

DREYFUS STRATEGIC MUNICIPAL BOND FUND INC
Form N-Q
October 25, 2005
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: 8/31/05

FORM N-Q

Item 1. Schedule of Investments.

Dreyfus Strategic Municipal Bond Fund, Inc.
Statement of Investments
August 31, 2005 (Unaudited)

| | Principal Amount (\$) | Value (\$) |
|--|----------------------------------|-------------------|
| Long-Term Municipal Investments--141.7% | | |
| Alabama--1.0% | | |

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

| | | | |
|--|------------|---|------------|
| Jefferson County, Limited Obligation School Warrants 5.50%, 1/1/2022 | 4,000,000 | | 4,412,480 |
| Alaska--4.2% | | | |
| Alaska Housing Finance Corp.: | | | |
| 6.25%, 6/1/2035 | 5,640,000 | | 6,000,396 |
| 6.05%, 6/1/2039 (Insured; MBIA) | 11,915,000 | | 12,417,456 |
| Arizona--.5% | | | |
| Apache County Industrial Development Authority, PCR (Tucson Electric Power Co.) 5.85%, 3/1/2028 | 2,220,000 | | 2,220,710 |
| Arkansas--1.9% | | | |
| Arkansas Development Finance Authority, SFMR 6.25%, 1/1/2032 | 3,110,000 | | 3,163,772 |
| Little Rock School District 5.25%, 2/1/2030 (Insured; FSA) | 5,000,000 | | 5,329,750 |
| California--9.1% | | | |
| California 5.50%, 4/1/2028 | 5,450,000 | | 6,182,752 |
| California Department of Veteran Affairs, Home Purchase Revenue 5.20%, 12/1/2028 | 5,000,000 | | 5,003,800 |
| California Department of Water Resources, Power Supply Revenue 6%, 5/1/2015 | 10,000,000 | | 11,563,500 |
| California Health Facilities Financing Authority, Revenue: (Cedars-Sinai Medical Center): | | | |
| 6.25%, 12/1/2009 | 3,750,000 | a | 4,257,375 |
| 5%, 11/15/2018 | 3,925,000 | | 4,194,961 |
| Golden State Tobacco Securitization Corp. Enhanced Tobacco Settlement Asset-Backed 5%, 6/1/2045 | 8,500,000 | | 8,869,410 |
| Colorado--4.6% | | | |
| Colorado Health Facilities Authority, Revenue (American Housing Foundation 1, Inc.) 8.50%, 12/1/2031 | 2,015,000 | | 2,048,590 |

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

| | | | |
|---|-----------|--|-----------|
| Colorado Housing and Financing Authority (Single Family Program Senior And Subordinate) 6.60%, 8/1/2032 | 2,615,000 | | 2,724,830 |
|---|-----------|--|-----------|

| | | | |
|--|-----------|---|-----------|
| Denver City and County, Special Facilities Airport Revenue (United Air Lines) 6.875%, 10/1/2032 | 2,885,000 | b | 2,670,818 |
|--|-----------|---|-----------|

| | | | |
|--|-----------|--|-----------|
| Northwest Parkway Public Highway Authority, Revenue (First Tier Subordinated) 7.125%, 6/15/2041 | 7,000,000 | | 7,614,880 |
|--|-----------|--|-----------|

| | | | |
|---|-----------|---|-----------|
| Silver Dollar Metropolitan District 7.05%, 12/1/2006 | 4,825,000 | a | 5,059,350 |
|---|-----------|---|-----------|

Connecticut--4.8%

| | | | |
|---|-----------|--|-----------|
| Connecticut Development Authority, PCR (Connecticut Light and Power) 5.95%, 9/1/2028 | 9,000,000 | | 9,682,380 |
|---|-----------|--|-----------|

| | | | |
|---|-----------|--|-----------|
| Connecticut Health and Educational Facilities Authority, Revenue (Yale University) 5%, 7/1/2042 | 5,000,000 | | 5,269,150 |
|---|-----------|--|-----------|

| | | | |
|---|-----------|--|-----------|
| Connecticut Resource Recovery Authority (American Refunding-Fuel Company) 6.45%, 11/15/2022 | 4,985,000 | | 5,079,216 |
|---|-----------|--|-----------|

| | | | |
|--|-----------|--|-----------|
| Mohegan Tribe Indians Gaming Authority, Public Improvement-Priority Distribution 6.25%, 1/1/2031 | 1,000,000 | | 1,081,570 |
|--|-----------|--|-----------|

