

DWS STRATEGIC MUNICIPAL INCOME TRUST

Form N-Q

April 28, 2008

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED**

**MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number 811-05767

DWS Strategic Municipal Income Trust

(Exact name of registrant as specified in charter)

345 Park Avenue

New York, NY 10154-0004

(Address of principal executive offices) (Zip code)

Paul Schubert

345 Park Avenue

New York, NY 10154-0004

(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 454-7190

Date of fiscal year end: 11/30

Date of reporting period: 02/29/08

ITEM 1. SCHEDULE OF INVESTMENTS

## Investment Portfolio

as of February 29, 2008 (Unaudited)

## DWS Strategic Municipal Income Trust

	Principal Amount (\$)	Value (\$)
<b>Municipal Bonds and Notes 144.0%</b>		
<b>Alabama 2.9%</b>		
Alabama, Sales & Special Tax Revenue, Public School and College Authority, Series C, 5.625%, 7/1/2013	1,000,000	1,045,590
Huntsville, AL, Hospital & Healthcare Revenue, Health Care Authority, Series A, 5.75%, 6/1/2031	1,500,000	1,625,565
Sylacauga, AL, Health Care Authority Revenue, Coosa Valley Medical Center, Series A, 6.0%, 8/1/2035	1,000,000	883,680
		<b>3,554,835</b>
<b>Arizona 1.4%</b>		
Arizona, Project Revenue, Health Facilities Authority, The New Foundation Project, 8.25%, 3/1/2019	1,725,000	<b>1,732,849</b>
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<b>California 9.4%</b>		
California, Special Assessment Revenue, Golden State Tobacco Securitization Corp.:		
Series A-1, 5.0%, 6/1/2033	2,000,000	1,655,760
Series B, 5.625%, 6/1/2038	1,890,000	2,049,988
Series 2003-A-1, 6.75%, 6/1/2039	4,500,000	5,119,830
Sacramento County, CA, Sales & Special Tax Revenue, Bradshaw Road Project, 7.2%, 9/2/2015	965,000	975,248
Sacramento, CA, Project Revenue, City Financing Authority, Convention Center Hotel, Series A, 6.25%, 1/1/2030	1,985,000	1,818,181
		<b>11,619,007</b>
<b>Colorado 2.6%</b>		
Colorado, Health Facilities Authority Revenue, Christian Living Communities Project, Series A, 5.75%, 1/1/2037	1,000,000	859,550
Colorado, Hospital & Healthcare Revenue, PorterCare Adventist Health Project, 6.5%, 11/15/2031	1,000,000	1,122,130
Colorado, Transportation/Tolls Revenue, Northwest Parkway Public Highway Authority, Series D, 7.125%, 6/15/2041	1,150,000	1,294,739
		<b>3,276,419</b>
<b>Connecticut 3.6%</b>		
Greenwich, CT, Multi-Family Housing Revenue, 6.35%, 9/1/2027	2,000,000	2,047,340
Mashantucket, CT, Mashantucket Western Pequot Tribe, Special Revenue, Series A, 144A, 6.5%, 9/1/2031	705,000	704,577
Mashantucket, CT, Sports, Expo & Entertainment Revenue, Mashantucket Western Pequot Tribe:		
Series B, 144A, Zero Coupon, 9/1/2017	2,000,000	1,157,480
Series B, 144A, Zero Coupon, 9/1/2018	1,000,000	536,280
		<b>4,445,677</b>
<b>District of Columbia 0.5%</b>		
District of Columbia, General Obligation, Series A, 5.0%, 6/1/2018 (a)	660,000	<b>666,461</b>
<b>Florida 2.7%</b>		
Miami Beach, FL, Health Facilities Authority Hospital Revenue, Mount Sinai Medical Center, 144A, 6.75%, 11/15/2029	1,600,000	1,577,392
Orlando, FL, Greater Aviation Authority, Airport Facilities Revenue, Jet Blue Airways Corp., AMT, 6.5%, 11/15/2036	1,000,000	878,920
	1,000,000	938,540

