valuation techniques include inputs other than quoted prices within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 observable inputs may include quoted prices for similar assets and liabilities in active markets or quoted prices for identical or similar assets or liabilities in markets that are not active in which there are few transactions, the prices are not current, or price quotations vary substantially over time or among market participants. Inputs that are observable for the asset or liability in Level 2 include such factors as interest rates, yield curves, prepayment speeds, credit risk, and default rates for similar liabilities. For Level 3 valuation techniques, the Fund uses unobservable inputs that reflect assumptions market participants would be expected to use in pricing the asset or liability. Unobservable inputs are used to measure fair value to the extent that observable inputs are not available and are developed based on the best information available under the circumstances. In developing unobservable inputs, market participant assumptions are used if they are reasonably available without undue cost and effort.

The Fund may record changes to valuations based on the amount that might reasonably be expected to receive for a security upon its current sale consistent with the fair value measurement objective. Each determination is based on a consideration of all relevant factors, which are likely to vary from one pricing context to another. Examples of such factors may include, but are not limited to the type of the security, the existence of any contractual restrictions on the security's disposition, the price and extent of public trading in similar securities of the issue or of comparable companies, quotations or evaluated prices from broker-dealers and/or pricing services, information obtained from the issuer, analysts, and/or the appropriate stock exchange (for exchange-traded securities), an analysis of the company's financial statements, an evaluation of the forces that influence the issuer and the market(s) in which the security is purchased and sold, and with respect to debt securities, the maturity, coupon, creditworthiness, currency denomination, and the movement of the market in which the security is normally traded. Because of the inherent uncertainties of valuation, the values reflected in the financial statements may materially differ from the value determined upon sale of those investments.

ITEM 2. CONTROLS AND PROCEDURES

(a) The Chief Executive and Financial Officers concluded that the Registrant's Disclosure Controls and Procedures are effective based on the evaluation of the Disclosure Controls and Procedures as of a date within 90 days of the filing date of this report.

(b) There have been no changes in the registrant's internal control over financial reporting that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal controls over financial reporting.

ITEM 3. EXHIBITS

Certification pursuant to Rule 30a-2(a) under the Investment Company Act of 1940 (17 CFR 270.30a-2(a)) is filed and attached hereto as Exhibit 99.CERT.

SIGNATURES

Edgar Filing: DWS MUNICIPAL INCOME TRUST - Form N-Q

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.

Registrant: DWS Municipal Income Trust

By: /s/Michael G. Clark
Michael G. Clark
President

Date: April 16, 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.

Registrant: DWS Municipal Income Trust

By: /s/Michael G. Clark
Michael G. Clark
President

Date: April 16, 2008

By: /s/Paul Schubert
Paul Schubert
Chief Financial Officer and Treasurer

Date: April 16, 2008