District of Columbia--1.2%

| | | | |
|---|-----------|--|-----------|
| Metropolitan Washington Airports Authority, Special Facilities Revenue (Caterair International Corp.) 10.125%, 9/1/2011 | 5,120,000 | | 5,127,526 |
|---|-----------|--|-----------|

Florida--4.1%

| | | | |
|--|-----------|--|-----------|
| Florida Housing Finance Corp., Housing Revenue (Seminole Ridge Apartments) 6%, 4/1/2041 (Collateralized; GNMA) | 6,415,000 | | 6,768,210 |
|--|-----------|--|-----------|

| | | | |
|--|-----------|--|-----------|
| Miami-Dade County Expressway Authority, Toll System Revenue 5.125%, 7/1/2029 (Insured; FGIC) | 4,000,000 | | 4,243,200 |
|--|-----------|--|-----------|

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

| | | | |
|--|-----------|--|-----------|
| Orange County Health Facilities Authority, Revenue: (Adventist Health System) 6.25%, 11/15/2024 | 3,000,000 | | 3,379,740 |
| (Orlando Regional Healthcare System) 6%, 10/1/2026 | 3,500,000 | | 3,731,630 |

Georgia--2.0%

| | | | |
|---|-----------|--|-----------|
| Augusta, Airport Revenue 5.45%, 1/1/2031 | 2,500,000 | | 2,581,025 |
|---|-----------|--|-----------|

| | | | |
|---|-----------|--|-----------|
| Atlanta Airport Revenue 5.25%, 1/1/2025 (Insured; FSA) | 3,000,000 | | 3,226,860 |
|---|-----------|--|-----------|

| | | | |
|--|-----------|--|-----------|
| Savannah Economic Development Authority, EIR (International Paper Company) 6.20%, 8/1/2027 | 2,670,000 | | 2,881,731 |
|--|-----------|--|-----------|

Idaho--.1%

| | | | |
|---|---------|--|---------|
| Idaho Housing and Finance Association, SFMR 6.35%, 1/1/2030 (Collateralized; FNMA) | 585,000 | | 618,246 |
|---|---------|--|---------|

Illinois--9.9%

| | | | |
|---|-----------|--|-----------|
| Chicago, Collateralized SFMR 6.25%, 10/01/2032 | 2,945,000 | | 3,078,320 |
|---|-----------|--|-----------|

| | | | |
|---|-----------|--|-----------|
| Chicago O'Hare International Airport: General Airport Revenue (3rd Lien B-2) 6%, 1/1/2029 (Insured; XLCA) | 5,000,000 | | 5,685,350 |
| Special Facility Revenue (American Airlines Incorporated) 8.20%, 12/1/2024 | 7,000,000 | | 6,809,600 |

| | | | |
|---|-----------|--|-----------|
| Illinois Educational Facilities Authority Revenues: (Northern University) 5%, 12/1/2038 | 5,000,000 | | 5,217,650 |
| (University of Chicago) 5.125%, 7/1/2038 (Insured; MBIA) | 5,000,000 | | 5,248,600 |

| | | | |
|---|------------|---|------------|
| Illinois Health Facilities Authority, Revenue: (Advocate Network Health Care) 6.125%, 11/15/2010 | 5,000,000 | a | 5,674,050 |
| (OSF Healthcare Systems) 6.25%, 11/15/2029 | 10,900,000 | | 11,745,513 |

Indiana--1.6%

| | | | |
|--|-----------|---|-----------|
| Franklin Township School Building Corp. 6.125%, 7/15/2010 | 6,000,000 | a | 6,874,680 |
|--|-----------|---|-----------|

Louisiana--1.8%

| | | |
|---|-----------|-----------|
| West Feliciana Parish, PCR (Entergy Gulf States): | | |
| 7%, 11/1/2015 | 3,000,000 | 3,023,370 |
| 6.60%, 9/1/2028 | 4,700,000 | 4,752,170 |

Maryland--1.2%

| | | |
|--|-----------|-----------|
| Maryland Economic Development Corp., Student Housing Revenue (University of Maryland) | | |
| 5.75%, 10/1/2033 | 2,550,000 | 2,735,309 |

| | | |
|---|-----------|-----------|
| Maryland Industrial Development Financing Authority, EDR (Medical Waste Associates Limited Partnership) 8.75%, 11/15/2010 | 3,710,000 | 2,641,223 |
|---|-----------|-----------|