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Orlando, FL, Special Assessment Revenue, Conroy Road Interchange Project, Series A, 5.8%, 5/1/2026		<b>3,394,852</b>
<b>Georgia 1.8%</b>		
Americus-Sumter County, GA, Hospital & Healthcare Revenue, Hospital Authority, South Georgia Methodist, Series A, 6.375%, 5/15/2029	1,250,000	1,202,825
Georgia, Main Street Natural Gas, Inc., Gas Project Revenue, Series A, 5.5%, 9/15/2024	1,220,000	1,079,346
		<b>2,282,171</b>
<b>Guam 0.8%</b>		
Guam, Government Waterworks Authority, Water & Wastewater System Revenue, 6.0%, 7/1/2025	1,000,000	<b>946,860</b>
<b>Hawaii 0.1%</b>		
Hawaii, State General Obligation, Series CU, Prerefunded, 5.75%, 10/1/2011 (a)	65,000	<b>69,511</b>
<b>Illinois 8.6%</b>		
Illinois, Finance Authority Revenue, Monarch Landing, Inc. Facility, Series A: 7.0%, 12/1/2027	1,000,000	985,660
7.0%, 12/1/2037	1,000,000	966,550
Illinois, Finance Authority Revenue, Three Crowns Park Plaza, Series A, 5.875%, 2/15/2038	1,000,000	860,590
<hr style="border: 1px solid black;"/>		
Illinois, Hospital & Healthcare Revenue, 6.75%, 2/15/2016	2,180,000	2,349,887
Illinois, State General Obligation, Prerefunded, 6.0%, 1/1/2013 (a)	3,315,000	3,499,115
Illinois, Upper River Valley Development Authority, Solid Waste Disposal Revenue, Waste Recovery Project, AMT, 5.9%, 2/1/2014	1,165,000	1,169,928
University Park, IL, Sales & Special Tax Revenue, Governors Gateway Industrial Park, 8.5%, 12/1/2011	795,000	797,942
		<b>10,629,672</b>
<b>Indiana 2.8%</b>		
Indiana, Senior Care Revenue, Health Facilities Finance Authority, Franciscan Eldercare Community Services, 5.875%, 5/15/2029	3,000,000	2,662,110
Vigo County, IN, Hospital Authority Revenue, Union Hospital, Inc., 144A, 5.7%, 9/1/2037	1,000,000	859,930
		<b>3,522,040</b>
<b>Iowa 2.5%</b>		
Cedar Rapids, IA, First Mortgage Revenue, Cottage Grove Place, Series A, 5.875%, 7/1/2028	1,670,000	1,420,435
Iowa, Finance Authority Retirement Community Revenue, Edgewater LLC Project, 6.5%, 11/15/2027	1,000,000	931,220
Lake City, IA, Senior Care Revenue, Health Care Facility, Opportunity Living Project, 144A, 6.45%, 5/1/2011	700,000	705,586
		<b>3,057,241</b>
<b>Kansas 4.6%</b>		
Lenexa, KS, Health Care Facility Revenue, 5.5%, 5/15/2039	2,000,000	1,647,180
Manhattan, KS, Senior Care Revenue, Meadowlark Hills Retirement, Series A, 6.5%, 5/15/2028	500,000	526,780
Overland Park, KS, Industrial Development Revenue, Series A, 7.375%, 1/1/2032	2,000,000	2,237,300
Wyandotte County, KS, Unified Government Special Obligation Revenue, Sales Tax, Series B, 5.0%, 12/1/2020	1,400,000	1,301,692
		<b>5,712,952</b>
<b>Kentucky 0.9%</b>		
Kentucky, Economic Development Finance Authority, Health System Revenue, Norton Healthcare:		
Series A, Prerefunded, 6.625%, 10/1/2028	790,000	867,799
Series A, 6.625%, 10/1/2028	210,000	220,549
		<b>1,088,348</b>
<b>Louisiana 3.3%</b>		
Louisiana, Local Government Environmental Facilities, Community Development Authority Revenue, 6.75%, 11/1/2032	1,000,000	976,430
Morehouse Parish, LA, Pollution Control Revenue, International Paper Co. Project, Series A, 5.25%, 11/15/2013	3,000,000	3,068,760
		<b>4,045,190</b>
<b>Maryland 6.9%</b>		
	983,000	1,094,344

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Anne Arundel County, MD, General Obligation, National Business Park Project, Prerefunded, 144A, 7.375%, 7/1/2028		
Anne Arundel County, MD, Revenue Lease, Arundel Mills Project, Prerefunded, 7.1%, 7/1/2029	1,500,000	1,610,040
Maryland, Higher Education Revenue, Collegiate Housing Foundation:		
Series A, Prerefunded, 5.75%, 6/1/2019	1,000,000	1,054,800
Series A, Prerefunded, 5.75%, 6/1/2031	1,000,000	1,054,800
Maryland, Hospital & Healthcare Revenue, University of Maryland Medical System, 6.75%, 7/1/2030	1,000,000	1,094,920
Maryland, State Economic Development Corp. Revenue, Senior Lien Project, Chesapeake Bay, Series B, 5.25%, 12/1/2031	2,000,000	1,680,280
Maryland, State Health & Higher Educational Facilities Authority Revenue, Washington County Hospital, 5.75%, 1/1/2033	1,000,000	910,360
		<b>8,499,544</b>

