

DREYFUS MUNICIPAL INCOME INC
Form N-Q
February 22, 2010

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 811-5652

Dreyfus Municipal Income, Inc.
(Exact name of Registrant as specified in charter)

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

Michael A. Rosenberg, Esq.
200 Park Avenue
New York, New York 10166
(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 922-6000

Date of fiscal year end: 09/30

Date of reporting period: 12/31/2009

FORM N-Q

Item 1.

Schedule of Investments.

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SSL-DOCS2 70180139v2

STATEMENT OF INVESTMENTS**Dreyfus Municipal Income, Inc.****December 31, 2009 (Unaudited)**

Long-Term Municipal Investments--147.5%	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
Alabama--2.6%				
The Board of Trustees of the University of Alabama, HR (University of Alabama at Birmingham) (Insured; National Public Finance Guarantee Corp.) (Prerefunded)	5.88	9/1/10	4,620,000 a	4,835,107
Arizona--4.2%				
City of Phoenix, County of Maricopa and the County of Pima Industrial Development Authorities, SFMR (Collateralized: FHLMC, FNMA and GNMA)	5.80	12/1/39	2,860,000	3,017,214
Glendale Western Loop 101 Public Facilities Corporation, Third Lien Excise Tax Revenue	6.25	7/1/28	1,000,000	1,061,540
Glendale Western Loop 101 Public Facilities Corporation, Third Lien Excise Tax Revenue	7.00	7/1/28	2,000,000	2,179,660
Pima County Industrial Development Authority, Education Revenue (American Charter Schools Foundation Project)	5.63	7/1/38	2,000,000	1,523,620
California--23.9%				
ABAG Financial Authority for Nonprofit Corporations, Insured Revenue, COP (Odd Fellows Home of California)	6.00	8/15/24	5,000,000	5,001,200
California, GO (Various Purpose)	5.75	4/1/31	3,950,000	4,000,481
California, GO (Various Purpose)	5.00	11/1/32	1,500,000	1,386,525
California, GO (Various Purpose)	6.50	4/1/33	3,000,000	3,246,570
California,				

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GO (Various Purpose)	6.00	11/1/35	2,500,000	2,578,425
California Health Facilities				
Financing Authority, Revenue				
(Sutter Health)	6.25	8/15/35	2,500,000	2,532,400
California Statewide Communities				
Development Authority, COP				
(Catholic Healthcare West)				
(Prerefunded)	6.50	7/1/10	3,545,000 a	3,681,270
California Statewide Communities				
Development Authority, COP				
(Catholic Healthcare West)				
(Prerefunded)	6.50	7/1/10	1,455,000 a	1,510,930

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Chabot-Las Positas Community College District, GO (Insured; AMBAC)	0.00	8/1/32	6,000,000 b	1,324,680
Chula Vista, IDR (San Diego Gas and Electric Company)	5.88	2/15/34	2,000,000	2,194,620
Golden State Tobacco Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	4.50	6/1/27	5,000,000	4,516,850
Golden State Tobacco Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	5.00	6/1/33	2,000,000	1,521,940
Golden State Tobacco Securitization Corporation, Tobacco Settlement Asset-Backed Bonds	5.75	6/1/47	3,500,000	2,612,680
Golden State Tobacco Securitization Corporation, Tobacco Settlement Asset-Backed Bonds (Prerefunded)	7.80	6/1/13	3,000,000 a	3,624,450
Sacramento County, Airport System Subordinate and Passenger Facility Charges Grant Revenue	6.00	7/1/35	2,250,000	2,423,632
San Diego Public Facilities Financing Authority, Senior Sewer Revenue	5.25	5/15/34	1,000,000	1,030,540
Tuolumne Wind Project Authority, Revenue (Tuolumne Company Project)	5.88	1/1/29	1,500,000	1,636,185
Colorado--6.3%				
Colorado Educational and Cultural Facilities Authority, Charter School Revenue (American Academy Project)	8.00	12/1/40	1,500,000	1,737,150
Colorado Health Facilities Authority, Health Facilities Revenue (The Evangelical Lutheran Good Samaritan				

