DREYFUS STRATEGIC MUNICIPAL BOND FUND INC

Form N-Q

October 25, 2007

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-5877

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

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

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: 8/31/07

FORM N-Q

Item 1. Schedule of Investments.

STATEMENT OF INVESTMENTS

Dreyfus Strategic Municipal Bond Fund, Inc. August 31, 2007 (Unaudited)

Long-Term MunicipalCouponMaturityPrincipalInvestments--146.9%Rate (%)DateAmount (\$)Value (\$)

Alaska--3.9%

Alaska Housing Finance

Corporation, General Mortgage Revenue (Insured; MBIA) Alaska Housing Finance	6.05	6/1/39	11,915,000	12,106,474
Corporation, Single-Family Residential Mortgage Revenue (Veterans Mortgage Program)	6.25	6/1/35	4,180,000	4,304,188
Arizona5% Apache County Industrial Development Authority, PCR (Tucson Electric Power Company				
Project) Arkansas6% Arkansas Development Finance Authority, SFMR (Mortgage	5.85	3/1/28	2,220,000	2,220,200
Backed Securities Program) (Collateralized: FNMA and GNMA) California9.2%	6.25	1/1/32	2,500,000	2,548,875
California, GO (Various Purpose) California,	5.50	4/1/14	4,605,000 a	5,066,881
GO (Various Purpose) California Department of Veteran	5.25	11/1/27	4,240,000	4,385,093
Affairs, Home Purchase Revenue California Health Facilities Financing Authority, Revenue	5.20	12/1/28	2,950,000	2,950,796
(Cedars-Sinai Medical Center) California Health Facilities Financing Authority, Revenue	6.25	12/1/09	3,750,000 a	3,998,550
(Sutter Health) Golden State Tobacco Securitization Corporation,	5.25	11/15/46	5,000,000	5,095,000
Tobacco Settlement Asset-Backed Bonds Silicon Valley Tobacco Securitization Authority,	5.75	6/1/47	15,000,000	14,598,900
Tobacco Settlement Asset-Backed Bonds (Santa Clara County Tobacco				
Securitization Corporation) Colorado4.0% Colorado Health Facilities Authority, Revenue (American Baptist Homes of the Midwest	0.00	6/1/36	15,290,000	2,315,059
Obligated Group) Colorado Health Facilities Authority, Revenue (American	5.90	8/1/37	2,500,000	2,431,450

Housing Foundation I, Inc.				
Project)	8.50	12/1/31	1,970,000	2,056,503
Colorado Housing Finance Authority				
(Single Family Program)				
(Collateralized; FHA)	6.60	8/1/32	1,755,000	1,849,559
Denver City and County,				
Special Facilities Airport				
Revenue (United Air Lines				
Project)	5.75	10/1/32	3,000,000	2,950,920
Northwest Parkway Public Highway				
Authority, Revenue	7.13	6/15/41	7,000,000	7,358,540
Connecticut3.7%				
Connecticut Development Authority,				
PCR (Connecticut Light and				
Power Company Project)	5.95	9/1/28	9,000,000	9,253,980
Connecticut Resources Recovery				
Authority, Special Obligation				
Revenue (American REF-FUEL				
Company of Southeastern				
Connecticut Project)	6.45	11/15/22	4,985,000	4,989,835
Mohegan Tribe of Indians of				
Connecticut Gaming Authority,				
Priority Distribution Payment				
Public Improvement Revenue	6.25	1/1/31	1,000,000	1,045,090
District of Columbia2.7%				
District of Columbia Tobacco				
Settlement Financing				
Corporation, Tobacco				
Settlement Asset-Backed Bonds	0.00	6/15/46	104,040,000	7,559,546
Metropolitan Washington Airports				
Authority, Special Facility				
Davanua (Catarair				
Revenue (Caterair				
International Corporation)	10.13	9/1/11	3,700,000	3,704,588
	10.13	9/1/11	3,700,000	3,704,588
International Corporation)	10.13	9/1/11	3,700,000	3,704,588
International Corporation) Florida6.6%	10.13	9/1/11	3,700,000	3,704,588
International Corporation) Florida6.6% Escambia County,	10.13 5.00	9/1/11 8/1/26	3,700,000 1,825,000	3,704,588 1,697,159
International Corporation) Florida6.6% Escambia County, EIR (International Paper				
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project)				
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County,				
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper	5.00	8/1/26	1,825,000	1,697,159
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project)	5.00	8/1/26	1,825,000	1,697,159
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project) Florida Housing Finance	5.00	8/1/26	1,825,000	1,697,159
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project) Florida Housing Finance Corporation, Housing Revenue	5.00	8/1/26	1,825,000	1,697,159
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project) Florida Housing Finance Corporation, Housing Revenue (Seminole Ridge Apartments)	5.00 5.00	8/1/26 8/1/26	1,825,000 2,300,000	1,697,159 2,138,885
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project) Florida Housing Finance Corporation, Housing Revenue (Seminole Ridge Apartments) (Collateralized; GNMA)	5.00 5.00	8/1/26 8/1/26	1,825,000 2,300,000	1,697,159 2,138,885
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project) Florida Housing Finance Corporation, Housing Revenue (Seminole Ridge Apartments) (Collateralized; GNMA) Highlands County Health Facilities	5.00 5.00	8/1/26 8/1/26	1,825,000 2,300,000	1,697,159 2,138,885
International Corporation) Florida6.6% Escambia County, EIR (International Paper Company Project) Escambia County, EIR (International Paper Company Project) Florida Housing Finance Corporation, Housing Revenue (Seminole Ridge Apartments) (Collateralized; GNMA) Highlands County Health Facilities Authority, HR (Adventist	5.00 5.00	8/1/26 8/1/26	1,825,000 2,300,000	1,697,159 2,138,885

