

DREYFUS STRATEGIC MUNICIPALS INC
Form N-Q
February 15, 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 811-5245

Dreyfus Strategic Municipals, 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: 9/30
Date of reporting period: 12/31/06

FORM N-Q

Item 1. Schedule of Investments.

STATEMENT OF INVESTMENTS

Dreyfus Strategic Municipals, Inc.
December 31, 2006 (Unaudited)

Long-Term Municipal Investments--154.7%	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Alabama--5.3%				
Houston County Health Care Authority (Insured; AMBAC)	6.25	10/1/09	8,000,000 a	8,620,080

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Jefferson County, Limited Obligation School Warrants	5.25	1/1/18	16,000,000	17,256,960
Jefferson County, Limited Obligation School Warrants	5.50	1/1/22	4,000,000	4,369,800
Alaska--.7%				
Alaska Housing Finance Corp. (Insured; MBIA)	6.00	6/1/49	4,000,000	4,172,840
Arizona--3.7%				
Arizona Health Facilities Authority, Health Care Facilities Revenue (The Beatitudes Campus Project)	5.10	10/1/22	3,000,000 b	3,008,220
Maricopa County Pollution Control Corp., PCR (Public Service Co. of New Mexico Palo Verde Project)	5.75	11/1/22	6,000,000	6,068,400
Navajo County Industrial Development Authority, IDR (Stone Container Corp. Project)	7.40	4/1/26	1,585,000	1,624,625
Scottsdale Industrial Development Authority, HR (Scottsdale Healthcare)	5.80	12/1/11	6,000,000 a	6,610,740
Tucson, Water System Revenue (Insured; FGIC)	5.00	7/1/12	3,500,000 a	3,734,640
Arkansas--1.6%				
Arkansas Development Finance Authority, SFMR (Mortgage Backed Securities Program) (Collateralized: FNMA and GNMA)	6.25	1/1/32	2,675,000	2,730,319
Little Rock School District (Insured; FSA)	5.25	2/1/10	6,000,000 a	6,271,020
California--8.4%				
California, GO	4.75	9/1/28	5,000,000	5,150,250
California, GO	5.25	4/1/34	5,000,000	5,355,100
California, GO (Various Purpose)	5.50	4/1/28	3,565,000	3,996,329
California, GO (Various Purpose)	5.00	2/1/33	10,000,000	10,445,200
California Pollution Control Financing Authority, SWDR (Keller Canyon Landfill Co. Project)	6.88	11/1/27	2,000,000	2,012,920
California Statewide Communities				

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Development Authority, Revenue (Bentley School)	6.75	7/1/32	2,000,000	2,174,240
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Golden State Tobacco Securitization Corp., Tobacco Settlement Asset-Backed Bonds	5.00	6/1/21	1,590,000	1,602,100
Golden State Tobacco Securitization Corp., Tobacco Settlement Asset-Backed Bonds	7.80	6/1/42	8,100,000	9,889,857
Golden State Tobacco Securitization Corp., Tobacco Settlement Asset-Backed Bonds	7.90	6/1/42	2,000,000	2,453,220
State Public Works Board of California, LR Department of General Services (Butterfield State Office Complex)	5.25	6/1/30	5,000,000	5,356,200
Colorado--6.4%				
Beacon Point Metropolitan District, GO	6.25	12/1/35	2,000,000	2,141,660
Colorado Housing Finance Authority (Single Family Program) (Collateralized; FHA)	6.60	8/1/32	2,100,000	2,197,923
Denver City and County, Special Facilities Airport Revenue (United Airlines Project)	6.88	10/1/32	7,135,000	7,381,157
Northwest Parkway Public Highway Authority, Revenue	7.13	6/15/41	10,750,000	11,286,963
Regional Transportation District, Sales Tax Revenue (FasTracks Project) (Insured; AMBAC)	4.50	11/1/32	8,185,000	8,213,648
Salida Hospital District, HR	5.25	10/1/36	3,500,000	3,567,970
Southlands Metropolitan District Number 1, GO	7.13	12/1/34	2,000,000	2,219,200
Florida--4.2%				
Deltona, Utilities System Revenue (Insured; MBIA)	5.13	10/1/27	6,000,000	6,350,220
Florida Housing Finance Corp., Housing Revenue (Nelson Park Apartments) (Insured; FSA)	6.40	3/1/40	5,000	5,281
Florida Housing Finance Corp., Housing Revenue (Nelson Park Apartments) (Insured; FSA)	9.50	3/1/40	8,250,000 c,d	8,944,733
Orange County Health Facilities Authority, HR (Orlando				

