

DREYFUS STRATEGIC MUNICIPALS INC
Form N-CSR
November 30, 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- 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)

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: 9/30

Date of reporting period: 09/30/12

FORM N-CSR

Item 1. Reports to Stockholders.

-2-

Dreyfus Strategic Municipals, Inc.

ANNUAL REPORT September 30, 2012

Dreyfus Strategic Municipals, 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.

Not FDIC-Insured • Not Bank-Guaranteed • May Lose Value

Contents

THE FUND

- 2** A Letter from the Chairman and CEO
- 3** Discussion of Fund Performance
- 6** Selected Information
- 7** Statement of Investments
- 27** Statement of Assets and Liabilities
- 28** Statement of Operations
- 29** Statement of Cash Flows
- 30** Statement of Changes in Net Assets
- 31** Financial Highlights
- 33** Notes to Financial Statements
- 45** Report of Independent Registered Public Accounting Firm
- 46** Additional Information
- 50** Important Tax Information
- 50** Proxy Results
- 51** Board Members Information
- 54** Officers of the Fund
- 57** Officers and Directors

FOR MORE INFORMATION

Back Cover

Dreyfus
Strategic Municipals, Inc.

The Fund

A LETTER FROM THE CHAIRMAN AND CEO

Dear Shareholder:

This annual report for Dreyfus Strategic Municipals, Inc. covers the 12-month period from October 1, 2011, through September 30, 2012. 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.

The municipal bond market exhibited heightened volatility over the past year as prices rose and fell according to supply-and-demand factors and investors' changing expectations of global and domestic economic conditions. While monthly variations in economic data have been pronounced, the longer-term pace of U.S. economic growth has been relatively consistent at about half the average rate achieved in prior recoveries. Even U.S. employment numbers, which have been volatile over short periods, averaged approximately 150,000 new jobs a month so far in 2012, roughly unchanged from the monthly average in 2011.

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

The sustained but subpar U.S. expansion appears likely to continue over the foreseeable future. On one hand, the economy has responded to a variety of stimulative measures, most notably an aggressively accommodative monetary policy. On the other hand, the prospect of automatic spending cuts and tax hikes scheduled for the end of 2012 has weighed on economic growth by contributing to a temporary postponement of spending decisions among consumers and businesses. Indeed, the ability of the U.S. political system to address both this “fiscal cliff” and long-term deficit reduction could go a long way toward shaping the 2013 market environment. As always, we urge you to speak regularly with your financial advisor to discuss how changing economic conditions may affect your investments.

Thank you for your continued confidence and support.

Jonathan R. Baum
Chairman and Chief Executive Officer
The Dreyfus Corporation
October 15, 2012

2

DISCUSSION OF FUND PERFORMANCE

For the period of October 1, 2011, through September 30, 2012, as provided by Daniel Barton and Steven Harvey, Portfolio Managers

Fund and Market Performance Overview

For the 12-month period ended September 30, 2012, Dreyfus Strategic Municipals, Inc. achieved a total return of 18.18% on a net-asset-value basis.¹ Over the same period, the fund provided aggregate income dividends of \$0.59 per share, which reflects a distribution rate of 5.87%.²

Falling long-term interest rates and favorable supply-and-demand dynamics supported municipal bond prices over the reporting period. The fund particularly benefited from its focus on longer-term maturities and an emphasis on revenue-backed bonds over their general obligation counterparts.

The Fund's Investment Approach

The fund's investment objective is to maximize current income exempt from federal income tax to the extent consistent with the preservation of capital. Under normal market conditions, the fund invests at least 80% of its net assets in municipal obligations. Generally, the fund invests at least 50% of its net assets in municipal bonds considered investment grade or the unrated equivalent as determined by Dreyfus in the case of bonds, and in the two highest-rating categories or the unrated equivalent as determined by Dreyfus in the case of short-term obligations having or deemed to have maturities of less than one year.