Jacksonville Economic Development

Commission, Health Care				
Facilities Revenue (Florida				
Proton Therapy Institute				
Project)	6.25	9/1/27	2,595,000	2,589,135
Orange County Health Facilities				
Authority, HR (Orlando				
Regional Healthcare System)	6.00	10/1/09	70,000 a	73,752
Orange County Health Facilities				
Authority, HR (Orlando				
Regional Healthcare System)	6.00	10/1/26	3,675,000	3,786,095
Orange County Health Facilities				
Authority, Revenue (Adventist				
Health System)	6.25	11/15/12	3,000,000 a	3,338,730
Georgia2.5%				
Atlanta,				
Airport Revenue (Insured; FSA)	5.25	1/1/25	3,000,000	3,063,630
Augusta,				
Airport Revenue	5.45	1/1/31	2,500,000	2,390,200
Georgia Housing and Finance				
Authority, SFMR	5.60	12/1/32	2,180,000	2,277,926
Savannah Economic Development				
Authority, EIR (International				
Paper Company Project)	6.20	8/1/27	2,670,000	2,760,566
Idaho1%				
Idaho Housing and Finance				
Association, SFMR				
(Collateralized; FNMA)	6.35	1/1/30	320,000	326,656
Illinois7.9%				
Chicago,				
SFMR (Collateralized: FHLMC,				
FNMA and GNMA)	6.25	10/1/32	1,805,000	1,840,179
Chicago O'Hare International				
Airport, General Airport Third				
Lien Revenue (Insured; XLCA)	6.00	1/1/29	5,000,000	5,363,450
Chicago O'Hare International				
Airport, Special Facility				
Revenue (American Airlines,				
Inc. Project)	5.50	12/1/30	4,000,000	3,776,880
Illinois Educational Facilities				
Authority, Revenue				
(Northwestern University)	5.00	12/1/38	5,000,000	5,062,500
Illinois Health Facilities				
Authority, Revenue (Advocate				
Health Care Network)	6.13	11/15/10	5,000,000 a	5,363,000
Illinois Health Facilities				