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Regional Healthcare System) Orange County Health Facilities Authority, HR (Orlando Regional Healthcare System) Palm Bay, Educational Facilities Revenue (Patriot Charter School Project)	6.00	10/1/09	45,000 a	48,159
Regional Healthcare System) Palm Bay, Educational Facilities Revenue (Patriot Charter School Project)	6.00	10/1/26	1,955,000	2,070,032
Palm Beach County School Board, COP (Master Lease Purchase Agreement) (Insured; FGIC)	7.00	7/1/36	1,000,000	1,103,390
Georgia--2.2% Augusta, Water and Sewer Revenue (Insured; FSA)	5.00	8/1/29	5,470,000	5,742,570
	5.25	10/1/39	3,000,000	3,238,410
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Brooks County Development Authority, Senior Health and Housing Facilities Revenue (Presbyterian Home, Quitman, Inc.) (Collateralized; GNMA)	5.70	1/20/39	4,445,000	4,908,925
Milledgeville-Baldwin County Development Authority, Revenue (Georgia College and State Foundation)	6.00	9/1/13	2,090,000	2,295,572
Milledgeville-Baldwin County Development Authority, Revenue (Georgia College and State Foundation)	6.00	9/1/33	2,000,000	2,203,480
Hawaii--.4% Hawaii Department of Transportation, Special Facilities Revenue (Caterair International Corp. Project)	10.13	12/1/10	2,400,000	2,407,608
Idaho--.6% Power County Industrial Development Corp., SWDR (FMC Corp. Project)	6.45	8/1/32	3,250,000	3,460,178
Illinois--12.2% Cary, Special Service Area Number One, Special Tax Bonds (Insured; Radian)	5.00	3/1/30	1,950,000	2,021,740
Chicago (Insured; FGIC)	6.13	7/1/10	14,565,000 a	15,864,344
Chicago, SFMR (Collateralized: FHLMC,				

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FNMA and GNMA) Chicago, Wastewater Transmission Revenue (Insured; MBIA) Chicago O'Hare International Airport, Special Facilities Revenue (American Airlines Inc. Project)	6.55	4/1/33	2,990,000	3,015,086
Illinois Educational Facilities Authority, Revenue (Northwestern University) Illinois Educational Facilities Authority, Revenue (University of Chicago) (Insured; MBIA)	6.00	1/1/10	3,000,000 a	3,222,750
Illinois Health Facilities Authority, Revenue (Advocate Health Care Network)	8.20	12/1/24	6,500,000	6,696,950
Illinois Health Facilities Authority, Revenue (OSF Healthcare System)	5.00	12/1/38	5,000,000	5,230,300
Illinois Health Facilities Authority, Revenue (Swedish American Hospital)	5.13	7/1/08	5,000 a	5,163
Illinois Housing Development Authority, Homeowner Mortgage Revenue	6.13	11/15/10	4,020,000 a	4,367,449
Lombard Public Facilities Corp., Conference Center and First Tier Hotel Revenue	6.25	11/15/09	7,730,000 a	8,356,826
	6.88	5/15/10	4,960,000 a	5,449,651
	5.10	8/1/31	5,555,000	5,773,867
	7.13	1/1/36	3,500,000	3,765,335
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Metropolitan Pier and Exposition Authority, Dedicated State Tax Revenue (McCormick Place Expansion) (Insured; MBIA)	5.25	6/15/42	5,325,000	5,702,276
Indiana--2.1% Franklin Township School Building Corp., First Mortgage	6.13	7/15/10	6,500,000 a	7,142,265
Indiana Housing Finance Authority, SFMR Petersburg, SWDR (Indianapolis Power and Light Company Project)	5.95	1/1/29	720,000	731,347
Kansas--5.5% Kansas Development Finance Authority, Health Facilities Revenue (Sisters of Charity of Leavenworth Health Services	6.38	11/1/29	4,150,000	4,503,497

