

DREYFUS STRATEGIC MUNICIPAL BOND FUND INC  
Form N-CSR  
January 31, 2012

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT  
INVESTMENT COMPANIES

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)

Janette E. Farragher, 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: 11/30/11

**FORM N-CSR**

**Item 1. Reports to Stockholders.**

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# Dreyfus

## Strategic Municipal Bond Fund, Inc.

ANNUAL REPORT November 30, 2011

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

#### **Protecting Your Privacy**

##### **Our Pledge to You**

**THE FUND IS COMMITTED TO YOUR PRIVACY.** On this page, you will find the Fund's policies and practices for collecting, disclosing, and safeguarding nonpublic personal information, which may include financial or other customer information. These policies apply to individuals who purchase Fund shares for personal, family, or household purposes, or have done so in the past. This notification replaces all previous statements of the Fund's consumer privacy policy, and may be amended at any time. We'll keep you informed of changes as required by law.

**YOUR ACCOUNT IS PROVIDED IN A SECURE ENVIRONMENT.** The Fund maintains physical, electronic and procedural safeguards that comply with federal regulations to guard nonpublic personal information. The Fund's agents and service providers have limited access to customer information based on their role in servicing your account.

**THE FUND COLLECTS INFORMATION IN ORDER TO SERVICE AND ADMINISTER YOUR ACCOUNT.** The Fund collects a variety of nonpublic personal information, which may include:

Information we receive from you, such as your name, address, and social security number.

Information about your transactions with us, such as the purchase or sale of Fund shares.

Information we receive from agents and service providers, such as proxy voting information.

**THE FUND DOES NOT SHARE NONPUBLIC**

**PERSONAL INFORMATION WITH ANYONE, EXCEPT  
AS PERMITTED BY LAW.**

*Thank you for this opportunity to serve you.*

The views expressed in this report reflect those of the portfolio manager only through the end of the period covered and do not necessarily represent the views of Dreyfus or any other person in the Dreyfus organization. Any such views are subject to change at any time based upon market or other conditions and Dreyfus disclaims any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for a Dreyfus fund are based on numerous factors, may not be relied on as an indication of trading intent on behalf of any Dreyfus fund.

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Dreyfus  
Strategic Municipal Bond Fund, Inc.

## The Fund

### A LETTER FROM THE CHAIRMAN AND CEO

Dear Shareholder:

We are pleased to present this annual report for Dreyfus Strategic Municipal Bond Fund, Inc., covering the 12-month period from December 1, 2010, through November 30, 2011. For information about how the fund performed during the reporting period, as well as general market perspectives, we provide a Discussion of Fund Performance on the pages that follow.

Investors were encouraged by expectations of a more robust economic recovery into the first quarter of 2011, but sentiment subsequently deteriorated due to disappointing economic data, an escalating sovereign debt crisis in Europe and a contentious debate regarding taxes, spending and borrowing in the United States. Market volatility was particularly severe in August and September after a major credit rating agency downgraded long-term U.S. government debt. While most fixed-income securities proved volatile in this tumultuous environment, municipal bonds held up relatively well due to robust demand for a limited supply of newly issued securities.

The economic outlook currently remains clouded by uncertainty regarding the ability of European policymakers to contain the region's debt crisis. However, conditions in the United States seem to be improving as inflationary pressures have receded, consumer confidence has strengthened and the unemployment rate has declined. To assess the potential impact of these and other developments on your investments, we encourage you, as always, to speak with your financial advisor.

Thank you for your continued confidence and support.

Jonathan R. Baum  
Chairman and Chief Executive Officer  
The Dreyfus Corporation  
December 15, 2011

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### DISCUSSION OF FUND PERFORMANCE

*For the period of December 1, 2010, through November 30, 2011*

#### Fund and Market Performance Overview

For the 12-month period ended November 30, 2011, Dreyfus Strategic Municipal Bond Fund achieved a total return of 10.72% on a net-asset-value basis.<sup>1</sup> Over the same period, the fund provided aggregate income dividends of \$0.570 per share, which reflects a distribution rate of 6.79%.<sup>2</sup>

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After encountering weak market conditions over the final weeks of 2010, municipal bonds generally rebounded in 2011 as a reduced supply of newly issued securities was met by robust investor demand. The fund's results were enhanced by its leveraging strategy, which continued to benefit from historically low short-term interest rates.

### The Fund's Investment Approach

The fund seeks to maximize current income exempt from federal income tax to the extent believed by Dreyfus to be consistent with the preservation of capital. In pursuing this goal, the fund invests at least 80% of its assets in municipal bonds. Under normal market conditions, the weighted average maturity of the fund's portfolio is expected to exceed 10 years. Under normal market conditions, the fund invests at least 80% of its net assets in municipal bonds considered investment grade or the unrated equivalent as determined by Dreyfus.

The fund also has issued auction-rate preferred stock (ARPS), a percentage of which remains outstanding from its initial public offering, and has invested the proceeds in a manner consistent with its investment objective. This, along with the fund's participation in secondary inverse floater structures, have the effect of "leveraging" the portfolio, which can magnify gain and loss potential depending on market conditions.

Over time, many of the fund's older, higher yielding bonds have matured or were redeemed by their issuers. We have attempted to replace those bonds with investments consistent with the fund's investment policies. We have also sought to upgrade the fund with newly issued bonds that, in our opinion, have better structural or income characteristics than

### The Fund 3

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#### DISCUSSION OF FUND PERFORMANCE *(continued)*

existing holdings. When such opportunities arise, we usually look to sell bonds that are close to their optional redemption date or maturity.

#### Municipal Bonds Held Up Relatively Well Amid Uncertainty

Stimulative measures from the Federal Reserve Board, improved economic data and rising corporate earnings generally supported investor sentiment into the first quarter of 2011. While investor confidence was shaken in February due to political unrest in the Middle East, and again in March, when natural and nuclear disasters struck Japan, most markets bounced back quickly from these unexpected shocks.