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Society Project)	6.13	6/1/38	2,525,000	2,538,862
Colorado Springs, HR	6.38	12/15/30	2,890,000	2,947,858
Colorado Springs, HR (Prerefunded)	6.38	12/15/10	2,835,000 a	3,024,180
University of Colorado Regents, University Enterprise Revenue	5.38	6/1/38	1,500,000	1,587,975
District of Columbia--.5%				
District of Columbia, Revenue (Catholic University America Project) (Insured; AMBAC)	5.63	10/1/29	475,000	480,006
District of Columbia Housing Finance Agency, SFMR				

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(Collateralized: FHA, FNMA, GNMA and GIC; Trinity Funding)	7.45	12/1/30	480,000	487,728
Florida--6.0%				
Greater Orlando Aviation Authority, Airport Facilities Revenue	6.25	10/1/20	3,980,000	4,455,769
Orange County Health Facilities Authority, HR (Orlando Regional Healthcare System)	6.00	10/1/26	2,470,000	2,499,838
Orange County School Board, COP (Master Lease Purchase Agreement) (Insured; Assured Guaranty Municipal Corp.)	5.50	8/1/34	2,000,000	2,090,960
South Lake County Hospital District, Revenue (South Lake Hospital, Inc.)	5.80	10/1/34	1,095,000	1,099,906
South Lake County Hospital District, Revenue (South Lake Hospital, Inc.)	6.25	4/1/39	1,000,000 c	1,003,920
Georgia--2.7%				
Atlanta, Water and Wastewater Revenue	6.00	11/1/28	3,000,000	3,196,950
Atlanta, Water and Wastewater Revenue (Insured; Assured Guaranty Municipal Corp.)	5.25	11/1/34	1,750,000	1,799,980
Illinois--7.5%				
Chicago, GO (Insured; FGIC) (Prerefunded)	6.13	7/1/10	3,685,000 a	3,830,005
Chicago, GO (Insured; National Public Finance Guarantee Corp.) (Prerefunded)	6.13	7/1/10	315,000 a	327,395
Illinois Development Finance Authority, Revenue (Community Rehabilitation Providers Facilities Acquisition Program)	8.75	3/1/10	10,000	10,016
Illinois Finance Authority, Revenue (Sherman Health Systems)	5.50	8/1/37	2,000,000	1,815,980
Illinois Health Facilities Authority, Revenue (Advocate				

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Health Care Network) (Prerefunded)	6.13	11/15/10	5,800,000 a	6,095,626
Illinois Health Facilities Authority, Revenue (Swedish American Hospital) (Prerefunded)	6.88	5/15/10	1,990,000 a	2,054,357
Indiana--1.4%				
Franklin Township School Building Corporation, First Mortgage Bonds (Prerefunded)	6.13	7/15/10	2,500,000 a	2,628,200
Louisiana--.6%				
Louisiana Public Facilities				

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Authority, Revenue (CHRISTUS Health Obligated Group)	6.13	7/1/29	1,000,000	1,071,750
Maryland--2.8%				
Maryland Economic Development Corporation, PCR (Potomac Electric Project)	6.20	9/1/22	2,500,000	2,856,550
Maryland Economic Development Corporation, Student Housing Revenue (University of Maryland, College Park Project) (Prerefunded)	5.63	6/1/13	2,000,000 a	2,305,180
Massachusetts--7.6%				
Massachusetts Development Finance Agency, SWDR (Dominion Energy Brayton Point Issue)	5.00	2/1/36	3,000,000	2,657,190
Massachusetts Health and Educational Facilities Authority, Healthcare System Revenue (Covenant Health Systems Obligated Group Issue)	6.00	7/1/31	1,970,000	2,009,085
Massachusetts Health and Educational Facilities Authority, Healthcare System Revenue (Covenant Health Systems Obligated Group Issue) (Prerefunded)	6.00	1/1/12	530,000 a	591,199
Massachusetts Health and Educational Facilities Authority, Revenue (Suffolk University Issue)	6.25	7/1/30	2,000,000	2,112,880
Massachusetts Housing Finance Agency, Rental Housing Mortgage Revenue (Insured; AMBAC)	5.50	7/1/40	2,230,000	1,806,010
Massachusetts Industrial Finance Agency, Water Treatment Revenue (Massachusetts-American Hingham Project)	6.95	12/1/35	5,235,000	5,087,216
Michigan--7.0%				
Detroit, Sewage Disposal System Senior				