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Corp.)	6.25	12/1/28	3,000,000	3,242,460
Kansas Development Finance Authority, Revenue (Kansas Board of Regents-Scientific Research and Development Facilities Projects) (Insured; AMBAC)	5.00	10/1/21	5,290,000	5,667,071
Sedgwick and Shawnee Counties, SFMR (Mortgage-Backed Securities Program) (Collateralized: FHLMC, FNMA and GNMA)	5.25	12/1/38	4,000,000	4,237,480
Sedgwick and Shawnee Counties, SFMR (Mortgage-Backed Securities Program) (Collateralized: FNMA and GNMA)	6.30	12/1/32	4,795,000	4,866,206
Sedgwick and Shawnee Counties, SFMR (Mortgage-Backed Securities Program) (Collateralized: FNMA and GNMA)	5.70	12/1/35	2,745,000	2,863,721
Wichita, Hospital Facilities Improvement Revenue (Via Christi Health System Inc.)	6.25	11/15/24	10,000,000	10,609,000
Kentucky--1.2%				
Kentucky Area Development Districts Financing Trust, COP (Lease Acquisition Program)	5.50	5/1/27	2,000,000	2,120,620
Kentucky Economic Development Finance Authority, MFHR (Christian Care Communities Projects) (Collateralized; GNMA)	5.25	11/20/25	2,370,000	2,576,640
Kentucky Economic Development Finance Authority, MFHR (Christian Care Communities Projects) (Collateralized; GNMA)	5.38	11/20/35	1,805,000	1,972,630
Louisiana--.2%				
Saint James Parish, SWDR (Freeport-McMoRan Partnership Project)	7.70	10/1/22	1,405,000	1,407,571
Maine--.5%				
Maine Housing Authority, Mortgage Purchase	5.30	11/15/23	2,825,000	2,944,300

Maryland--2.3%

Maryland Community Development Administration, Department of

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Housing and Community Development, Residential Revenue	5.75	9/1/37	2,500,000	2,685,300
Maryland Economic Development Corp., Senior Student Housing Revenue (University of Maryland, Baltimore Project)	5.75	10/1/33	4,500,000	4,515,750
Maryland Economic Development Corp., Student Housing Revenue (University of Maryland, College Park Project)	6.50	6/1/13	3,000,000 a	3,484,530
Maryland Health and Higher Educational Facilities Authority, Revenue (Maryland Institute College of Art Issue)	5.00	6/1/30	2,500,000	2,597,975
Massachusetts--2.4%				
Massachusetts Health and Educational Facilities Authority, Revenue (Civic Investments Issue)	9.00	12/15/15	1,800,000	2,203,398
Massachusetts Health and Educational Facilities Authority, Revenue (Partners Healthcare System)	5.75	7/1/32	5,000,000	5,417,600
Massachusetts Industrial Finance Agency, RRR (Ogden Haverhill Project)	5.60	12/1/19	6,000,000	6,231,600
Michigan--7.0%				
Charyl Stockwell Academy, COP	5.90	10/1/35	2,580,000	2,687,973
Detroit School District, School Building and Site Improvement (Insured; FGIC)	5.00	5/1/28	5,000,000	5,213,250
Kent Hospital Finance Authority, Revenue (Metropolitan Hospital Project)	6.00	7/1/35	5,930,000	6,547,550
Kent Hospital Finance Authority, Revenue (Metropolitan Hospital Project)	6.25	7/1/40	3,000,000	3,355,260
Michigan Hospital Finance Authority, HR (Ascension Health Credit)	6.13	11/15/09	5,000,000 a	5,389,250
Michigan Strategic Fund, LOR (Detroit Edison Co. Exempt Facilities Project) (Insured; XLCA)	5.25	12/15/32	3,000,000	3,166,980
Michigan Strategic Fund, SWDR (Genesee Power Station				