To this end, portfolio construction focuses on income opportunities, through analysis of each bond's structure, including paying close attention to each bond's yield, maturity and early redemption features. When making new investments, we focus on identifying undervalued sectors and securities, and we minimize the use of interest rate forecasting. We select municipal bonds by using fundamental credit analysis to estimate the relative value and attractiveness of various sectors and securities and to exploit pricing inefficiencies in the municipal bond market. We actively trade among various sectors, such as escrowed, general obligation and revenue, based on their apparent relative values.

The Fund

3

DISCUSSION OF FUND PERFORMANCE *(continued)*

Supply-and-Demand Dynamics Supported Municipal Bonds

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

Although macroeconomic concerns in the fall of 2011 and the spring of 2012 sparked heightened volatility in most financial markets, municipal bonds generally remained strong during the reporting period, in part due to falling long-term interest rates stemming from quantitative easing and other stimulative measures by the Federal Reserve Board.

Municipal bond prices also responded positively to robust demand as investors sought competitive levels of after-tax income in a low interest-rate environment. Meanwhile, new issuance volumes remained relatively low when political pressure led to less borrowing for capital projects, and municipalities primarily issued new bonds to refinance older debt, resulting in a net decrease in the supply of tax-exempt securities. In this constructive environment, lower-rated and longer maturity municipal bonds that had been punished earlier in 2011 led the market higher, while highly rated and shorter-term securities generally lagged market averages.

From a credit-quality perspective, a number of state governments have taken the difficult steps necessary to reduce or eliminate budget deficits, and a few have achieved surpluses. Although the market encountered scattered credit defaults in some localities during the reporting period, we believe they are isolated cases in which the problems leading to insolvency are specific to each issuer.

Lower-Rated Municipal Bonds Buoyed Relative Performance

The fund benefited from overweighted exposure to bonds with credit ratings below investment grade, which performed better than market averages during the reporting period. Moreover, we maintained a focus on higher yielding revenue-backed municipal bonds and a corresponding de-emphasis on lower yielding general obligation bonds. The fund received especially robust contributions to relative performance from overweighted exposure to municipal bonds backed by revenues from hospitals, industrial development projects, and the states' settlement of litigation with U.S. tobacco companies.

The fund's performance also was helped by a relatively long duration posture as we favored long-term municipal bonds at a time when yields fell at the longer end of the market's maturity spectrum. Finally, our leveraging strategy proved effective in the rallying market, enhancing the fund's total return.

4

Disappointments during the reporting period were relatively limited, concentrated mainly among higher quality, lower yielding market segments, such as higher-rated securities backed by revenues from essential municipal services. In addition, municipal bonds from Puerto Rico, which are exempt from federal and all state income taxes, lost a degree of value due to intensifying concerns regarding the long-term solvency of the U.S. territory's pension system.

Adjusting to Richer Valuations

We have been encouraged by recently improved data, but the U.S. economy remains vulnerable to unexpected shocks and uncertainty regarding future fiscal policies. In addition, higher yielding and longer-maturity bonds have become more richly valued after recent rallies. Consequently, while we have continued to favor revenue-backed municipal bonds over their general obligation counterparts, we remain watchful for opportunities to capture better relative values, and we are prepared to adjust the fund's strategies accordingly.

October 15, 2012

Bond funds are subject generally to interest rate, credit, liquidity and market risks, to varying degrees. 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. Market price per share, net asset value per share and investment return fluctuate. 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 figure provided reflects the absorption of certain fund expenses by The Dreyfus Corporation pursuant to an agreement in effect until May 31,

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

2013, at which time it may be extended, modified or terminated. Had these expenses not been absorbed, the fund's return 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.