Economic sentiment began to deteriorate in earnest in late April when Greece and other members of the European Union struggled with a resurgent sovereign debt crisis, U.S. economic data disappointed as unemployment remained high and housing markets struggled, and a debate regarding U.S. government spending and borrowing intensified. In August, one major credit rating agency made the unprecedented move of downgrading its assessment of long-term U.S. debt. As a result, riskier assets suffered volatility as investors shifted their focus to traditionally defensive investments.

Despite these developments, municipal bond prices were buoyed in 2011 by steady investor demand for a limited supply of newly issued securities, more than offsetting the effects of market weakness at the end of 2010. The expiration of the federally subsidized Build America Bonds program and political pressure to reduce spending led to less municipal borrowing during 2011. Yet, demand remained robust from investors seeking competitive levels of tax-exempt income.

#### Revenue Bonds Buoyed Relative Performance

The fund's results were driven by strong performance among longer-term bonds, which fared well when long-term interest rates fell amid deteriorating economic conditions during much of the reporting period. In addition, the ongoing use of auction rate preferred instruments for the fund's leveraging strategy proved effective as the fund's borrowing costs remained anchored by historically low short-term interest rates.

We maintained underweighted exposure to general obligation bonds amid uncertainty regarding the potential impact of federal budget cuts

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on state budgets. Instead, we focused on revenue bonds backed by essential-services facilities — such as utilities, waterworks and sewer districts—which fared well over the reporting period. Although the fund encountered relatively few disappointments over the reporting period, bonds backed by the states' settlement of litigation with U.S. tobacco companies were hurt by credit-rating downgrades.

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## Investing in a Slow-Growth Environment

Throughout the reporting period, we took steps to improve the fund's risk profile by increasing the credit quality of its holdings, including municipal bonds that historically have been attractive to individual investors. In our view, such securities are likely to be the focus of robust demand as individuals grow more concerned about persistently low interest rates and potential tax increases. At the same time, we intend to remain vigilant in monitoring economic and market developments, including risks stemming from changes in interest rates and credit conditions, until the direction and strength of the U.S. economy become clearer.

December 15, 2011

*Bond funds are subject generally to interest rate, credit, liquidity and market risks, to varying degrees, all of which are more fully described in the fund's prospectus. Generally, all other factors being equal, bond prices are inversely related to interest-rate changes, and rate increases can cause price declines.*

*High yield bonds are subject to increased credit risk and are considered speculative in terms of the issuer's perceived ability to continue making interest payments on a timely basis and to repay principal upon maturity.*

*The use of leverage may magnify the fund's gains or losses. For derivatives with a leveraging component, adverse changes in the value or level of the underlying asset can result in a loss that is much greater than the original investment in the derivative.*

*1 Total return includes reinvestment of dividends and any capital gains paid, based upon net asset value per share. Past performance is no guarantee of future results. Income may be subject to state and local taxes, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors. Capital gains, if any, are fully taxable. Return figures provided reflect the absorption of certain fund expenses by The Dreyfus Corporation pursuant to an undertaking in effect through May 31, 2012, at which time it may be extended, terminated or modified. Had these expenses not been absorbed, the fund's returns would have been lower.*

*2 Distribution rate per share is based upon dividends per share paid from net investment income during the period, divided by the market price per share at the end of the period, adjusted for any capital gain distributions.*

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## SELECTED INFORMATION

November 30, 2011 (Unaudited)

Market Price per share November 30, 2011	\$	8.39
Shares Outstanding November 30, 2011		48,751,823
New York Stock Exchange Ticker Symbol		DSM

## MARKET PRICE (NEW YORK STOCK EXCHANGE)

	Fiscal Year Ended November 30, 2011			
	Quarter Ended	Quarter Ended	Quarter Ended	Quarter Ended
	February 28, 2011	May 31, 2011	August 31, 2011	November 30, 2011
High	\$7.83	\$ 7.91	\$ 8.27	\$ 8.56
Low	7.09	7.41	7.43	7.84

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Close	7.48	7.85	8.27	8.39
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**PERCENTAGE GAIN (LOSS) based on change in Market Price\***

November 22, 1989 (commencement of operations)	
through November 30, 2011	271.75 %
December 1, 2001 through November 30, 2011	92.41
December 1, 2006 through November 30, 2011	25.48
December 1, 2010 through November 30, 2011	13.67
March 1, 2011 through November 30, 2011	18.41
June 1, 2011 through November 30, 2011	10.72
September 1, 2011 through November 30, 2011	3.24

**NET ASSET VALUE PER SHARE**

November 22, 1989 (commencement of operations)	\$	9.32
November 30, 2010		7.87
February 28, 2011		7.51
May 31, 2011		7.79
August 31, 2011		8.03
November 30, 2011		8.10

**PERCENTAGE GAIN based on change in Net Asset Value\***

November 22, 1989 (commencement of operations)	
through November 30, 2011	285.10 %
December 1, 2001 through November 30, 2011	79.40
December 1, 2006 through November 30, 2011	22.19
December 1, 2010 through November 30, 2011	10.72
March 1, 2011 through November 30, 2011	13.86
June 1, 2011 through November 30, 2011	7.71
September 1, 2011 through November 30, 2011	2.65

\* With dividends reinvested.