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Project)	7.50	1/1/21	14,000,000	13,999,720
Minnesota--4.9%				
Dakota County Community Development Agency, SFMR (Mortgage-Backed Securities Program) (Collateralized: FHLMC, FNMA and GNMA)	5.15	12/1/38	2,500,000	2,620,250
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Dakota County Community Development Agency, SFMR (Mortgage-Backed Securities Program) (Collateralized: FHLMC, FNMA and GNMA)	5.30	12/1/39	4,999,094	5,346,531
Duluth Economic Development Authority, Health Care Facilities Revenue (Saint Luke's Hospital)	7.25	6/15/32	5,000,000	5,552,200
Saint Paul Housing and Redevelopment Authority, Hospital Facility Revenue (HealthEast Project)	6.00	11/15/25	2,000,000	2,221,320
Saint Paul Housing and Redevelopment Authority, Hospital Facility Revenue (HealthEast Project)	6.00	11/15/30	2,000,000	2,212,060
Saint Paul Port Authority, Hotel Facility Revenue (Radisson Kellogg Project)	7.38	8/1/08	3,000,000 a	3,258,030
United Hospital District of Todd, Morrison, Cass and Wadena Counties, GO Health Care Facilities Revenue (Lakewood Health System)	5.13	12/1/24	1,500,000	1,567,935
Winona, Health Care Facilities Revenue (Winona Health Obligated Group)	6.00	7/1/26	5,000,000	5,484,150
Mississippi--3.3%				
Clairborne County, PCR (System Energy Resources, Inc. Project)	6.20	2/1/26	4,545,000	4,564,453
Mississippi Business Finance Corp., PCR (System Energy Resources, Inc. Project)	5.88	4/1/22	14,310,000	14,311,717
Missouri--2.8%				
Missouri Development Finance Board, Infrastructure Facilities Revenue (Branson				

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Landing Project)	5.38	12/1/27	2,000,000	2,084,220
Missouri Development Finance Board, Infrastructure Facilities Revenue (Branson Landing Project)	5.50	12/1/32	4,500,000	4,720,770
Missouri Development Finance Board, Infrastructure Facilities Revenue (Independence, Crackerneck Creek Project)	5.00	3/1/28	2,000,000	2,084,280
Missouri Health and Educational Facilities Authority, Health Facilities Revenue (Saint Anthony's Medical Center)	6.25	12/1/10	6,750,000 a	7,424,797
Montana--2.2% Montana Board of Housing, SFMR	6.45	6/1/29	1,350,000	1,379,295
Nevada--2.8% Clark County, IDR (Nevada Power Co. Project)	5.60	10/1/30	3,000,000	3,000,270
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Washoe County (Reno-Sparks Convention Center) (Insured; FSA)	6.40	1/1/10	12,000,000 a	12,930,960
New Hampshire--2.5% New Hampshire Business Finance Authority, PCR (Public Service Co. of New Hampshire) (Insured; AMBAC)	6.00	5/1/21	7,000,000	7,331,380
New Hampshire Health and Educational Facilities Authority, Revenue (Exeter Project)	6.00	10/1/24	1,000,000	1,101,120
New Hampshire Health and Educational Facilities Authority, Revenue (Exeter Project)	5.75	10/1/31	1,000,000	1,068,300
New Hampshire Industrial Development Authority, PCR (Connecticut Light and Power Company Project)	5.90	11/1/16	5,000,000	5,139,000
New Jersey--5.0% New Jersey Economic Development Authority, Cigarette Tax Revenue	5.75	6/15/34	2,500,000	2,690,900
New Jersey Economic Development Authority, Special Facility				

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Revenue (Continental Airlines, Inc. Project)	6.25	9/15/29	3,000,000	3,097,740
New Jersey Educational Facilities Authority, Revenue (Ramapo College of New Jersey Issue) (Insured; AMBAC)	4.25	7/1/31	3,610,000	3,489,859
New Jersey Transportation Trust Fund Authority (Transportation System)	5.25	12/15/22	5,000,000	5,640,350
Tobacco Settlement Financing Corp. of New Jersey, Tobacco Settlement Asset-Backed Bonds	6.38	6/1/32	4,000,000	4,502,120
Tobacco Settlement Financing Corp. of New Jersey, Tobacco Settlement Asset-Backed Bonds	7.00	6/1/41	8,320,000	9,655,110
New Mexico--1.4%				
Farmington, PCR (Tucson Electric Power Co. San Juan Project)	6.95	10/1/20	4,000,000	4,139,400
New Mexico Mortgage Finance Authority, Single Family Mortgage Program Revenue (Collateralized: FHLMC, FNMA and GNMA)	7.00	9/1/31	1,745,000	1,772,013
New Mexico Mortgage Finance Authority, Single Family Mortgage Program Revenue (Collateralized: FHLMC, FNMA and GNMA)	6.15	7/1/35	2,000,000	2,140,540
New York--8.5%				
Long Island Power Authority, Electric System General Revenue (Insured; FSA)	5.43	12/1/16	20,000,000 c,d	20,638,300
New York City	5.00	8/1/28	10,000,000	10,589,300
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New York City Industrial Development Agency, Liberty Revenue (7 World Trade Center Project)	6.25	3/1/15	3,000,000	3,194,790
New York City Industrial Development Agency, Special Facility Revenue (American Airlines, Inc. John F. Kennedy International Airport Project)	8.00	8/1/28	2,800,000	3,518,256
Tobacco Settlement Financing Corp. of New York, Asset-Backed Revenue Bonds (State				