The Fund

5

SELECTED INFORMATION

September 30, 2012 (Unaudited)

Market Price per share September 30, 2012	10.02
Shares Outstanding September 30, 2012	61,677,040
New York Stock Exchange Ticker Symbol	LEO

MARKET PRICE (NEW YORK STOCK EXCHANGE)

	Fiscal Year Ended September 30, 2012			
	Quarter	Quarter	Quarter	Quarter
	Ended	Ended	Ended	Ended
	December 31, 2011	March 31, 2012	June 30, 2012	September 30, 2012
High	\$ 8.90	\$ 9.30	\$ 9.59	\$ 10.02
Low	8.29	8.65	9.03	9.29
Close	8.89	9.12	9.40	10.02

PERCENTAGE GAIN (LOSS) based on change in Market Price*

September 23, 1987 (commencement of operations)	
through September 30, 2012	479.65 %
October 1, 2002 through September 30, 2012	93.40
October 1, 2007 through September 30, 2012	61.13
October 1, 2011 through September 30, 2012	25.98
January 1, 2012 through September 30, 2012	18.36
April 1, 2012 through September 30, 2012	13.47
July 1, 2012 through September 30, 2012	8.31

NET ASSET VALUE PER SHARE

September 23, 1987 (commencement of operations)	\$	9.32
September 30, 2011		8.41
December 31, 2011		8.55

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

March 31, 2012	8.81
June 30, 2012	8.99
September 30, 2012	9.31

PERCENTAGE GAIN (LOSS) based on change in Net Asset Value*

September 23, 1987 (commencement of operations)	
through September 30, 2012	477.20 %
October 1, 2002 through September 30, 2012	93.68
October 1, 2007 through September 30, 2012	43.47
October 1, 2011 through September 30, 2012	18.18
January 1, 2012 through September 30, 2012	14.23
April 1, 2012 through September 30, 2012	9.03
July 1, 2012 through September 30, 2012	5.11

* With dividends reinvested.

6

STATEMENT OF INVESTMENTS

September 30, 2012

Long-Term Municipal Investments—148.1%	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Alabama—7%				
Jefferson County, Limited Obligation School Warrants	5.25	1/1/17	2,020,000	2,021,151
Jefferson County, Limited Obligation School Warrants	5.00	1/1/24	2,000,000	1,966,900
Alaska—1.7%				
Northern Tobacco Securitization Corporation of Alaska, Tobacco Settlement Asset-Backed Bonds	5.00	6/1/46	12,190,000	9,885,968
Arizona—6.5%				
Apache County Industrial				

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

Development Authority, PCR (Tucson Electric Power Company Project)	4.50	3/1/30	4,000,000	4,200,560
Arizona Housing Finance Authority, SFMR (Mortgage-Backed Securities Program) (Collateralized: FHLMC, FNMA and GNMA)	5.55	12/1/41	4,115,000	4,422,061
Barclays Capital Municipal Trust Receipts (Salt River Project Agricultural Improvement and Power District, Salt River Project Electric System Revenue)	5.00	1/1/38	17,210,000 a,b	19,750,884
Glendale Western Loop 101 Public Facilities Corporation, Third Lien Excise Tax Revenue	6.25	7/1/38	5,000,000	5,297,100
Pima County Industrial Development Authority, Education Revenue (American Charter Schools Foundation Project)	5.63	7/1/38	3,410,000	3,264,529
Salt Verde Financial Corporation, Senior Gas Revenue	5.00	12/1/37	500,000	550,145
California—17.9%				
Barclays Capital Municipal Trust Receipts (Los Angeles Department of Airports, Senior Revenue (Los Angeles International Airport))	5.00	5/15/31	5,247,500 a,b	6,080,465

The Fund

7

STATEMENT OF INVESTMENTS (continued)

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
California (continued) California, GO (Various Purpose) California,	5.75	4/1/31	10,800,000	12,856,860