Massachusetts--3.0%

| | | |
|--|-----------|-----------|
| Massachusetts Development Finance Agency, Revenue (WGBH Educational Foundation) | | |
| 5.375%, 1/1/2042 (Insured; AMBAC) | 5,750,000 | 6,290,327 |

| | | |
|--|-----------|-----------|
| Massachusetts Health and Educational Facilities Authority, Revenue: | | |
| (Civic Investments) 9%, 12/15/2015 | 2,000,000 | 2,457,460 |
| (Partners Healthcare System) 5.75%, 7/1/2032 | 3,000,000 | 3,329,910 |

| | | |
|--|-----------|-----------|
| Massachusetts Housing Finance Agency (Housing) 5%, 6/1/2030 | 1,000,000 | 1,039,440 |
|--|-----------|-----------|

Michigan--3.1%

| | | | |
|--|-----------|---|-----------|
| Michigan Hospital Finance Authority, HR (Genesys Health System Obligated Group) | | | |
| 8.125%, 10/1/2005 | 5,000,000 | a | 5,121,500 |

| | | | |
|--|-----------|---|-----------|
| Michigan Strategic Fund, SWDR (Genesee Power Station) 7.50%, 1/1/2021 | 8,450,000 | c | 8,393,300 |
|--|-----------|---|-----------|

Minnesota--1.0%

| | | | |
|--|-----------|--|-----------|
| Saint Paul Housing and Redevelopment Authority: Hospital Facility Revenue (HealthEast Project): | | | |
| 6%, 11/15/2025 | 1,000,000 | | 1,104,770 |
| 6%, 11/15/2035 | 3,000,000 | | 3,268,830 |

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

Mississippi--.7%

| | | | |
|--|-----------|--|-----------|
| Mississippi Business Finance Corp. PCR (Systems Energy Resources, Inc.) 5.90%, 5/1/2022 | 3,160,000 | | 3,248,986 |
|--|-----------|--|-----------|

Nebraska--.4%

| | | | |
|---|-----------|-----|-----------|
| Nebraska Investment Finance Authority, SFMR 9.742%, 3/1/2026 | 1,700,000 | d,e | 1,890,485 |
|---|-----------|-----|-----------|

Nevada--3.9%

| | | | |
|---|-----------|--|-----------|
| Clark County IDR (Nevada Power Co. Project) 5.60%, 10/1/2030 | 3,000,000 | | 2,999,970 |
|---|-----------|--|-----------|

| | | | |
|--|-----------|---|-----------|
| Washoe County: (Reno-Sparks Convention) 6.40%, 1/1/2010 (Insured; FSA) | 8,000,000 | a | 9,046,800 |
| Water Facility Revenue (Sierra Pacific Power Co.) 5%, 3/1/2009 | 5,000,000 | | 5,101,100 |

New Hampshire--3.4%

| | | | |
|--|-----------|--|-----------|
| New Hampshire Business Finance Authority, PCR (Public Service Co.): 6%, 5/1/2021 (Insured; MBIA) | 2,690,000 | | 2,914,104 |
| 6%, 5/1/2021 (Insured; MBIA) | 6,000,000 | | 6,499,860 |

| | | | |
|---|-----------|--|-----------|
| New Hampshire Industrial Development Authority, PCR (Connecticut Light) 5.90%, 11/1/2016 | 5,400,000 | | 5,517,828 |
|---|-----------|--|-----------|

New Jersey--4.4%

| | | | |
|--|-----------|--|-----------|
| New Jersey Economic Development Authority: Special Facilities Revenue (Continental Airlines, Inc. Project): 6.25%, 9/15/2019 | 3,620,000 | | 3,345,894 |
| 6.25%, 9/15/2029 | 4,500,000 | | 4,071,330 |

| | | | |
|--|------------|--|------------|
| Tobacco Settlement Financing Corp. of New Jersey 7%, 6/1/2041 | 10,095,000 | | 12,076,649 |
|--|------------|--|------------|