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**STATEMENT OF INVESTMENTS**

November 30, 2011

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<b>Long-Term Municipal Investments—146.9%</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Alabama—2%</b>				
Jefferson County, Limited Obligation School Warrants	5.00	1/1/24	1,000,000	888,460
<b>Arizona—7.5%</b>				
Barclays Capital Municipal Trust Receipts (Salt River Project Agricultural Improvement and Power District, Salt River Project Electric System Revenue)	5.00	1/1/38	13,198,367 <sup>a,b</sup>	13,799,363
Glendale Western Loop 101 Public Facilities Corporation, Third Lien Excise Tax Revenue	7.00	7/1/33	6,010,000	6,311,161
Pima County Industrial Development Authority, Education Revenue (American Charter Schools Foundation Project)	5.50	7/1/26	4,000,000	3,430,640
Pima County Industrial Development Authority, IDR (Tucson Electric Power Company Project)	5.75	9/1/29	6,000,000	6,119,700
<b>California—15.9%</b>				
Barclays Capital Municipal Trust Receipts (Los Angeles Department of Airports, Senior Revenue (Los Angeles International Airport))	5.00	5/15/31	5,247,500 <sup>a,b,c</sup>	5,568,590
California, GO (Various Purpose)	5.75	4/1/31	7,800,000	8,589,672
California, GO (Various Purpose)	6.00	3/1/33	2,250,000	2,525,670
California, GO (Various Purpose)	6.50	4/1/33	5,000,000	5,834,300
California, GO (Various Purpose)	6.00	11/1/35	5,000,000	5,581,200
California Statewide Communities Development Authority, Revenue (Front Porch Communities and Services Project)	5.13	4/1/37	4,975,000 <sup>b</sup>	4,184,323
Golden State Tobacco				

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Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	4.50	6/1/27	2,000,000	1,593,700
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STATEMENT OF INVESTMENTS (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>California (continued)</b>				
Golden State Tobacco Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	5.00	6/1/33	8,335,000	5,688,471
Los Angeles Department of Water and Power, Power System Revenue	5.00	7/1/34	2,885,000	3,018,778
Sacramento City Unified School District, GO (Insured; Assured Guaranty Municipal Corp.)	0.00	7/1/24	5,220,000 <sup>d</sup>	2,752,871
Sacramento County, Airport System Subordinate and Passenger Facility Charges Grant Revenue	6.00	7/1/35	4,000,000 <sup>c</sup>	4,290,280
San Buenaventura, Revenue (Community Memorial Health System)	7.50	12/1/41	1,500,000	1,575,300
San Diego Public Facilities Financing Authority, Senior Sewer Revenue	5.25	5/15/34	2,500,000	2,657,500
Santa Margarita/Dana Point Authority, Revenue (Santa Margarita Water District Improvement Districts Numbers 2,3 and 4)	5.13	8/1/38	5,000,000	5,235,200
Silicon Valley Tobacco Securitization Authority, Tobacco Settlement Asset-Backed Bonds (Santa Clara County Tobacco				

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Securitization Corporation)	0.00	6/1/36	15,290,000 <sup>d</sup>	1,499,490
Tuolumne Wind Project Authority, Revenue (Tuolumne Company Project)	5.88	1/1/29	2,000,000	2,216,960
<b>Colorado—3%</b>				
Colorado Housing and Finance Authority, Single Family Program Senior and Subordinate Bonds (Collateralized; FHA)	6.60	8/1/32	955,000	1,024,008

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Connecticut—1.3%</b>				
Connecticut Resources Recovery Authority, Special Obligation Revenue (American REF-FUEL Company of Southeastern Connecticut Project)	6.45	11/15/22	4,985,000	4,985,100
<b>Florida—7.7%</b>				
Florida, Department of Transportation Right-of-Way Acquisition and Bridge Construction Bonds	5.00	7/1/24	3,500,000	3,995,775
Highlands County Health Facilities Authority, HR (Adventist Health System/Sunbelt Obligated Group)	5.00	11/15/27	3,500,000	3,614,590
Mid-Bay Bridge Authority, Springing Lien Revenue	7.25	10/1/34	5,000,000 <sup>c</sup>	5,268,750
Orange County School Board, COP (Master Lease Purchase Agreement) (Insured; Assured Guaranty Municipal Corp.)	5.50	8/1/34	4,500,000	4,763,430
Palm Beach County Health Facilities Authority, Retirement Community Revenue (Adult Communities Total Services, Inc. Retirement—				

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Life Communities, Inc. Obligated Group)	5.50	11/15/33	6,825,000	6,642,568
Saint Johns County Industrial Development Authority, Revenue (Presbyterian Retirement Communities Project)	6.00	8/1/45	3,500,000	3,543,260
South Lake County Hospital District, Revenue (South Lake Hospital, Inc.)	6.25	4/1/39	2,500,000	2,549,025
<b>Georgia—4.6%</b>				
Atlanta, Airport General Revenue	5.00	1/1/26	3,500,000 <sup>C</sup>	3,619,945

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STATEMENT OF INVESTMENTS (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Georgia (continued)</b>				
Atlanta, Water and Wastewater Revenue	6.00	11/1/28	4,865,000	5,528,537
Atlanta, Water and Wastewater Revenue (Insured; Assured Guaranty Municipal Corp.)	5.25	11/1/34	3,750,000	3,964,913
Augusta, Airport Revenue	5.45	1/1/31	2,500,000 <sup>C</sup>	2,276,125
Savannah Economic Development Authority, EIR (International Paper Company Project)	6.20	8/1/27	2,670,000	2,728,847
<b>Hawaii—1.2%</b>				
Hawaii Department of Budget and Finance, Special Purpose Revenue (Hawai'i Pacific Health Obligated Group)	5.63	7/1/30	2,500,000	2,568,350
Hawaii Department of Budget and Finance, Special Purpose Revenue (Hawaiian Electric Company, Inc. and Subsidiary Projects)	6.50	7/1/39	2,000,000	2,165,060

<b>Idaho—0%</b>				
Idaho Housing and Finance Association, SFMR (Collateralized; FNMA)				
	6.35	1/1/30	185,000	185,215
<b>Illinois—2.6%</b>				
Chicago, General Airport Third Lien Revenue (Chicago O'Hare International Airport)				
	5.63	1/1/35	3,000,000 <sup>C</sup>	3,231,900
Chicago, SFMR (Collateralized: FHLMC, FNMA and GNMA)				
	6.25	10/1/32	785,000	811,486
Illinois Finance Authority, Recovery Zone Facility Revenue (Navistar International Corporation Project)				
	6.50	10/15/40	2,000,000	2,065,500
Illinois Finance Authority, Revenue (Sherman Health Systems)				
	5.50	8/1/37	1,020,000	965,654