### Massachusetts 5.5%

Massachusetts, Hospital & Healthcare Revenue, Health & Educational Facilities Authority, Civic Investments, Series A, 9.0%, 12/15/2015	1,700,000	2,055,045
Massachusetts, Industrial Development Revenue, Development Finance Agency, Series A, 7.1%, 7/1/2032	1,895,000	1,906,332
Massachusetts, Project Revenue, Health & Educational Facilities Authority, Jordan Hospital, Series E, 6.75%, 10/1/2033	1,790,000	1,816,814
Massachusetts, State Health & Educational Facilities Authority Revenue, Partners Healthcare Systems:		
Series C, Prerefunded, 5.75%, 7/1/2032	965,000	1,051,773
Series C, 5.75%, 7/1/2032	35,000	35,364
		<b>6,865,328</b>

### Michigan 4.6%

Kalamazoo, MI, Economic Development Corp. Revenue, Heritage Community, 5.375%, 5/15/2027	1,000,000	845,020
Kalamazoo, MI, Industrial Development Revenue, Economic Development Corp., Series A, 7.5%, 5/15/2029	2,000,000	2,212,040
Saginaw, MI, Hospital & Healthcare Revenue, Hospital Finance Authority, Covenant Medical Center, Series F, 6.5%, 7/1/2030	1,000,000	1,054,010
Tawas City, MI, Hospital Finance Authority, St. Joseph Health Services:		
Series A, ETM, 5.6%, 2/15/2013	230,000	240,598
Series A, ETM, 5.75%, 2/15/2023	1,300,000	1,328,015
		<b>5,679,683</b>

### Missouri 0.8%

Branson, MO, Regional Airport Transportation Development District, Airport Revenue, Series B, AMT, 6.0%, 7/1/2037	250,000	211,540
St. Louis, MO, Special Assessment Revenue, Scullin Redevelopment Area, Series A, 10.0%, 8/1/2010	770,000	832,362
		<b>1,043,902</b>

### Nevada 2.0%

Henderson, NV, Health Care Facility Revenue, Catholic Healthcare West, Series B, 5.25%, 7/1/2031	2,000,000	1,845,720
Las Vegas, NV, Transportation/Tolls Revenue, Las Vegas Monorail Project, 7.375%, 1/1/2030	2,000,000	689,260
		<b>2,534,980</b>

### New Hampshire 2.0%

New Hampshire, Higher Education Revenue, Health & Educational Facilities Authority, New Hampshire College Issue, 7.4%, 1/1/2023	1,000,000	1,123,210
New Hampshire, Hospital & Healthcare Revenue, Rivermead at Peterborough Retirement Community, 5.75%, 7/1/2028	1,500,000	1,317,210
		<b>2,440,420</b>

### New Jersey 1.5%

New Jersey, Economic Development Authority Revenue, Cigarette Tax, 5.75%, 6/15/2034	290,000	267,168
New Jersey, Resource Recovery Revenue, Tobacco Settlement Financing Corp., 5.75%, 6/1/2032	1,435,000	1,551,465
		<b>1,818,633</b>

### New Mexico 2.2%

Farmington, NM, Pollution Control Revenue, 5.8%, 4/1/2022	2,750,000	2,752,970
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### New York 21.2%

Long Island, NY, Power Authority Electric System Revenue, Series E, 5.0%, 12/1/2021 (a)	8,000,000	7,945,920
Nassau County, NY, Hospital & Healthcare Revenue, 6.0%, 8/1/2016 (a)	2,825,000	3,002,975
Nassau County, NY, Industrial Development Agency, Continuing Care Retirement, Amsterdam at Harborside, Series A, 6.7%, 1/1/2043	1,000,000	962,550
Nassau County, NY, Project Revenue, North Shore Healthcare Systems Project, Series B, 5.875%, 11/1/2011	475,000	490,984

New York, Core City General Obligation, Series C, 7.0%, 2/1/2010	315,000	320,232
New York, Sales & Special Tax Revenue, Metropolitan Transportation Authority, Series A, Prerefunded, 5.125%, 4/1/2019 (a)	1,450,000	1,575,976
New York, Sales & Special Tax Revenue, Transitional Finance Authority, Series B, 6.0%, 11/15/2013	490,000	526,878
New York, State General Obligation Lease, Higher Education Revenue, Dormitory Authority, State University, Prerefunded, 5.125%, 5/15/2021 (a)	1,880,000	1,906,959
New York, Transportation/Tolls Revenue, Triborough Bridge and Tunnel Authority Systems, ETM, Series Y, 6.0%, 1/1/2012	5,000,000	5,344,200
New York City, NY, Industrial Development Agency Revenue, Liberty-7, World Trade Center, Series A, 6.25%, 3/1/2015	2,000,000	2,029,180
New York City, NY, Industrial Development Agency, Special Facility Revenue, American Airlines, JFK International Airport, AMT, 8.0%, 8/1/2028	2,000,000	2,115,380
		<b>26,221,234</b>