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Contingency Contract Secured) (Insured; AMBAC)	5.25	6/1/21	5,000,000	5,363,900
Triborough Bridge and Tunnel Authority, Revenue	5.25	11/15/30	5,220,000	5,571,515
North Carolina--1.8%				
Gaston County Industrial Facilities and Pollution Control Financing Authority, Exempt Facilities Revenue (National Gypsum Co. Project)	5.75	8/1/35	3,000,000	3,216,750
North Carolina Capital Facilities Finance Agency, Revenue (Duke University Project)	4.50	10/1/40	7,470,000	7,411,809
North Dakota--.2%				
North Dakota Housing Finance Agency, Home Mortgage Revenue (Housing Finance Program)	6.15	7/1/31	955,000	973,785
Ohio--7.0%				
Butler County, Hospital Facilities Revenue (Cincinnati Children's Hospital Medical Center Project) (Insured; FGIC)	5.00	5/15/31	5,000,000	5,305,200
Canal Winchester Local School District (Insured; MBIA)	0.00	12/1/29	3,955,000	1,448,598
Canal Winchester Local School District (Insured; MBIA)	0.00	12/1/31	3,955,000	1,323,857
Cincinnati, Water System Revenue Cleveland State University, General Receipts (Insured; FGIC)	5.00	6/1/11	2,800,000 a	2,953,580
5.00	6/1/34	5,000,000	5,273,850	
Cuyahoga County, Revenue	6.00	1/1/32	750,000	831,097
Ohio Air Quality Development Authority, PCR (Cleveland Electric Illuminating Co. Project) (Insured; ACA)	6.10	8/1/20	3,000,000	3,088,530
Ohio Water Development Authority, Pollution Control Facilities Revenue (Cleveland Electric Illuminating Co. Project) (Insured; ACA)	6.10	8/1/20	4,350,000	4,478,369
Toledo Lucas County Port Authority, Airport Revenue (Baxter Global Project)	6.25	11/1/13	3,900,000	4,113,330
Trotwood-Madison City School District, School Improvement				

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(Insured; FGIC)	5.00	12/1/12	10,495,000 a	11,246,022
Oklahoma--2.6%				
Oklahoma Housing Finance Agency, SFMR (Homeownership Loan Program)	7.55	9/1/28	1,185,000	1,205,749
Oklahoma Housing Finance Agency, SFMR (Homeownership Loan Program) (Collateralized: FNMA and GNMA)	7.55	9/1/27	1,035,000	1,066,298
Oklahoma Industries Authority, Health System Revenue (Obligated Group) (Insured; MBIA)	5.75	8/15/09	5,160,000 a	5,487,196
Oklahoma Industries Authority, Health System Revenue (Obligated Group) (Insured; MBIA)	5.75	8/15/29	7,070,000	7,451,709
Pennsylvania--4.7%				
Abington School District (Insured; FSA)	5.13	10/1/34	4,085,000	4,357,143
Lehman Municipal Trust Receipts (Pennsylvania Economic Development Financing Authority)	6.67	6/1/31	9,310,000 c,d	9,735,793
Pennsylvania Economic Development Financing Authority, Exempt Facilities Revenue (Reliant Energy Seward, LLC Project)	6.75	12/1/36	2,500,000	2,748,725
Philadelphia Authority for Industrial Development, Revenue (Please Touch Museum Project)	5.25	9/1/31	2,500,000	2,630,550
Philadelphia Authority for Industrial Development, Revenue (Please Touch Museum Project)	5.25	9/1/36	2,500,000	2,618,600
State Public School Building Authority, School LR (School District of Philadelphia Project) (Insured; FSA)	4.50	6/1/36	5,000,000	4,971,550
South Carolina--4.8%				
Greenville County School District, Installment Purchase Revenue (Building Equity Sooner for Tomorrow)	5.50	12/1/12	5,000 a	5,513
Greenville County School District,				