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Illinois (continued)</b>				
Railsplitter Tobacco Settlement Authority, Tobacco Settlement Revenue				
	6.00	6/1/28	3,000,000	3,163,200
<b>Indiana—7%</b>				
Indianapolis Local Public Improvement Bond Bank, Revenue (Indianapolis Airport Authority Project) (Insured; AMBAC)				
	5.00	1/1/36	3,000,000 <sup>C</sup>	2,911,980
<b>Iowa—4%</b>				
Tobacco Settlement Authority of Iowa, Tobacco Settlement Asset-Backed Bonds				
	5.60	6/1/34	2,000,000	1,684,060
<b>Kentucky—3%</b>				
Louisville/Jefferson County Metro Government, Health Facilities Revenue (Jewish				

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Hospital and Saint Mary's HealthCare, Inc. Project)	6.13	2/1/37	1,000,000	1,032,500
<b>Louisiana—2.0%</b>				
Lakeshore Villages Master Community Development District, Special Assessment Revenue	5.25	7/1/17	1,987,000 <sup>e</sup>	794,204
Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue (Westlake Chemical Corporation Projects)	6.75	11/1/32	4,000,000	4,177,880
Louisiana Public Facilities Authority, Revenue (Belle Chasse Educational Foundation Project)	6.50	5/1/31	2,750,000	2,896,190
<b>Maine—.6%</b>				
Maine Health and Higher Educational Facilities Authority, Revenue (MaineGeneral Medical Center Issue)	7.50	7/1/32	2,000,000	2,187,160

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STATEMENT OF INVESTMENTS *(continued)*

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Maryland—.4%</b>				
Maryland Economic Development Corporation, Senior Student Housing Revenue (University of Maryland, Baltimore Project)	5.75	10/1/33	2,550,000	1,680,756
<b>Massachusetts—12.8%</b>				
Barclays Capital Municipal Trust Receipts (Massachusetts Health and Educational Facilities Authority, Revenue (Massachusetts Institute of				

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Technology Issue))	5.00	7/1/38	10,200,000 a,b	10,867,590
JPMorgan Chase Putters/Drivers Trust (Massachusetts, Consolidated Loan)	5.00	4/1/19	6,400,000 a,b	7,237,568
JPMorgan Chase Putters/Drivers Trust (Massachusetts Development Finance Agency, Revenue (Harvard University Issue))	5.25	2/1/34	10,000,000 a,b	11,324,300
Massachusetts Development Finance Agency, Revenue (Tufts Medical Center Issue)	7.25	1/1/32	2,500,000	2,776,375
Massachusetts Health and Educational Facilities Authority, Revenue (Civic Investments Issue) (Prerefunded)	9.00	12/15/12	1,500,000 f	1,629,255
Massachusetts Health and Educational Facilities Authority, Revenue (Partners HealthCare System Issue)	5.75	7/1/32	115,000	115,880
Massachusetts Health and Educational Facilities Authority, Revenue (Suffolk University Issue)	6.25	7/1/30	5,000,000	5,377,250
Massachusetts Housing Finance Agency, Housing Revenue	7.00	12/1/38	5,000,000	5,556,700
Massachusetts Housing Finance Agency, SFHR	5.00	12/1/31	5,575,000	5,589,997

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Michigan—7.8%</b>				
Detroit, Sewage Disposal System Senior Lien Revenue (Insured; Assured Guaranty Municipal Corp.)	7.50	7/1/33	3,500,000	4,144,840

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Kent Hospital Finance Authority, Revenue (Metropolitan Hospital Project)	6.00	7/1/35	2,000,000	1,886,940
Michigan Strategic Fund, LOR (State of Michigan Cadillac Place Office Building Project)	5.25	10/15/31	4,500,000	4,684,455
Michigan Strategic Fund, SWDR (Genesee Power Station Project)	7.50	1/1/21	7,020,000	6,637,199
Royal Oak Hospital Finance Authority, HR (William Beaumont Hospital Obligated Group)	8.00	9/1/29	5,000,000	5,971,850
Wayne County Airport Authority, Airport Revenue (Detroit Metropolitan Wayne County Airport) (Insured; National Public Finance Guarantee Corp.)	5.00	12/1/34	8,260,000 <sup>C</sup>	7,658,589
<b>Minnesota—6%</b>				
Tobacco Securitization Authority of Minnesota, Tobacco Settlement Revenue	5.25	3/1/31	2,500,000	2,530,450
<b>Nevada—1.3%</b>				
Clark County, Passenger Facility Charge Revenue (Las Vegas-McCarran International Airport)	5.00	7/1/30	5,000,000 <sup>C</sup>	5,159,150
<b>New Hampshire—1.4%</b>				
New Hampshire Industrial Development Authority, PCR (Connecticut Light and Power Company Project)	5.90	11/1/16	5,400,000	5,411,772

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STATEMENT OF INVESTMENTS (continued)

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
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**New Jersey—5.0%**

New Jersey Economic Development  
Authority, School Facilities

Construction Revenue	5.50	12/15/29	5,000,000	5,404,600
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New Jersey Economic Development  
Authority, Water Facilities

Revenue (New Jersey—American

Water Company, Inc. Project)	5.70	10/1/39	3,000,000	3,151,800
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Tobacco Settlement Financing

Corporation of New Jersey,

Tobacco Settlement

Asset-Backed Bonds	5.00	6/1/29	250,000	191,143
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Tobacco Settlement Financing

Corporation of New Jersey,

Tobacco Settlement

Asset-Backed Bonds

(Prerefunded)	7.00	6/1/13	10,095,000 <sup>f</sup>	11,089,156
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**New Mexico—1.3%**

Farmington,

PCR (Public Service Company of

New Mexico San Juan Project)	5.90	6/1/40	5,000,000	5,122,100
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**New York—13.7%**

Austin Trust

(Port Authority of New York  
and New Jersey, Consolidated

Bonds, 151st Series)	6.00	9/15/28	10,000,000 <sup>a,b,c</sup>	11,092,700
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Barclays Capital Municipal Trust