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Lien Revenue (Insured; Assured Guaranty Municipal Corp.)	7.50	7/1/33	2,140,000	2,544,246
Michigan Hospital Finance Authority, HR (Henry Ford Health System)	5.00	11/15/38	1,515,000	1,302,673
Michigan Strategic Fund, SWDR (Genesee Power Station Project)	7.50	1/1/21	4,385,000	3,840,339
Royal Oak Hospital Finance Authority, HR (William Beaumont Hospital Obligated Group)	8.00	9/1/29	2,500,000	2,929,750
Wayne County Airport Authority, Airport Revenue (Detroit				

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Metropolitan Wayne County Airport) (Insured; National Public Finance Guarantee Corp.)	5.00	12/1/34	3,000,000	2,509,470
Minnesota--3.7%				
Minneapolis, Health Care System Revenue (Fairview Health Services)	6.75	11/15/32	3,000,000	3,344,970
Minnesota Agricultural and Economic Development Board, Health Care Facilities Revenue (Essentia Health Obligated Group) (Insured; Assured Guaranty Municipal Corp.)	5.00	2/15/37	1,000,000	1,018,660
Minnesota Agricultural and Economic Development Board, Health Care System Revenue (Fairview Health Care Systems)	6.38	11/15/29	80,000	81,379
Minnesota Agricultural and Economic Development Board, Health Care System Revenue (Fairview Health Care Systems) (Prerefunded)	6.38	11/15/10	2,420,000 a	2,572,750
Mississippi--3.2%				
Mississippi Business Finance Corporation, PCR (System Energy Resources, Inc. Project)	5.88	4/1/22	6,000,000	5,999,400
Missouri--1.5%				
Missouri Health and Educational Facilities Authority, Health Facilities Revenue (Saint Anthony's Medical Center) (Prerefunded)	6.25	12/1/10	2,500,000 a	2,655,000
Missouri Housing Development Commission, SFMR (Homeownership Loan Program) (Collateralized: FNMA and GNMA)	6.30	9/1/25	100,000	102,114
Nevada--2.1%				
Clark County, IDR (Southwest Gas Corporation Project) (Insured; AMBAC)	6.10	12/1/38	4,000,000	3,999,760
New Hampshire--1.2%				
New Hampshire Business Finance				

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Authority, PCR (Public Service

Company of New Hampshire

Project) (Insured; AMBAC)

6.00

5/1/21

2,135,000

2,158,912

New Jersey--2.5%

New Jersey Economic Development

Authority, Water Facilities

Revenue (New Jersey - American

Water Company, Inc. Project)

5.70

10/1/39

2,000,000

1,972,160

New Jersey Higher Education

Student Assistance Authority,

Student Loan Revenue (Insured;

Assured Guaranty Municipal

Corp.)