New York--4.7%

| | | | |
|---|-----------|--|-----------|
| New York City Industrial Development Agency, Revenue (Liberty-7 World Trade Center) 6.25%, 3/1/2015 | 4,500,000 | | 4,786,425 |
|---|-----------|--|-----------|

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

| | | | |
|--|------------|-----|------------|
| New York City Municipal Water Finance Authority, Water and Sewer System Revenue 5%, 6/15/2037 | 5,000,000 | | 5,304,000 |
| New York City Transitional Finance Authority, Revenue (Future Tax Secured) 5.375%, 11/15/2021 | 5,000,000 | | 5,535,200 |
| New York State Dormitory Authority, Revenue: (Marymount Manhattan College) 6.25%, 7/1/2029 6.25%, 7/1/2029 (Insured; Radian) (Suffolk County Judicial Facility) 9.50%, 4/15/2014 | 4,000,000 | | 4,417,840 |
| | 605,000 | | 859,112 |
| North Carolina--1.2% | | | |
| North Carolina Eastern Municipal Power Agency, Power Systems Revenue 6.70%, 1/1/2019 | 2,500,000 | | 2,803,425 |
| Gaston County Industrial Facilities and Pollution Control Financing Authority, Exempt Facilities Revenue (National Gypsum Co. Project) 5.75%, 8/1/2035 | 2,500,000 | | 2,618,875 |
| Ohio--6.2% | | | |
| Cuyahoga County, HR (Metrohealth Systems) 6.15%, 2/15/2009 | 10,000,000 | a | 11,083,700 |
| Cuyahoga County Hospital Facilities, Revenue (UHHS/CSAHS Cuyahoga Inc. and CSAHS/UHHS Canton Inc.) 7.50%, 1/1/2030 | 3,500,000 | | 3,966,445 |
| Mahoning County Hospital Facilities, Revenue (Forum Health Obligation Group) 6%, 11/15/2032 | 4,000,000 | | 4,388,000 |
| Ohio Air Quality Development Authority, PCR (Cleveland Electric Illuminating Co.) 6.10%, 8/1/2020 | 2,400,000 | | 2,517,264 |
| Ohio Housing Finance Agency, Mortgage Revenue 9.39%, 3/1/2029 (Collateralized; GNMA) | 1,170,000 | d,e | 1,219,737 |
| Ohio Water Development Authority, PCR (Cleveland Electric) 6.10%, 8/1/2020 | 4,000,000 | | 4,195,440 |

Oklahoma--4.0%

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

| | | | |
|---|-----------|---|-----------|
| Oklahoma Development Finance Authority, Revenue (Saint.John Health System) 6%, 2/15/2029 | 9,000,000 | | 9,776,880 |
| Oklahoma Industries Authority, Health System Revenue (Obligation Group): | | | |
| 5.75%, 8/15/2009 (Insured; MBIA) | 2,105,000 | a | 2,329,772 |
| 5.75%, 8/15/2029 (Insured; MBIA) | 2,895,000 | | 3,148,776 |
| <hr/> | | | |
| Tulsa Municipal Airport Trust Revenue (American Airlines Project) | | | |
| 5.65%, 12/1/2008 | 2,550,000 | | 2,460,801 |
| Oregon--.7% | | | |
| Western Generation Agency, Cogeneration Project Revenue (Wauna Cogeneration) 7.40%, 1/1/2016 | 3,250,000 | | 3,299,725 |
| Pennsylvania--2.9% | | | |
| Allegheny County Port Authority, Special Transportation Revenue 6.125%, 3/1/2009 (Insured; MBIA) | 4,750,000 | a | 5,274,447 |
| Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy) 6.75%, 12/1/2036 | 4,000,000 | | 4,317,920 |
| Pennsylvania Housing Finance Agency, Multi-Family Development Revenue 8.25%, 12/15/2019 | 254,000 | | 254,617 |
| Pennsylvania Turnpike Commission, Turnpike Revenue 5.25%, 12/1/2032 (Insured; AMBAC) | 2,695,000 | | 2,949,893 |
| Rhode Island--1.7% | | | |
| Central Falls Detention Facility Corp. 7.25%, 7/15/2035 | 1,000,000 | | 1,033,720 |
| Rhode Island Health and Educational Building Corp., Higher Educational Facilities (University of Rhode Island) 5.875%, 9/15/2029 (Insured; MBIA) | 5,910,000 | | 6,511,520 |
| South Carolina--6.6% | | | |