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

GO (Various Purpose) California,	6.50	4/1/33	10,000,000	12,501,300
GO (Various Purpose) California State Public Works Board, LR (The Regents of the University of California) (Various University of California Projects)	6.00	11/1/35	7,500,000	9,160,575
California Statewide Communities Development Authority, Revenue (Bentley School)	5.00	4/1/34	3,495,000	3,865,225
California Statewide Communities Development Authority, Revenue (Bentley School)	7.00	7/1/40	2,090,000	2,274,463
California Statewide Communities Development Authority, Student Housing Revenue (CHF-Irvine, LLC-UCI East Campus Apartments, Phase II)	0.00	7/1/50	5,910,000 ^c	255,253
Golden State Tobacco Securitization Corporation, Tobacco Settlement	5.75	5/15/32	2,000,000	2,157,020
Asset-Backed Bonds Golden State Tobacco Securitization Corporation, Tobacco Settlement	4.50	6/1/27	2,000,000	1,752,500
Asset-Backed Bonds (Prerefunded)	7.80	6/1/13	7,000,000 ^d	7,357,280
JPMorgan Chase Putters/Drivers Trust (California Educational Facilities Authority, Revenue (University of Southern California))	5.25	10/1/16	10,100,000 ^{a,b}	11,893,255
Los Angeles Department of Water and Power, Water System Revenue	5.00	7/1/43	5,000,000	5,815,050

8

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
--	--------------------	------------------	--------------------------	------------

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

California (continued)

Sacramento County, Airport System Subordinate and Passenger Facility				
Charges Grant Revenue	6.00	7/1/35	6,250,000	7,247,000
San Buenaventura, Revenue (Community Memorial Health System)				
	7.50	12/1/41	2,000,000	2,479,100
San Diego Public Facilities Financing Authority, Senior Sewer Revenue				
	5.25	5/15/34	2,500,000	2,887,025
Sonoma-Marín Area Rail Transit District, Measure Q Sales Tax Revenue				
	5.00	3/1/27	4,000,000	4,818,240
Tobacco Securitization Authority of Southern California, Tobacco Settlement Asset-Backed Bonds (San Diego County Tobacco Asset Securitization Corporation)				
	5.00	6/1/37	7,300,000	5,866,572
Tuolumne Wind Project Authority, Revenue (Tuolumne Company Project)				
	5.88	1/1/29	3,500,000	4,194,820
Colorado—2.8%				
Beacon Point Metropolitan District, GO				
	6.25	12/1/35	2,000,000	2,026,140
Colorado Educational and Cultural Facilities Authority, Charter School Revenue (American Academy Project)				
	8.00	12/1/40	3,500,000	4,327,960
Colorado Health Facilities Authority, Revenue (Catholic Health Initiatives)				
	5.00	2/1/41	6,000,000	6,575,460
Colorado Housing and Finance Authority, Single Family Program Senior and Subordinate Bonds (Collateralized; FHA)				
	6.60	8/1/32	795,000	850,062
Southlands Metropolitan District Number 1, GO (Prerefunded)				
	7.13	12/1/14	2,000,000 ^d	2,292,000

STATEMENT OF INVESTMENTS *(continued)*

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Delaware—1.0%				
Delaware Economic Development Authority, Exempt Facility Revenue (Indian River Power LLC Project)	5.38	10/1/45	5,000,000	5,481,500
Florida—6.5%				
Citizens Property Insurance Corporation, Personal Lines Account/Commercial Lines Account Senior Secured Revenue	5.00	6/1/22	5,465,000	6,377,710
Clearwater, Water and Sewer Revenue	5.25	12/1/39	5,000,000	5,726,350
Greater Orlando Aviation Authority, Airport Facilities Revenue	6.25	10/1/20	8,000,000	9,968,320
Mid-Bay Bridge Authority, Springing Lien Revenue	7.25	10/1/34	6,000,000	7,664,160
Saint Johns County Industrial Development Authority, Revenue (Presbyterian Retirement Communities Project)	6.00	8/1/45	6,500,000	7,281,300
Georgia—7.1%				
Atlanta, Airport General Revenue	5.00	1/1/26	5,000,000	5,650,300
Atlanta, Water and Wastewater Revenue	6.00	11/1/27	6,000,000	7,424,940
Atlanta, Water and Wastewater Revenue (Insured; Assured Guaranty Municipal Corp.)	5.25	11/1/34	4,000,000	4,591,600
Brooks County Development Authority, Senior Health and Housing Facilities Revenue (Presbyterian Home, Quitman, Inc.) (Collateralized; GNMA)	5.70	1/20/39	4,445,000	4,688,897