6.13

6/1/30

2,500,000

2,648,900

New Mexico--2.1%

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Farmington, PCR (Public Service Company of New Mexico San Juan Project)	6.30	12/1/16	3,000,000	3,001,290
New Mexico Mortgage Finance Authority, Single Family Mortgage Program (Collateralized: FHLMC and GNMA)	6.85	9/1/31	930,000	943,206
New York--1.7%				
Long Island Power Authority, Electric System General Revenue	5.00	9/1/27	1,500,000	1,535,685
New York City Industrial Development Agency, PILOT Revenue (Yankee Stadium Project) (Insured; Assured Guaranty Municipal Corp.)	7.00	3/1/49	1,435,000	1,654,239
North Carolina--.5%				
North Carolina Housing Finance Agency, Home Ownership Revenue	6.25	1/1/29	980,000	980,833
Ohio--2.0%				
Ohio Air Quality Development Authority, Air Quality Revenue (Ohio Valley Electric Corporation Project)	5.63	10/1/19	2,100,000	2,153,025
Toledo-Lucas County Port Authority, Special Assessment Revenue (Crocker Park Public Improvement Project)	5.38	12/1/35	2,000,000	1,627,880
Pennsylvania--6.7%				
Lancaster Higher Education Authority, College Revenue (Franklin and Marshall College Project)	5.00	4/15/37	2,000,000	2,011,980
Pennsylvania Economic Development Financing Authority, RRR (Northampton Generating Project)	6.60	1/1/19	3,500,000	2,074,275
Sayre Health Care Facilities Authority, Revenue (Guthrie Health)	5.88	12/1/31	1,755,000	1,783,273
Sayre Health Care Facilities Authority, Revenue (Guthrie				

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Health) (Prerefunded)	5.88	12/1/11	5,995,000 a	6,648,395
Rhode Island--1.0%				
Tobacco Settlement Financing				
Corporation of Rhode Island,				
Tobacco Settlement				
Asset-Backed Bonds	6.13	6/1/32	2,000,000	1,901,360
South Carolina--8.9%				
Lancaster Educational Assistance				
Program, Inc., Installment				
Purchase Revenue (The School				
District of Lancaster County,				
South Carolina, Project)	5.00	12/1/26	5,000,000	5,027,900
Piedmont Municipal Power Agency,				

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Electric Revenue	5.25	1/1/21	3,500,000	3,507,350
South Carolina Public Service Authority, Revenue Obligations	5.50	1/1/38	3,000,000	3,258,180
Tobacco Settlement Revenue Management Authority of South Carolina, Tobacco Settlement Asset-Backed Bonds	6.38	5/15/30	3,750,000	4,866,338
Tennessee--2.6%				
Johnson City Health and Educational Facilities Board, Hospital First Mortgage Revenue (Mountain States Health Alliance)	5.50	7/1/36	2,000,000	1,948,320
Metropolitan Government of Nashville and Davidson County Health and Educational Facilities Board, Revenue (The Vanderbilt University)	5.50	10/1/29	2,500,000	2,837,975
Texas--10.6%				
Cities of Dallas and Fort Worth, Dallas/Fort Worth International Airport, Joint Revenue Improvement (Insured; Assured Guaranty Municipal Corp.)	5.00	11/1/35	1,500,000	1,451,310
Gregg County Health Facilities Development Corporation, HR (Good Shepherd Medical Center Project) (Insured; Radian) (Prerefunded)	6.38	10/1/10	2,500,000 a	2,630,100
Harris County Health Facilities Development Corporation, HR (Memorial Hermann Healthcare System) (Prerefunded)	6.38	6/1/11	3,565,000 a	3,889,522
La Vernia Higher Education Finance Corporation, Education Revenue (Knowledge is Power Program, Inc.)	6.25	8/15/39	2,250,000	2,256,255
Lubbock Educational Facilities Authority, Improvement Revenue (Lubbock Christian University)	5.25	11/1/37	1,500,000	1,283,895
North Texas Tollway Authority,				

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First Tier System Revenue

(Insured; Assured Guaranty
Municipal Corp.)