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

| | | | |
|---|-----------|-----|-----------|
| Greenville County School District, Installment Purchase Revenue (Residuals-Series 982) 8.25%, 12/1/2028 | 7,500,000 | d,e | 8,856,225 |
| Greenville Hospital System, Hospital Facilities Revenue 5.50%, 5/1/2026 (Insured; AMBAC) | 7,000,000 | | 7,714,140 |
| Richland County, Environmental Improvement Revenue (International Paper Co.) 6.10%, 4/1/2023 | 6,500,000 | | 7,044,570 |
| South Carolina Medical Facilities, Hospital Facilities Revenue 6%, 7/1/2009 | 5,000,000 | a | 5,557,750 |

Tennessee--3.8%

| | | | |
|--|-----------|--|-----------|
| Johnson City Health and Educational Facilities Board, HR (1st Mortgage-Mountain State Health): 7.50%, 7/1/2025 | 2,000,000 | | 2,404,240 |
| 7.50%, 7/1/2033 | 4,875,000 | | 5,821,822 |

Memphis Center City Revenue Finance Corp.

| | | | |
|---|-----------|--|-----------|
| Sports Facility Revenue (Memphis Redbirds) 6.50%, 9/1/2028 | 6,000,000 | | 6,140,220 |
| Tennessee Housing Development Agency (Homeownership Program) 6%, 1/1/2028 | 2,190,000 | | 2,249,393 |

Texas--22.0%

| | | | |
|---|-----------|---|-----------|
| Arlington, Dallas Cowboys Complex Special Obligations, Tax Exempt Special Tax 5%, 8/15/2034 (Insured; MBIA) | 3,500,000 | c | 3,822,315 |
| Dallas Fort Worth International Airport, Facility Improvement Corporation Revenue (Bombardier Inc.) 6.15%, 1/1/2016 | 3,000,000 | | 3,081,600 |
| Gregg County Health Facilities Development Corp., HR (Good Shepherd Medical Center) 6.375%, 10/1/2025 | 2,500,000 | | 2,814,975 |
| Harris County Health Facilities Development Corp., HR (Memorial Hermann Healthcare) 6.375%, 6/1/2029 | 7,000,000 | | 7,751,450 |

Harris County-Houston Sports Authority

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

| | | | |
|---|------------|---|------------|
| Revenue (Third Lien-A-3) | | | |
| Zero Coupon, 11/15/2031 (Insured; MBIA) | 9,685,000 | | 2,580,859 |
| Houston, Airport System Special Facilities Revenue (Continental Airlines, Inc. Terminal E Project) | | | |
| 6.75%, 7/1/2021 | 2,000,000 | | 1,964,520 |
| Katy Independent School District | | | |
| 6.125%, 2/15/2009 | 11,360,000 | a | 12,507,019 |
| Lubbock Texas Housing Financing Corp., SMFR | | | |
| 6.70%, 10/1/2030 | 2,255,000 | | 2,375,124 |
| Sabine River Authority, PCR (TXU Electric): | | | |
| 5.50%, 5/1/2011 | 5,490,000 | | 5,879,406 |
| 6.45%, 6/1/2021 | 4,900,000 | | 5,260,101 |
| Springhill Courtland Heights Public Facility Corp. MFHR 5.85%, 12/1/2028 | 6,030,000 | | 5,846,990 |
| Texas: | | | |
| (Veterans) 6%, 12/1/2030 | 3,935,000 | | 4,279,627 |
| (Veterans Housing Assistance Program) | | | |
| 6.10%, 6/1/2031 | 8,510,000 | | 9,147,484 |
| Texas Department of Housing and Community Affairs: | | | |
| Collateralized Home Mortgage Revenue | | | |
| 11.052%, 7/2/2024 | 2,000,000 | e | 2,047,620 |
| Residential Mortgage Revenue | | | |
| 5.35%, 7/1/2033 | 5,735,000 | | 5,937,101 |
| Texas Turnpike Authority, Central Texas Turnpike System Revenue | | | |
| 5.25%, 5/15/2042 (Insured; AMBAC) | 6,775,000 | | 7,361,783 |
| <hr/> | | | |
| Tomball Hospital Authority, Revenue: | | | |
| 6.125%, 7/1/2023 | 3,680,000 | | 3,731,888 |
| (Tomball Regional Hospital) 6%, 7/1/2025 | 4,650,000 | | 4,844,370 |
| Tyler Health Facilities Development Corp., HR (East Texas Medical Center Regional Health) | | | |
| 6.75%, 11/1/2025 | 5,850,000 | | 5,857,196 |
| Utah--.9% | | | |
| Carbon County, SWDR (Sunnyside Cogeneration) | | | |
| 7.10%, 8/15/2023 | 3,918,000 | | 3,968,307 |