Authority, Revenue (OSF Healthcare System) Indiana1.6%	6.25	11/15/09	10,900,000 a	11,577,326
Franklin Township School Building				
Corporation, First Mortgage				
Bonds	6.13	7/15/10	6,000,000 a	6,505,020
Louisiana2.3%	0.20	7,20,20	0,000,000 a	0,000,020
Lakeshore Villages Master				
Community Development				
District, Special Assessment				
Revenue	5.25	7/1/17	2,000,000	1,937,920
West Feliciana Parish,				
PCR (Entergy Gulf States				
Project)	7.00	11/1/15	3,000,000	3,032,940
West Feliciana Parish,				
PCR (Entergy Gulf States				
Project)	6.60	9/1/28	4,700,000	4,703,243
Maryland1.3%				
Maryland Economic Development				
Corporation, Senior Student				
Housing Revenue (University of				
Maryland, Baltimore Project)	5.75	10/1/33	2,550,000	2,451,723
Maryland Industrial Development				
Financing Authority, EDR				
(Medical Waste Associates				
Limited Partnership Facility)	8.75	11/15/10	3,710,000	3,107,273
Massachusetts2.0%				
Massachusetts Health and				
Educational Facilities				
Authority, Revenue (Civic				
Investments Issue)	9.00	12/15/12	2,000,000 a	2,416,740
Massachusetts Health and				
Educational Facilities				
Authority, Revenue (Partners				
HealthCare System Issue)	5.75	7/1/32	115,000	123,811
Massachusetts Housing Finance				
Agency, SFHR	5.00	12/1/31	6,000,000	5,831,160
Michigan4.8%				
Kent Hospital Finance Authority,				
Revenue (Metropolitan Hospital				
Project)	6.00	7/1/35	4,000,000	4,103,800
Michigan Strategic Fund,				
SWDR (Genesee Power Station				
Project)	7.50	1/1/21	8,420,000	8,290,164
Michigan Tobacco Settlement				
Finance Authority, Tobacco				

Settlement Asset-Backed Bonds Minnesota1.0% Saint Paul Housing and	6.00	6/1/48	7,500,000	7,534,875
Saint Paul Housing and Redevelopment Authority, Hospital Facility Revenue				
(HealthEast Project) Saint Paul Housing and Redevelopment Authority,	6.00	11/15/25	1,240,000	1,284,938
Hospital Facility Revenue (HealthEast Project) Mississippi8%	6.00	11/15/35	3,000,000	3,070,860
Mississippi Business Finance Corporation, PCR (System				
Energy Resources, Inc. Project) Nebraska2%	5.90	5/1/22	3,160,000	3,190,462
Nebraska Investment Finance Authority, SFMR Nevada2.8%	7.31	3/1/26	1,000,000 b,c	1,016,740
Clark County, IDR (Nevada Power Company Project) Washoe County,	5.60	10/1/30	3,000,000	3,005,730
GO Convention Center Revenue (Reno-Sparks Convention and Visitors Authority) (Insured; FSA)	6.40	1/1/10	8,000,000 a	8,482,720
New Hampshire3.5% New Hampshire Business Finance Authority, PCR (Public Service		_,_,_		3,,
Company of New Hampshire Project) (Insured; MBIA) New Hampshire Business Finance Authority, PCR (Public Service	6.00	5/1/21	2,690,000	2,774,816
Company of New Hampshire Project) (Insured; MBIA) New Hampshire Industrial Development Authority, PCR	6.00	5/1/21	6,000,000	6,189,180
(Connecticut Light and Power Company Project) New Jersey6.0%	5.90	11/1/16	5,400,000	5,488,506
New Jersey Economic Development Authority, Special Facility Revenue (Continental Airlines, Inc. Project) Tobacco Settlement Financing Corporation of New Jersey,	6.25	9/15/19	4,620,000	4,661,534