Receipts (New York City

Transitional Finance Authority,

Future Tax Secured Revenue)	5.00	5/1/30	4,488,203 <sup>a,b</sup>	4,876,341
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Barclays Capital Municipal Trust

Receipts (New York City

Transitional Finance

Authority, Future Tax Secured

Subordinate Revenue)	5.50	11/1/27	5,000,000 <sup>a,b</sup>	5,805,250
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JPMorgan Chase Putters/Drivers

Trust (New York City

Transitional Finance

Authority, Future Tax Secured

Subordinate Revenue)	5.25	11/1/18	5,000,000 <sup>a,b</sup>	5,789,750
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Long Island Power Authority,

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Electric System				
General Revenue	6.25	4/1/33	3,000,000	3,428,370

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New York (continued)</b>				
Metropolitan Transportation Authority, Transportation Revenue	6.25	11/15/23	8,425,000 <sup>c</sup>	9,974,358
New York City Educational Construction Fund, Revenue	6.50	4/1/28	2,785,000	3,345,704
New York City Industrial Development Agency, Special Facility Revenue (American Airlines, Inc. John F. Kennedy International Airport Project)	7.75	8/1/31	5,000,000 <sup>c</sup>	4,315,900
New York State Dormitory Authority, Revenue (Suffolk County Judicial Facility)	9.50	4/15/14	605,000	679,802
Port Authority of New York and New Jersey, Special Project Bonds (JFK International Air Terminal LLC Project)	6.00	12/1/36	4,710,000 <sup>c</sup>	4,927,508
<b>North Carolina—3.1%</b>				
Barclays Capital Municipal Trust Receipts (North Carolina Medical Care Commission, Health Care Facilities Revenue (Duke University Health System))	5.00	6/1/42	10,000,000 <sup>a,b</sup>	10,218,800
North Carolina Housing Finance Agency, Home Ownership Revenue	5.88	7/1/31	1,955,000	1,956,447
<b>Ohio—5.0%</b>				
Buckeye Tobacco Settlement Financing Authority, Tobacco Settlement Asset-Backed Bonds	5.88	6/1/47	2,500,000	1,750,725
Butler County, Hospital Facilities Revenue (UC Health)	5.50	11/1/40	3,000,000	2,925,660

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Ohio Air Quality Development Authority, Air Quality Revenue (Ohio Valley Electric Corporation Project)	5.63	10/1/19	4,200,000	4,643,100
Port of Greater Cincinnati Development Authority, Tax Increment Development Revenue (Fairfax Village Red Bank Infrastructure Project)	5.63	2/1/36	2,530,000 <sup>b</sup>	1,893,553

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STATEMENT OF INVESTMENTS (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Ohio (continued)</b>				
Toledo-Lucas County Port Authority, Special Assessment Revenue (Crocker Park Public Improvement Project)	5.38	12/1/35	3,000,000	2,766,690
University of Akron, General Receipts Bonds (Insured; Assured Guaranty Municipal Corp.)	5.00	1/1/22	5,000,000	5,627,150
<b>Oregon—4%</b>				
Warm Springs Reservation Confederated Tribes, Hydroelectric Revenue (Pelton Round Butte Project)	6.38	11/1/33	1,500,000	1,511,760
<b>Pennsylvania—3.0%</b>				
Delaware County Industrial Development Authority, Charter School Revenue (Chester Community Charter School Project)	6.13	8/15/40	3,500,000	3,248,665
JPMorgan Chase Putters/Drivers Trust (Geisinger Authority, Health System Revenue (Geisinger Health System))	5.13	6/1/35	3,000,000 <sup>a,b</sup>	3,116,640

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Philadelphia, GO	6.50	8/1/41	4,700,000	5,377,317
<b>Rhode Island—1.4%</b>				
Rhode Island Health and Educational Building Corporation, Hospital Financing Revenue (Lifespan Obligated Group Issue) (Insured; Assured Guaranty Municipal Corp.)	7.00	5/15/39	5,000,000	5,666,250
<b>Tennessee—1.6%</b>				
Metropolitan Government of Nashville and Davidson County Health and Educational Facilities Board, Revenue (The Vanderbilt University)	5.50	10/1/29	2,500,000	2,857,450

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Tennessee (continued)</b>				
Metropolitan Government of Nashville and Davidson County Health and Educational Facilities Board, Revenue (The Vanderbilt University)	5.50	10/1/34	3,000,000	3,333,000
<b>Texas—20.9%</b>				
Barclays Capital Municipal Trust Receipts (Leander Independent School District, Unlimited Tax School Building Bonds (Permanent School Fund Guarantee Program))	5.00	8/15/40	9,997,299 <sup>a,b</sup>	10,562,499
Barclays Capital Municipal Trust Receipts (Texas A&M University System Board of Regents, Financing System Revenue) Dallas-Fort Worth International Airport Facility Improvement	5.00	5/15/39	13,160,000 <sup>a,b</sup>	14,033,034

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Corporation, Revenue (Learjet Inc. Project)	6.15	1/1/16	3,000,000 <sup>C</sup>	3,000,330
Harris County Health Facilities Development Corporation, HR (Memorial Hermann Healthcare System)	7.25	12/1/35	9,290,000	10,450,971
Harris County Health Facilities Development Corporation, Revenue (CHRISTUS Health) (Insured; Assured Guaranty Municipal Corp.)	5.00	7/1/15	1,500,000	1,644,315
Houston, Combined Utility System First Lien Revenue (Insured; Assured Guaranty Municipal Corp.)	6.00	11/15/36	5,000,000	5,665,100
Matagorda County Navigation District Number One, Revenue (Houston Lighting and Power Company Project) (Insured; AMBAC)	5.13	11/1/28	4,295,000	4,508,805

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STATEMENT OF INVESTMENTS *(continued)*

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Texas (continued)</b>				
North Texas Tollway Authority, First Tier System Revenue (Insured; Assured Guaranty Municipal Corp.)	5.75	1/1/40	14,705,000 <sup>C</sup>	15,653,325
North Texas Tollway Authority, Second Tier System Revenue	5.75	1/1/38	6,650,000 <sup>C</sup>	6,885,676
Texas Department of Housing and Community Affairs, Home Mortgage Revenue (Collateralized: FHLMC, FNMA and GNMA)	13.14	7/2/24	700,000 <sup>9</sup>	767,802