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

DeKalb County Hospital Authority, RAC (DeKalb Medical Center, Inc. Project)	6.13	9/1/40	7,765,000	9,027,667
---	------	--------	-----------	-----------

10

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Georgia (continued)				
Fulton County Development Authority, Revenue (Georgia Tech North Avenue Apartments Project) (Insured; XLCA)	5.00	6/1/32	2,300,000	2,479,883
Georgia Higher Education Facilities Authority, Revenue (USG Real Estate Foundation I, LLC Project) (Insured; Assured Guaranty Municipal Corp.)	5.63	6/15/38	6,000,000	6,663,000
Hawaii—9%				
Hawaii Department of Budget and Finance, Special Purpose Revenue (Hawai'i Pacific Health Obligated Group)	5.75	7/1/40	4,415,000	4,961,710
Idaho—9%				
Power County Industrial Development Corporation, SWDR (FMC Corporation Project)	6.45	8/1/32	5,000,000	5,008,850
Illinois—4.1%				
Chicago, General Airport Third Lien Revenue (Chicago O'Hare International Airport)	5.63	1/1/35	5,000,000	5,895,450
Chicago, Sales Tax Revenue Greater Chicago Metropolitan Water Reclamation District, GO Capital Improvement Limited Tax Bonds	5.25	1/1/38	3,500,000	4,057,130
Railsplitter Tobacco Settlement	5.00	12/1/32	7,500,000	8,836,575

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

Authority, Tobacco				
Settlement Revenue	6.00	6/1/28	4,000,000	4,721,080
Indiana—2.4%				
Indiana Finance Authority, Educational Facilities Revenue (Butler University Project)	5.00	2/1/32	2,110,000	2,278,990

The Fund

11

STATEMENT OF INVESTMENTS (continued)

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Indiana (continued)				
Indiana Finance Authority, Midwestern Disaster Relief Revenue (Ohio Valley Electric Corporation Project)	5.00	6/1/39	5,000,000	5,238,000
Indiana Finance Authority, Revenue (Marquette Project) Indianapolis Local Public Improvement Bond Bank, Revenue (Indianapolis Airport Authority Project) (Insured; AMBAC)	5.00	3/1/39	1,400,000	1,441,846
	5.00	1/1/36	4,500,000	4,710,510
Iowa—3%				
Tobacco Settlement Authority of Iowa, Tobacco Settlement Asset-Backed Bonds	5.60	6/1/34	2,000,000	1,866,800
Kansas—2%				
Sedgwick and Shawnee Counties, SFMR (Mortgage-Backed Securities Program) (Collateralized: FNMA and GNMA)	5.70	12/1/35	1,040,000	1,097,418
Kentucky—5%				
Louisville/Jefferson County Metro Government, Health Facilities Revenue (Jewish Hospital and Saint Mary's HealthCare, Inc. Project) (Prerefunded)	6.13	2/1/18	2,300,000 ^d	2,934,593

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

Louisiana—2.2%

Jefferson Parish Hospital Service District Number 2, HR (East Jefferson General Hospital)	6.25	7/1/31	3,000,000	3,556,530
Lakeshore Villages Master Community Development District, Special Assessment Revenue	5.25	7/1/17	2,979,000 ^e	1,192,107
Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue (Westlake Chemical Corporation Projects)	6.75	11/1/32	7,000,000	7,902,580

12

Long-Term Municipal Investments (continued)