Tobacco Settlement Asset-Backed Bonds	7.00	6/1/13	10,095,000 a	11,723,223
Tobacco Settlement Financing				
Corporation of New Jersey,				
Tobacco Settlement				
Asset-Backed Bonds	5.00	6/1/29	5,000,000	4,477,500
Tobacco Settlement Financing				
Corporation of New Jersey,				
Tobacco Settlement				
Asset-Backed Bonds	5.00	6/1/41	5,000,000	4,334,250
New York4.8%				
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	3,475,680
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	11,488,800
New York State Dormitory				
Authority, Revenue (Marymount				
Manhattan College) (Insured;				
Radian)	6.25	7/1/29	4,000,000	4,177,480
New York State Dormitory				
Authority, Revenue (Suffolk				
County Judicial Facility)	9.50	4/15/14	605,000	795,666
North Carolina1.4%				
North Carolina Eastern Municipal				
Power Agency, Power System				
Revenue	6.70	1/1/19	2,500,000	2,647,150
North Carolina Housing Finance	5.00	7.4.104	2 222 222	2 0 6 2 2 0 0
Agency, Home Ownership Revenue	5.88	7/1/31	3,030,000	3,063,209
Ohio5.3%				
Cuyahoga County,				
Hospital Facilities Revenue				
(UHHS/CSAHS-Cuyahoga, Inc. and				
CSAHS/UHHS-Canton, Inc.	7.50	1/1/20	3 500 000	2 704 120
Project)	7.50	1/1/30	3,500,000	3,784,130
Cuyahoga County,				
Hospital Improvement Revenue				
(The Metrohealth Systems	6 1 5	2/15/00	10 000 000 2	10 427 200
Project)	6.15	2/15/09	10,000,000 a	10,437,200
Ohio Air Quality Development				
Authority, PCR (The Cleveland				

Electric Illuminating Company Project) (Insured; ACA)	6.10	8/1/20	2,400,000	2,445,048
Ohio Housing Finance Agency, Residential Mortgage Revenue				
(Mortgage-Backed Securities				
Program) (Collateralized; GNMA)	6.15	3/1/29	1,510,000	1,540,200
Ohio Water Development Authority,		5, -, - 5	_,,	_, ,
PCR (The Cleveland Electric				
Illuminating Company Project)				
(Insured; ACA)	6.10	8/1/20	4,000,000	4,075,080
Oklahoma3.5%				
Oklahoma Development Finance				
Authority, Revenue (Saint John				
Health System)	6.00	2/15/09	6,750,000 a	7,028,977
Oklahoma Development Finance				
Authority, Revenue (Saint John				
Health System)	6.00	2/15/29	2,250,000	2,330,168
Oklahoma Industries Authority,				
Health System Revenue				
(Obligated Group) (Insured;				
MBIA)	5.75	8/15/09	2,105,000 a	2,204,630
Oklahoma Industries Authority,				
Health System Revenue				
(Obligated Group) (Insured;	5.75	0.41.5.42.0	2 005 000	2 002 010
MBIA)	5.75	8/15/29	2,895,000	3,002,810
Pennsylvania3.5%				
Allegheny County Port Authority,				
Special Transportation Revenue				
(Insured; MBIA)	6.13	3/1/09	4,750,000 a	4,960,710
Lehman Municipal Trust Receipts				
(Pennsylvania Economic				
Development Financing				
Authority, SWDR (USG				
Corporation Project))	6.00	6/1/31	7,000,000 c,d	7,047,005
Pennsylvania Economic Development				
Financing Authority, Exempt				
Facilities Revenue (Reliant	6.75	12/1/26	2 000 000	2 174 100
Energy Seward, LLC Project)	6.75	12/1/36	2,000,000	2,174,100
Pennsylvania Housing Finance				
Agency, Multi-Family Development Revenue				
Development nevenue	g 25	12/15/10	2/1 000	2/1 //02
Rhode Island 8%	8.25	12/15/19	241,000	241,492
Rhode Island8%	8.25	12/15/19	241,000	241,492
Rhode Island Health and	8.25	12/15/19	241,000	241,492
Rhode Island Health and Educational Building	8.25	12/15/19	241,000	241,492
Rhode Island Health and	8.25	12/15/19	241,000	241,492