### North Carolina 1.9%

North Carolina, Electric Revenue, Municipal Power Agency: Series C, 5.375%, 1/1/2017	1,000,000	1,023,200
Series B, 6.375%, 1/1/2013	1,300,000	1,376,570
		<b>2,399,770</b>

### North Dakota 0.9%

Grand Forks, ND, Hospital & Healthcare Revenue, Altru Health Care System, 7.125%, 8/15/2024	1,000,000	<b>1,103,550</b>
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### Ohio 1.8%

Buckeye, OH, Tobacco Settlement Financing Authority, Series A-2, 5.875%, 6/1/2030	2,350,000	<b>2,199,107</b>
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### Pennsylvania 5.6%

Montgomery County, PA, Industrial Development Authority Revenue, Whitemarsh Continuing Care, 6.25%, 2/1/2035	600,000	552,882
Montgomery County, PA, Senior Care Revenue, Higher Education & Health Authority, Philadelphia Geriatric Center, Series A, 7.25%, 12/1/2027	2,000,000	2,175,800
Pennsylvania, Hospital & Healthcare Revenue, Economic Development Financing Authority, UPMC Health System, Series A, 6.0%, 1/15/2031	750,000	786,023
Pennsylvania, St. Mary Hospital Authority, Health Systems Revenue, Catholic Health East, Series B, 5.5%, 11/15/2024	1,465,000	1,614,869
Philadelphia, Redevelopment Authority Revenue, First Lien Mortgage, Series A, 6.5%, 1/1/2029	610,100	612,742
Westmoreland County, PA, Senior Care Revenue, Industrial Development Authority, Health Care Facilities-Redstone, Series B, 8.125%, 11/15/2030	1,000,000	1,137,280
		<b>6,879,596</b>

### Rhode Island 1.6%

Rhode Island, Special Assessment Revenue, Series A, 6.125%, 6/1/2032	2,000,000	<b>1,929,840</b>
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### South Carolina 7.5%

South Carolina, Jobs Economic Development Authority, Hospital Facilities Revenue, Palmetto Health Alliance: Series C, Prerefunded, 7.0%, 8/1/2030	1,375,000	1,609,493
Series C, 7.0%, 8/1/2030	170,000	198,536
Series A, Prerefunded, 7.375%, 12/15/2021	1,000,000	1,133,240
South Carolina, Jobs Economic Development Authority Revenue, Bon Secours Health System: Series A, Prerefunded, 5.625%, 11/15/2030	415,000	454,823
Series B, 5.625%, 11/15/2030	1,585,000	1,557,928
South Carolina, Transportation Infrastructure Bank Revenue, Series A, Prerefunded, 5.375%, 10/1/2024 (a)	4,150,000	4,356,878
		<b>9,310,898</b>

**South Dakota 1.6%**

South Dakota, Hospital & Healthcare Revenue, Sioux Valley Hospital, Series E, 5.375%, 11/1/2024	2,000,000	<b>1,926,300</b>
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**Tennessee 2.7%**

Clarksville, TN, Natural Gas Acquisition Corp., Gas Revenue: 5.0%, 12/15/2017	500,000	466,945
5.0%, 12/15/2018	540,000	497,615
Johnson City, TN, Hospital & Healthcare Revenue, Health & Educational Facilities Board Hospital, Series A, 7.5%, 7/1/2033	2,000,000	2,367,800
		<b>3,332,360</b>

**Texas 16.2%**

Abilene, TX, Senior Care Revenue, Health Facilities Development, Sears Methodist Retirement Facilities, Series A, 5.9%, 11/15/2025	2,500,000	2,258,400
Austin, TX, Project Revenue, Bergstrom Landhost Enterprises, Inc. Airport Hotel Project, Series A, 5.738%, 4/1/2027 *	1,985,000	1,402,819
Hidalgo County, TX, Health Services, Mission Hospital: Prerefunded, 6.75%, 8/15/2016	915,000	932,467
6.75%, 8/15/2016	1,085,000	1,096,414
Houston, TX, Transportation/Tolls Revenue, Special Facilities, Continental Airlines, Inc., AMT, Series E, 6.75%, 7/1/2029	2,000,000	1,911,800
Tarrant County, TX, Hospital & Healthcare Revenue, Health Facilities Development Corp., 6.7%, 11/15/2030	1,000,000	1,104,260
Texas, Industrial Development Revenue, Waste Disposal Authority, AMT, Series A, 6.1%, 8/1/2024	1,000,000	966,280
Texas, Lower Colorado River Authority Revenue:		