	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Maine—.7%				
Maine Health and Higher Educational Facilities Authority, Revenue (MaineGeneral Medical Center Issue)	7.50	7/1/32	3,000,000	3,757,770
Maryland—1.2%				
Maryland Economic Development Corporation, Senior Student Housing Revenue (University of Maryland, Baltimore Project)	5.75	10/1/33	4,590,000	3,570,561
Maryland Economic Development Corporation, Student Housing Revenue (University of Maryland, College Park Project) (Prerefunded)	6.50	6/1/13	3,000,000 ^d	3,127,530
Massachusetts—9.7%				
Barclays Capital Municipal Trust Receipts (Massachusetts Health and Educational Facilities Authority, Revenue (Massachusetts Institute of Technology Issue))	5.00	7/1/38	13,110,000 ^{a,b}	15,255,320

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

JPMorgan Chase Putters/Drivers Trust (Massachusetts, Consolidated Loan)	5.00	4/1/19	8,600,000 ^{a,b}	10,431,714
JPMorgan Chase Putters/Drivers Trust (Massachusetts Development Finance Agency, Revenue (Harvard University Issue))	5.25	2/1/34	10,000,000 ^{a,b}	12,214,500
Massachusetts Development Finance Agency, Revenue (Partners HealthCare System Issue)	5.00	7/1/36	5,000,000	5,660,000
Massachusetts Health and Educational Facilities Authority, Revenue (Suffolk University Issue)	6.25	7/1/30	5,500,000	6,440,830
Massachusetts Industrial Finance Agency, RRR (Ogden Haverhill Project)	5.60	12/1/19	6,000,000	6,029,400

The Fund

13

STATEMENT OF INVESTMENTS *(continued)*

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Michigan—9.5%				
Charyl Stockwell Academy, COP	5.90	10/1/35	2,580,000	2,382,062
Detroit, Sewage Disposal System Senior Lien Revenue (Insured; Assured Guaranty Municipal Corp.)	7.00	7/1/27	2,500,000	3,006,550
Detroit, Sewage Disposal System Senior Lien Revenue (Insured; Assured Guaranty Municipal Corp.)	7.50	7/1/33	5,700,000	7,192,431
Detroit, Water Supply System Senior Lien Revenue	5.00	7/1/31	3,000,000	3,186,600
Detroit School District,				

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

School Building and Site Improvement Bonds (GO—Unlimited Tax) (Insured; FGIC) (Prerefunded)	5.00	5/1/13	3,930,000 ^d	4,041,140
Detroit Water and Sewerage Department, Senior Lien Sewage Disposal System Revenue	5.25	7/1/39	2,000,000	2,144,220
Kent Hospital Finance Authority, Revenue (Metropolitan Hospital Project)	6.00	7/1/35	2,930,000	3,072,808
Michigan Hospital Finance Authority, HR (Henry Ford Health System)	5.63	11/15/29	5,000,000	5,772,550
Michigan Strategic Fund, LOR (The Detroit Edison Company Exempt Facilities Project) (Insured; XLCA)	5.25	12/15/32	3,000,000	3,010,590
Michigan Strategic Fund, SWDR (Genesee Power Station Project)	7.50	1/1/21	10,400,000	10,399,584
Royal Oak Hospital Finance Authority, HR (William Beaumont Hospital Obligated Group)	8.25	9/1/39	5,500,000	7,106,715

14

Long-Term Municipal Investments (continued)	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Michigan (continued)				
Wayne County Airport Authority, Airport Revenue (Detroit Metropolitan Wayne County Airport) (Insured; National Public Finance Guarantee Corp.)	5.00	12/1/34	3,435,000	3,519,295
Minnesota—2.1%				
Dakota County Community Development Agency, SFMR (Mortgage-Backed Securities Program) (Collateralized:				

Edgar Filing: DREYFUS STRATEGIC MUNICIPALS INC - Form N-CSR

FHLMC, FNMA and GNMA)	5.15	12/1/38	1,006,041	1,042,027
Dakota County Community Development Agency, SFMR (Mortgage-Backed Securities Program) (Collateralized:				