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Installment Purchase Revenue (Building Equity Sooner for Tomorrow)	6.82	12/1/28	20,020,000 c,d	22,075,654
Greenville Hospital System, Hospital Facilities Revenue (Insured; AMBAC)	5.50	5/1/26	5,000,000	5,362,650
Tennessee--3.4%				
Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance)	7.50	7/1/25	5,000,000	5,859,200
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Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance)	7.50	7/1/33	3,000,000	3,505,830
Memphis Center City Revenue Finance Corp., Sports Facility Revenue (Memphis Redbirds Baseball Foundation Project)	6.50	9/1/28	10,000,000	10,010,000
Texas--14.2%				
Alliance Airport Authority Inc., Special Facilities Revenue (American Airlines, Inc. Project)	7.50	12/1/29	7,500,000	7,650,000
Austin Convention Enterprises Inc., Convention Center Hotel First Tier Revenue	6.70	1/1/11	4,000,000 a	4,437,760
Brazos River Authority, PCR (TXU Energy Co. LLC Project)	6.75	10/1/38	1,650,000	1,857,273
Cities of Dallas and Fort Worth, Dallas/Fort Worth International Airport, Facility Improvement Corp. Revenue (American Airlines, Inc.)	6.38	5/1/35	10,630,000	10,968,565
Gulf Coast Industrial Development Authority, Environmental Facilities Revenue (Microgy Holdings Project)	7.00	12/1/36	6,000,000	6,200,040
Harris County Health Facilities Development Corp., HR (Memorial Hermann Healthcare System)	6.38	6/1/11	8,500,000 a	9,484,300

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Houston, Airport System Special Facilities Revenue (Continental Airlines, Inc. Terminal E Project)	6.75	7/1/29	5,125,000	5,519,522
Houston, Airport System Special Facilities Revenue (Continental Airlines, Inc. Terminal E Project)	7.00	7/1/29	3,800,000	4,109,700
Sabine River Authority, PCR (TXU Electric Co. Project)	6.45	6/1/21	11,300,000	12,155,297
Sam Rayburn Municipal Power Agency, Power Supply System Revenue	5.75	10/1/21	6,000,000	6,558,840
Texas Department of Housing and Community Affairs, Home Mortgage Revenue (Collateralized: FHLMC, FNMA and GNMA)	9.71	7/2/24	1,150,000 e	1,215,654
Texas Turnpike Authority, Central Texas Turnpike System Revenue (Insured; AMBAC)	5.75	8/15/38	7,100,000	7,768,891
Tyler Health Facilities Development Corp., HR (East Texas Medical Center Regional Healthcare System Project)	6.75	11/1/25	3,000,000	3,029,100

Vermont--2.2%

Vermont Housing Finance Agency, Single Family Housing (Insured; FSA)	6.40	11/1/30	1,035,000	1,042,825
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Virginia--2.1%

Greater Richmond Convention Center Authority, Hotel Tax Revenue (Convention Center Expansion Project)	6.25	6/15/10	10,500,000 a	11,460,015
Industrial Development Authority of Pittsylvania County, Exempt Facility Revenue (Multitrade of Pittsylvania County, L.P. Project)	7.65	1/1/10	800,000	837,840

Washington--2.2%

Seattle, Water System Revenue (Insured; FGIC)	6.00	7/1/09	10,000,000 a	10,672,700
Washington Health Care Facilities				