Virginia--6.2%

| | | | |
|--|-----------|---|------------|
| Henrico County Industrial Development Authority, Revenue (Bon Secours Health System) 9.343%, 8/23/2027 | 7,500,000 | e | 11,098,950 |
| Tobacco Settlement Financing Corp.of Virginia Tobacco Settlement Asset-Backed 5.625%, 6/1/2037 | 6,810,000 | | 7,078,723 |
| Virginia Housing Development Authority, Rental Housing 6.20%, 8/1/2024 | 8,520,000 | | 9,114,526 |

Washington--3.4%

| | | | |
|--|------------|---|------------|
| Energy Northwest, Revenue (Wind Project) 6%, 1/1/2007 | 3,670,000 | a | 3,916,734 |
| Washington Higher Education Facilities Authority, Revenue (Whitman College) 5.875, 10/1/2009 | 10,000,000 | a | 11,042,200 |

Wisconsin--5.2%

| | | | |
|--|------------|--|------------|
| Badger Tobacco Asset Securitization Corp., Tobacco Settlement Revenue 7%, 6/1/2028 | 14,570,000 | | 16,682,504 |
| Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Health Care) 6.40%, 4/15/2033 | 5,500,000 | | 6,147,735 |

Wyoming--3.5%

| | | | |
|---|-----------|--|-----------|
| Sweetwater County, SWDR (FMC Corp.): 7%, 6/1/2024 | 2,140,000 | | 2,163,818 |
| 6.90%, 9/1/2024 | 2,465,000 | | 2,492,066 |
| Wyoming Student Loan Corp., Student Loan Revenue: 6.20%, 6/1/2024 | 5,000,000 | | 5,407,750 |
| 6.25%, 6/1/2029 | 5,000,000 | | 5,384,850 |

U.S. Related--.8%

Children's Trust Fund of Puerto Rico, Tobacco
Settlement Revenue, Asset Backed Bonds

| | | |
|---|----------------|----------------------|
| Zero Coupon, 5/15/2055 | 20,000,000 | 686,800 |
| Puerto Rico Infrastructure Financing Authority, Special Tax Revenue | | |
| Zero Coupon, 7/1/2035 (Insured; AMBAC) | 10,000,000 | 2,615,700 |
| Total Long-Term Municipal Investments (cost \$587,906,908) | | 624,343,677 |
| Short-Term Municipal Investments--.9% | | |
| Alaska; | | |
| Valdez, Marine Terminal Revenue (Exxon Pipeline Co. Project) 2.29% (cost \$3,750,000) | 3,750,000 f | 3,750,000 |
| Total Investments (cost \$591,656,908) | 142.6% | 628,093,677 |
| Liabilities, Less Cash and Receivables | (.4%) | (1,542,969) |
| Preferred Stock, at redemption value | (42.2%) | (186,000,000) |
| Net Assets | 100% | 440,550,708 |

Notes to Statements of Investments:

- a These securities are prerefunded; the date shown represents the prerefunded date. Bonds which are prerefunded are Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to the earliest refunding date.
- b Non-income producing security, interest payments in default.
- c Purchased on delayed delivery basis.
- d Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in registration, normally to qualified institutional buyers. At August 31, 2005 these securities amounted to \$11,966,447 or 2. to common shareholders.
- e Inverse floater security--the interest rate is subject to change periodically.
- f Securities payable on demand. Variable interest rate--subject to periodic change.
- g At August 31, 2005, the fund had \$130,069,346 or 29.5% of net assets applicable to common shareholders invested in securities where principal and interest is dependant upon revenues generated from health care projects.

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

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/ Stephen E. Canter
Stephen E. Canter
President

Date: October 25, 2005

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/ Stephen E. Canter
Stephen E. Canter
Chief Executive Officer

Date: October 25, 2005

By: /s/ James Windels
James Windels
Chief Financial Officer

Date: October 25, 2005

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)