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Texas Department of Housing and Community Affairs, Residential Mortgage Revenue (Collateralized: FHLMC, FNMA and GNMA)	5.35	7/1/33	4,540,000	4,553,211
Texas Turnpike Authority, Central Texas Turnpike System Revenue (Insured; AMBAC)	5.25	8/15/42	5,375,000 <sup>c</sup>	5,330,011
<b>Virginia—4.3%</b>				
Henrico County Industrial Development Authority, Revenue (Bon Secours Health System) (Insured; Assured Guaranty Municipal Corp.)	11.14	8/23/27	7,200,000 <sup>g</sup>	8,115,552
Virginia Housing Development Authority, Commonwealth Mortgage Revenue	6.25	7/1/31	5,140,000	5,517,379
Washington County Industrial Development Authority, HR (Mountain States Health Alliance)	7.75	7/1/38	3,000,000	3,405,630
<b>Washington—4.1%</b>				
Barclays Capital Municipal Trust Receipts (King County, Sewer Revenue)	5.00	1/1/29	8,577,246 <sup>a,b</sup>	9,462,059

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Washington (continued)</b>				
Washington Health Care Facilities Authority, Mortgage Revenue (Highline Medical Center) (Collateralized; FHA)	6.25	8/1/36	5,975,000	6,656,748
<b>West Virginia—2.0%</b>				
The County Commission of Harrison County, SWDR (Allegheny Energy Supply Company, LLC Harrison Station Project)	5.50	10/15/37	7,920,000	7,769,441

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**Wisconsin—5.9%**

Badger Tobacco Asset Securitization Corporation, Tobacco Settlement Asset-Backed Bonds (Prerefunded)	6.13	6/1/12	3,865,000 <sup>f</sup>	3,978,940
Badger Tobacco Asset Securitization Corporation, Tobacco Settlement Asset-Backed Bonds (Prerefunded)	7.00	6/1/12	14,570,000 <sup>f</sup>	15,062,757
Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Health Care, Inc.)	6.40	4/15/33	4,000,000	4,080,440

**U.S. Related—5.6%**

Guam, GO	7.00	11/15/39	1,500,000	1,549,725
Puerto Rico Commonwealth, Public Improvement GO	5.50	7/1/32	1,500,000	1,522,665
Puerto Rico Commonwealth, Public Improvement GO	6.00	7/1/39	1,610,000	1,683,142
Puerto Rico Commonwealth, Public Improvement GO	6.50	7/1/40	2,390,000	2,642,049
Puerto Rico Sales Tax Financing Corporation, Sales Tax Revenue (First Subordinate Series)	5.38	8/1/39	2,500,000	2,578,125

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STATEMENT OF INVESTMENTS *(continued)*

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>U.S. Related (continued)</b>				
Puerto Rico Sales Tax Financing Corporation, Sales Tax Revenue (First Subordinate Series)	6.00	8/1/42	10,000,000	10,811,600
Virgin Islands Public Finance Authority, Revenue (Virgin Islands Matching Fund Loan Notes)				

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(Senior Lien/Capital Projects)	5.00	10/1/39	1,250,000	1,155,513
<b>Total Long-Term Municipal Investments</b>				
(cost \$552,830,347)				<b>580,082,290</b>
<b>Short-Term Municipal Investments—1.3%</b>				
<b>California—.7%</b>				
California,				
Economic Recovery Bonds				
(LOC; JPMorgan Chase Bank)	0.07	12/1/11	1,400,000 <sup>h</sup>	1,400,000
California,				
GO Notes				
(Kindergarten-University)				
(LOC: California State				
Teachers Retirement				
System and Citibank NA)	0.09	12/1/11	300,000 <sup>h</sup>	300,000
Irvine Assessment District Number				
05-21, Limited Obligation				
Improvement Bonds (LOC:				
California State Teachers				
Retirement System and				
U.S. Bank NA)	0.14	12/1/11	1,400,000 <sup>h</sup>	1,400,000

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<b>Short-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New York—.6%</b>				
New York City,				
GO Notes (LOC; JPMorgan				
Chase Bank)	0.12	12/1/11	2,200,000 <sup>h</sup>	2,200,000
<b>Total Short-Term Municipal Investments</b>				
(cost \$5,300,000)				<b>5,300,000</b>
<b>Total Investments</b> (cost \$558,130,347)			<b>148.2 %</b>	<b>585,382,290</b>
<b>Liabilities, Less Cash and Receivables</b>			<b>(12.9 %)</b>	<b>(50,926,880 )</b>
<b>Preferred Stock, at redemption value</b>			<b>(35.3 %)</b>	<b>(139,500,000 )</b>
<b>Net Assets Applicable to Common Shareholders</b>			<b>100.0 %</b>	<b>394,955,410</b>

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*a Collateral for floating rate borrowings.*

*b 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 November 30, 2011, these securities were valued at \$129,832,360 or 32.9% of net assets applicable to Common Shareholders.*

*c At November 30, 2011, the fund had \$101,165,117 or 25.6% of net assets applicable to Common Shareholders invested in securities whose payment of principal and interest is dependent upon revenues generated from transportation.*

*d Security issued with a zero coupon. Income is recognized through the accretion of discount.*

*e Non-income producing—security in default.*

*f 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.*

*g Inverse floater security—the interest rate is subject to change periodically. Rate shown is the interest rate in effect at November 30, 2011.*

*h Variable rate demand note—rate shown is the interest rate in effect at November 30, 2011. Maturity date represents the next demand date, or the ultimate maturity date if earlier.*

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#### STATEMENT OF INVESTMENTS *(continued)*