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Authority, Revenue (Kadlec Medical Center) (Insured; Assured Guaranty)	5.00	12/1/30	2,000,000	2,106,260
West Virginia--2.9%				
Braxton County, SWDR (Weyerhaeuser Co. Project)	6.13	4/1/26	14,000,000	14,502,600
West Virginia Water Development Authority, Water Development Revenue (Insured; AMBAC)	6.38	7/1/39	2,250,000	2,447,753
Wisconsin--8.1%				
Badger Tobacco Asset Securitization Corp., Tobacco Settlement Asset-Backed Bonds	6.78	6/1/27	12,480,000 c,d	13,483,018
Badger Tobacco Asset Securitization Corp., Tobacco Settlement Asset-Backed Bonds	7.00	6/1/28	22,995,000	25,980,211
Madison, IDR (Madison Gas and Electric Co. Projects)	5.88	10/1/34	2,390,000	2,580,124
Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Health Care, Inc.)	6.40	4/15/33	4,000,000	4,465,400
Wyoming--.8%				
Sweetwater County, SWDR (FMC Corp. Project)	5.60	12/1/35	4,500,000	4,783,770
U.S. Related--1.4%				
Children's Trust Fund of Puerto Rico, Tobacco Settlement Asset-Backed Bonds	0.00	5/15/55	20,000,000	719,200
Guam Housing Corp., SFMR (Collateralized; FHLMC)	5.75	9/1/31	965,000	1,053,838
Puerto Rico Highway and Transportation Authority, Transportation Revenue	6.00	7/1/10	6,000,000 a	6,511,860
Total Long-Term Municipal Investments (cost \$835,443,578)				890,309,244
Short-Term Municipal Investment--.0%	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Florida; Gainesville, Utilities System Revenue (Liquidity Facility; SunTrust Bank) (cost \$200,000)	3.95	1/1/07 200,000 ^f		200,000
Total Investments (cost \$835,643,578)		154.7%		890,509,244

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Liabilities, Less Cash and Receivables	(5.2%)	(29,709,112)
Preferred Stock, at redemption value	(49.5%)	(285,000,000)
Net Assets Applicable to Common Shareholders	100.0%	575,800,132

- 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 Purchased on a delayed delivery basis.
- c Collateral for floating rate borrowings.
- d 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 December 31, 2006, these securities amounted to \$74,877,498 or 13.0% of net assets applicable to Common Shareholders. Inverse floater security--the interest rate is subject to change periodically.
- e
- f Securities payable on demand. Variable interest rate--subject to periodic change.

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

Summary of Abbreviations

ACA	American Capital Access	AGC	ACE Guaranty Corporation
AGIC	Asset Guaranty Insurance Company	AMBAC	American Municipal Bond Assurance Corporation
ARRN	Adjustable Rate Receipt Notes	BAN	Bond Anticipation Notes
BIGI	Bond Investors Guaranty Insurance	BPA	Bond Purchase Agreement
CGIC	Capital Guaranty Insurance Company	CIC	Continental Insurance Company
CIFG	CDC Ixis Financial Guaranty	CMAC	Capital Market Assurance Corporation
COP	Certificate of Participation	CP	Commercial Paper
EDR	Economic Development Revenue	EIR	Environmental Improvement Revenue
FGIC	Financial Guaranty Insurance Company	FHA	Federal Housing Administration
FHLB	Federal Home Loan Bank	FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association	FSA	Financial Security Assurance
GAN	Grant Anticipation Notes	GIC	Guaranteed Investment Contract
GNMA	Government National Mortgage Association	GO	General Obligation
HR	Hospital Revenue	IDB	Industrial Development Board
IDC	Industrial Development Corporation	IDR	Industrial Development Revenue
LOC	Letter of Credit	LOR	Limited Obligation Revenue
LR	Lease Revenue	MBIA	Municipal Bond Investors Assurance Insurance Corporation
MFHR	Multi-Family Housing Revenue	MFMR	Multi-Family Mortgage Revenue
PCR	Pollution Control Revenue	PILOT	Payment in Lieu of Taxes
RAC	Revenue Anticipation Certificates	RAN	Revenue Anticipation Notes
RAW	Revenue Anticipation Warrants	RRR	Resources Recovery Revenue

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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) The Registrant has revised its internal control over financial reporting with respect to investments in certain inverse floater structures to account for such investments as secured borrowings and to report the related income and expense.

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 Municipals, Inc.

By: /s/ J. David Officer
J. David Officer
President

Date: February 14, 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: /s/ J. David Officer
J. David Officer
President

Date: February 14, 2007

By: /s/ James Windels

James Windels
Treasurer

Date: February 14, 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)