(University of Rhode Island - Auxiliary Enterprise Revenue Issue) (Insured; MBIA) South Carolina10.4% Greenville County School District, Installment Purchase Revenue	5.88	9/15/09	3,000,000 a	3,155,700
(Building Equity Sooner for Tomorrow) Greenville Hospital System,	5.50	12/1/12	19,000,000 a,c,d	20,797,685
Hospital Facilities Revenue (Insured; AMBAC) Medical University of South	5.50	5/1/26	7,000,000	7,350,070
Carolina, Hospital Facilities Revenue Richland County,	6.00	7/1/09	5,000,000 a	5,248,050
EIR (International Paper Company Project) Securing Assets for Education,	6.10	4/1/23	6,500,000	6,731,075
Installment Purchase Revenue (Berkeley County School District Project)	5.13	12/1/30	3,280,000	3,324,378
Tennessee6.4% Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States	3.13	12/1/30	3,200,000	3,324,370
Health Alliance) Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States	7.50	7/1/25	2,000,000	2,274,720
Health Alliance) Memphis Center City Revenue Finance Corporation, Sports Facility Revenue (Memphis	7.50	7/1/33	4,875,000	5,531,029
Redbirds Baseball Foundation Project) Shelby County Health Educational and Housing Facility Board,	6.50	9/1/28	6,000,000	5,732,040
Revenue (Saint Jude Children's Research Hospital) Tennessee Energy Acquisition Corporation, Gas Project	5.00	7/1/36	2,250,000	2,248,133
Revenue Tennessee Housing Development	5.25	9/1/21	9,000,000	9,274,950
Agency (Homeownership Program)	6.00	1/1/28	1,445,000	1,456,603

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Texas22.8%				
Alliance Airport Authority Inc.,				
Special Facilities Revenue				
(American Airlines, Inc.				
Project)	5.75	12/1/29	2,000,000	1,921,040
Brazos River Harbor Navigation				
District, Revenue (The Dow				
Chemical Company Project)	5.13	5/15/33	5,000,000	4,694,200
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	3,000,840
Gregg County Health Facilities				
Development Corporation, HR				
(Good Shepherd Medical Center				
Project) (Insured; Radian)	6.38	10/1/10	2,500,000 a	2,715,025
Gulf Coast Industrial Development				
Authority, Environmental				
Facilities Revenue (Microgy				
Holdings Project)	7.00	12/1/36	5,000,000	5,194,650
Harris County Health Facilities				
Development Corporation, HR				
(Memorial Hermann Healthcare				
System)	6.38	6/1/11	7,000,000 a	7,694,540
Harris County-Houston Sports				
Authority, Third Lien Revenue				
(Insured; MBIA)	0.00	11/15/31	9,685,000	2,654,465
Katy Independent School District,				
Unlimited Tax School Building				
Bonds (Permanent School Fund				
Guarantee Program)	6.13	2/15/09	10,000,000 a	10,349,700
Lubbock Housing Financing				
Corporation, SFMR				
(Collateralized: FNMA and GNMA)	6.70	10/1/30	1,430,000	1,434,361
Sabine River Authority,				
PCR (TXU Electric Company				
Project)	6.45	6/1/21	4,900,000	4,986,436
Texas	0.15	0,1,21	1,500,000	1,300,130
(Veterans Housing Assistance				
Program) (Collateralized; FHA)	6.10	6/1/31	8,510,000	8,751,344
Texas	0.10	0/1/31	5,510,000	0,731,344
(Veterans' Land)	6.00	12/1/30	3,935,000	4,084,766
Texas Department of Housing and	0.00	12/1/30	3,333,000	1,004,700
Community Affairs, Home				
Community Funding, Floring				