##### Summary of Abbreviations

<b>ABAG</b>	Association of Bay Area Governments	<b>ACA</b>	American Capital Access
<b>AGC</b>	ACE Guaranty Corporation	<b>AGIC</b>	Asset Guaranty Insurance Company
<b>AMBAC</b>	American Municipal Bond Assurance Corporation	<b>ARRN</b>	Adjustable Rate Receipt Notes
<b>BAN</b>	Bond Anticipation Notes	<b>BPA</b>	Bond Purchase Agreement
<b>CIFG</b>	CDC Ixis Financial Guaranty	<b>COP</b>	Certificate of Participation
<b>CP</b>	Commercial Paper	<b>EDR</b>	Economic Development Revenue
<b>EIR</b>	Environmental Improvement Revenue	<b>FGIC</b>	Financial Guaranty Insurance Company
<b>FHA</b>	Federal Housing Administration	<b>FHLB</b>	Federal Home Loan Bank
<b>FHLMC</b>	Federal Home Loan Mortgage Corporation	<b>FNMA</b>	Federal National Mortgage Association
<b>GAN</b>	Grant Anticipation Notes	<b>GIC</b>	Guaranteed Investment Contract
<b>GNMA</b>	Government National Mortgage Association	<b>GO</b>	General Obligation
<b>HR</b>	Hospital Revenue	<b>IDB</b>	Industrial Development Board
<b>IDC</b>	Industrial Development Corporation	<b>IDR</b>	Industrial Development Revenue
<b>LOC</b>	Letter of Credit	<b>LOR</b>	Limited Obligation Revenue
<b>LR</b>	Lease Revenue	<b>MFHR</b>	Multi-Family Housing Revenue
<b>MFMR</b>	Multi-Family Mortgage Revenue	<b>PCR</b>	Pollution Control Revenue
<b>PILOT</b>	Payment in Lieu of Taxes	<b>PUTTERS</b>	Puttable Tax-Exempt Receipts

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<b>RAC</b>	Revenue Anticipation Certificates	<b>RAN</b>	Revenue Anticipation Notes
<b>RAW</b>	Revenue Anticipation Warrants	<b>RRR</b>	Resources Recovery Revenue
<b>SAAN</b>	State Aid Anticipation Notes	<b>SBPA</b>	Standby Bond Purchase Agreement
<b>SFHR</b>	Single Family Housing Revenue	<b>SFMR</b>	Single Family Mortgage Revenue
<b>SONYMA</b>	State of New York Mortgage Agency	<b>SWDR</b>	Solid Waste Disposal Revenue
<b>TAN</b>	Tax Anticipation Notes	<b>TAW</b>	Tax Anticipation Warrants
<b>TRAN</b>	Tax and Revenue Anticipation Notes	<b>XLCA</b>	XL Capital Assurance

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### Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%) <sup>†</sup>
AAA		Aaa		AAA	19.5
AA		Aa		AA	22.9
A		A		A	30.2
BBB		Baa		BBB	19.5
BB		Ba		BB	2.9
B		B		B	.8
CCC		Caa		CCC	.8
F1		MIG1/P1		SP1/A1	.6
Not Rated <sup>i</sup>		Not Rated <sup>i</sup>		Not Rated <sup>i</sup>	2.8
					<b>100.0</b>

<sup>†</sup>Based on total investments.

<sup>i</sup> Securities which, while not rated by Fitch, Moody's and Standard & Poor's, have been determined by the Manager to be of comparable quality to those rated securities in which the fund may invest.

See notes to financial statements.

The Fund **23**

## STATEMENT OF ASSETS AND LIABILITIES

November 30, 2011

	Cost	Value
<b>Assets (\$):</b>		
Investments in securities—See Statement of Investments	558,130,347	585,382,290
Interest receivable		9,742,613
Prepaid expenses		15,220

	<b>595,140,123</b>
<b>Liabilities (\$):</b>	
Due to The Dreyfus Corporation and affiliates—Note 2(a)	292,369
Cash overdraft due to Custodian	2,062,884
Payable for floating rate notes issued—Note 3	57,128,615
Payable for investment securities purchased	915,972
Interest and expense payable related to floating rate notes issued—Note 3	115,330
Commissions payable	7,427
Dividends payable to Preferred Shareholders	3,167
Accrued expenses	158,949
	<b>60,684,713</b>
<b>Auction Preferred Stock</b> , Series A, B and C, par value \$.001 per share (5,580 shares issued and outstanding at \$25,000 per share liquidation value)—Note 1	<b>139,500,000</b>
<b>Net Assets Applicable to Common Shareholders (\$)</b>	<b>394,955,410</b>
<b>Composition of Net Assets (\$):</b>	
Common Stock, par value, \$.001 per share (48,751,823 shares issued and outstanding)	48,752
Paid-in capital	423,488,653
Accumulated undistributed investment income—net	8,944,685
Accumulated net realized gain (loss) on investments	(64,778,623 )
Accumulated net unrealized appreciation (depreciation) on investments	27,251,943
<b>Net Assets Applicable to Common Shareholders (\$)</b>	<b>394,955,410</b>
<b>Shares Outstanding</b>	
(110 million shares of \$.001 par value Common Stock authorized)	48,751,823
<b>Net Asset Value</b> , per share of Common Stock (\$)	<b>8.10</b>

See notes to financial statements.

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## STATEMENT OF OPERATIONS

Year Ended November 30, 2011

<b>Investment Income (\$):</b>	
<b>Interest Income</b>	<b>32,202,047</b>
<b>Expenses:</b>	
Investment advisory fee—Note 2(a)	2,595,073

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Administration fee—Note 2(a)	1,297,537
Interest and expense related to floating rate notes issued—Note 3	366,489
Commission fees—Note 1	232,316
Professional fees	106,997
Shareholders' reports	72,757
Directors' fees and expenses—Note 2(b)	63,548
Registration fees	50,192
Shareholder servicing costs	28,096
Custodian fees—Note 2(a)	3,740
Miscellaneous	99,128
<b>Total Expenses</b>	<b>4,915,873</b>
Less—reduction in investment advisory fee due to undertaking—Note 2(a)	(519,015 )
<b>Net Expenses</b>	<b>4,396,858</b>
<b>Investment Income—Net</b>	<b>27,805,189</b>
<b>Realized and Unrealized Gain (Loss) on Investments—Note 3 (\$):</b>	
Net realized gain (loss) on investments	(21,888,260 )
Net unrealized appreciation (depreciation) on investments	33,481,801
<b>Net Realized and Unrealized Gain (Loss) on Investments</b>	<b>11,593,541</b>
<b>Dividends to Preferred Shareholders</b>	<b>(436,571 )</b>
<b>Net Increase in Net Assets Applicable to Common Shareholders Resulting from Operations</b>	<b>38,962,159</b>

See notes to financial statements.