Mortgage Revenue (Collateralized: FHLMC, FNMA and GNMA) Texas Department of Housing and Community Affairs, Residential Mortgage Revenue	9.16	7/2/24	1,200,000 b	1,265,604
(Collateralized: FHLMC, FNMA and GNMA) Texas Transportation Commission,	5.35	7/1/33	5,205,000	5,232,066
GO (Mobility Fund) (Insured; FGIC) Texas Turnpike Authority,	4.50	4/1/35	7,500,000	7,047,450
Central Texas Turnpike System Revenue (Insured; AMBAC) Tomball Hospital Authority,	5.25	8/15/42	6,775,000	6,913,278
Revenue (Tomball Regional Hospital) Tyler Health Facilities	6.00	7/1/25	4,650,000	4,728,167
Development Corporation, HR (East Texas Medical Center Regional Healthcare System				
Project) Willacy County Local Government	6.75	11/1/25	5,850,000	5,889,195
Corporation, Project Revenue Willacy County Local Government	6.00	3/1/09	3,000,000	3,059,340
Corporation, Project Revenue Virginia6.1%	6.88	9/1/28	4,000,000	4,044,400
Henrico County Industrial Development Authority, Revenue (Bon Secours Health System)				
(Insured; FSA) Tobacco Settlement Financing Corporation of Virginia,	7.67	8/23/27	7,500,000 b	9,524,775
Tobacco Settlement Asset-Backed Bonds	5.63	6/1/15	2,000,000 a	2,206,900
Virginia Housing Development Authority, Commonwealth				
Mortgage Revenue Virginia Housing Development Authority, Rental Housing	5.10	10/1/35	4,900,000	4,760,889
Revenue Washington3.7% Washington Higher Education	6.20	8/1/24	8,520,000	8,771,255
Facilities Authority, Revenue (Seattle University Project)				
(Insured; AMBAC)	5.25	11/1/37	5,000,000	5,209,650

Washington Higher Educational				
Facilities Authority, Revenue				
(Whitman College)	5.88	10/1/09	10,000,000 a	10,435,000
Wisconsin7.7%				
Badger Tobacco Asset				
Securitization Corporation,				
Tobacco Settlement				
Asset-Backed Bonds	6.13	6/1/27	9,080,000 c,d	9,296,376
Badger Tobacco Asset				
Securitization Corporation,				
Tobacco Settlement				
Asset-Backed Bonds	7.00	6/1/28	14,570,000	15,356,051
Wisconsin Health and Educational				
Facilities Authority, Revenue				
(Aurora Health Care, Inc.)	6.40	4/15/33	5,500,000	5,752,120
Wisconsin Health and Educational				
Facilities Authority, Revenue				
(Marshfield Clinic)	5.38	2/15/34	2,000,000	1,939,560
Wyoming1.2%				
Sweetwater County,				
SWDR (FMC Corporation Project)	5.60	12/1/35	5,000,000	4,940,100
U.S. Related1.3%				
Children's Trust Fund of Puerto				
Rico, Tobacco Settlement				
Asset-Backed Bonds	0.00	5/15/50	5,000,000	295,400
Puerto Rico Sales Tax Financing				
Corporation, Sales Tax Revenue	5.25	8/1/57	5,000,000	5,122,100
Total Investments (cost \$606,328,017)			146.9%	613,222,501
Liabilities, Less Cash and Receivables			(2.3%)	(9,768,496)
Preferred Stock, at redemption value			(44.6%)	(186,000,000)
Net Assets Applicable to Common Shareholders			100.0%	417,454,005

- a These securities are prerefunded; the date shown represents the prerefunded date. Bonds which are prerefunded are collateralized by U.S. Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to retire the bonds in full at the earliest refunding date.
- b Inverse floater security--the interest rate is subject to change periodically.
- 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 August 31, 2007, these securities amounted to \$38,157,806 or 9.1% of net assets applicable to Common Shareholders.
- d Collateral for floating rate borrowings.

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

Item 2. Controls and Procedures.

(a) The Registrant's principal executive and principal financial officers have concluded, based on their evaluation of the Registrant's disclosure controls and procedures as of a date within 90 days of the filing date of this report, that the Registrant's disclosure controls and procedures are reasonably designed to ensure that information required to be disclosed by the Registrant on Form N-Q is recorded, processed, summarized and reported within the required time periods and that information required to be disclosed by the Registrant in the reports that it files or submits on Form N-Q is accumulated and communicated to the Registrant's management, including its principal executive and principal financial officers, as appropriate to allow timely decisions regarding required disclosure.

(b) There were no changes to the Registrant's internal control over financial reporting that occurred during the Registrant's most recently ended fiscal quarter that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

Item 3. Exhibits.

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

SIGNATURES

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

Dreyfus Strategic Municipal Bond Fund, Inc.

By: /s/ J. David Officer

J. David Officer

President

Date: October 23, 2007

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

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

J. David Officer

President

Date: October 23, 2007

By: <u>/s/ James Windels</u>

James Windels Treasurer

Date: October 23, 2007

EXHIBIT INDEX

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