The Fund 25

## STATEMENT OF CASH FLOWS

Year Ended November 30, 2011

<b>Cash Flows from Operating Activities (\$):</b>	
Interest received	32,347,488
Operating expenses paid	(4,076,387 )
Dividends paid to Preferred Shareholders	(438,195 )
Purchases of portfolio securities	(104,991,704 )
Net purchases of short-term portfolio securities	(4,900,000 )
Proceeds from sales of portfolio securities	108,250,269
	<b>26,191,471</b>
<b>Cash Flows from Financing Activities (\$):</b>	
Net proceeds from floating rate notes issued	10,588,615

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Dividends paid to Common Shareholders	(26,300,171 )	
Redemptions of Auction Preferred Stock	(9,975,000 )	
Interest and expense related to floating rate notes issued paid	(409,605 )	<b>(26,096,161 )</b>
Increase in cash		<b>95,310</b>
Cash overdraft at beginning of period		(2,158,194 )
<b>Cash overdraft at end of period</b>		<b>(2,062,884 )</b>
<b>Reconciliation of Net Increase in Net Assets Applicable to</b>		
<b>Common Shareholders Resulting from Operations to</b>		
<b>Net Cash Provided by Operating Activities (\$):</b>		
Net Increase in Net Assets Applicable to Common		
Shareholders Resulting From Operations		<b>38,962,159</b>
<b>Adjustments to reconcile net increase in net assets applicable to</b>		
<b>common shareholders resulting from operations to</b>		
<b>net cash provided by operating activities (\$):</b>		
Decrease in investments in securities, at cost		17,970,485
Decrease in receivable for investment securities sold		3,010,833
Decrease in payable for investment securities purchased		(734,493 )
Decrease in interest receivable		73,489
Decrease in commissions payable and accrued expenses		(54,952 )
Decrease in prepaid expenses		7,122
Increase in Due to The Dreyfus Corporation and affiliates		1,812
Decrease in dividends payable to Preferred Shareholders		(1,624 )
Interest and expense related to floating rate notes issued		366,489
Net unrealized appreciation on investments		(33,481,801 )
Net amortization of premiums on investments		71,952
<b>Net Cash Provided by Operating Activities</b>		<b>26,191,471</b>
<b>Supplemental disclosure of cash flow information (\$):</b>		
Non-cash financing activities:		
Reinvestment of dividends		<b>1,430,458</b>

See notes to financial statements.

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STATEMENT OF CHANGES IN NET ASSETS

	Year Ended November 30,	
	2011	2010
<b>Operations (\$):</b>		
Investment income—net	27,805,189	28,800,183

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Net realized gain (loss) on investments	(21,888,260 )	(5,075,623 )
Net unrealized appreciation (depreciation) on investments	33,481,801	396,358
Dividends to Preferred Shareholders	(436,571 )	(674,699 )
<b>Net Increase in Net Assets</b>		
<b>Applicable to Common Shareholders</b>		
<b>Resulting from Operations</b>	<b>38,962,159</b>	<b>23,446,219</b>
<b>Dividends to Common Shareholders from (\$):</b>		
<b>Investment income—net</b>	<b>(27,730,629 )</b>	<b>(26,194,055 )</b>
<b>Capital Stock Transactions (\$):</b>		
<b>Dividends reinvested</b>	<b>1,430,458</b>	<b>584,516</b>
<b>Total Increase (Decrease) in Net Assets</b>		
<b>Applicable to Common Shareholders</b>	<b>12,661,988</b>	<b>(2,163,320 )</b>
<b>Net Assets Applicable to</b>		
<b>Common Shareholders (\$):</b>		
Beginning of Period	382,293,422	384,456,742
<b>End of Period</b>	<b>394,955,410</b>	<b>382,293,422</b>
Undistributed investment income—net	8,944,685	9,525,360
<b>Capital Share Transactions (Shares):</b>		
<b>Increase in Common Shares Outstanding</b>		
<b>as a Result of Dividends Reinvested</b>	<b>185,781</b>	<b>70,313</b>

See notes to financial statements.

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## FINANCIAL HIGHLIGHTS

The following table describes the performance for the fiscal periods indicated. Total return shows how much your investment in the fund would have increased (or decreased) during each period, assuming you had reinvested all dividends and distributions. These figures have been derived from the fund's financial statements, and with respect to common stock, market price data for the fund's common shares.

	Year Ended November 30,				
	2011	2010	2009	2008	2007
<b>Per Share Data (\$):</b>					
Net asset value, beginning of period	7.87	7.93	6.76	8.60	9.21
Investment Operations:					
Investment income—net	.57	.59	.64	.63	.62
Net realized and unrealized gain (loss) on investments	.24	(.10 )	1.02	(1.86 )	(.59 )
Dividends to Preferred Shareholders					

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from investment income—net	(.01 )	(.01 )	(.03 )	(.14 )	(.14 )
Total from Investment Operations	.80	.48	1.63	(1.37 )	(.11 )
Distributions to Common Shareholders:					
Dividends from investment income—net	(.57 )	(.54 )	(.46 )	(.47 )	(.50 )
Net asset value, end of period	8.10	7.87	7.93	6.76	8.60
Market value, end of period	8.39	7.94	7.58	5.53	7.77
<b>Total Return (%)<sup>b</sup></b>	13.67	11.95	46.74	(24.12 )	(1.17 )

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	Year Ended November 30,		
	2011	2010	2009