5.75

1/1/40

4,000,000

4,228,240

North Texas Tollway Authority,
Second Tier System Revenue

5.75

1/1/38

4,000,000

4,066,600

Utah--0%

Utah Housing Finance Agency,
SFMR (Collateralized; FHA)

6.00

1/1/31

70,000

70,391

Vermont--2.3%

Vermont Educational and Health
Buildings Financing Agency,
Revenue (Middlebury College
Project)

5.00

11/1/38

2,500,000

2,517,675

Vermont Educational and Health

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Buildings Financing Agency, Revenue (Saint Michael's College Project)	6.00	10/1/28	1,500,000	1,557,840
Vermont Housing Finance Agency, SFHR (Insured; Assured Guaranty Municipal Corp.)	6.40	11/1/30	290,000	296,308
Virginia--1.3%				
Washington County Industrial Development Authority, HR (Mountain States Health Alliance)	7.25	7/1/19	2,000,000	2,392,280
Washington--4.2%				
Washington Health Care Facilities Authority, Mortgage Revenue (Highline Medical Center) (Collateralized; FHA)	6.25	8/1/36	3,000,000	3,127,140
Washington Health Care Facilities Authority, Revenue (Catholic Health Initiatives)	6.38	10/1/36	1,500,000	1,633,500
Washington Housing Finance Commission, Revenue (Single-Family Program) (Collateralized: FHLMC, FNMA and GNMA)	5.15	6/1/37	3,160,000	3,180,666
West Virginia--1.2%				
The County Commission of Pleasants County, PCR (Allegheny Energy Supply Company, LLC Pleasants Station Project)	5.25	10/15/37	2,500,000	2,311,100
Wisconsin--4.2%				
Badger Tobacco Asset Securitization Corporation, Tobacco Settlement Asset-Backed Bonds (Prerefunded)	7.00	6/1/12	2,500,000 a	2,847,425
Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Health Care, Inc.)	5.60	2/15/29	4,975,000	4,945,797
Wyoming--1.8%				
Sweetwater County, SWDR (FMC Corporation Project)	5.60	12/1/35	1,500,000	1,356,045
Wyoming Municipal Power Agency,				

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Power Supply System Revenue	5.50	1/1/38	2,000,000	2,053,340
U.S. Related--9.1%				
Government of Guam, LOR (Section 30)	5.75	12/1/34	1,500,000	1,513,455
Puerto Rico Commonwealth, Public Improvement GO	5.50	7/1/32	1,000,000	963,780
Puerto Rico Commonwealth, Public Improvement GO	6.00	7/1/39	1,500,000	1,506,465
Puerto Rico Electric Power Authority, Power Revenue	5.00	7/1/37	1,945,000	1,834,213
Puerto Rico Electric Power Authority, Power Revenue	5.50	7/1/38	5,400,000	5,432,778
Puerto Rico Sales Tax Financing				

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Corporation, Sales Tax Revenue (First Subordinate Series)	6.00	8/1/42	5,500,000	5,714,885
Total Long-Term Municipal Investments				
(cost \$266,151,957)				276,153,232
Short-Term Municipal Investments--3.7%	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
California--1.1%				
California Department of Water Resources, Power Supply Revenue (LOC; Landesbank Hessen-Thuringen Girozentrale)	0.20	1/1/10	2,000,000 d	2,000,000
Massachusetts--1.3%				
Massachusetts Health and Educational Facilities Authority, Revenue (Harvard University Issue)	0.18	1/1/10	2,500,000 d	2,500,000
Utah--1.3%				
Murray City, HR (IHC Health Services, Inc.)	0.20	1/1/10	2,500,000 d	2,500,000
Total Short-Term Municipal Investments				
(cost \$7,000,000)				7,000,000
Total Investments (cost \$273,151,957)			151.2%	283,153,232
Cash and Receivables (Net)			2.2%	4,120,999
Preferred Stock, at redemption value			(53.4%)	(100,000,000)
Net Assets Applicable to Common Shareholders			100.0%	187,274,231

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

c Purchased on a delayed delivery basis.

d Variable rate demand note - rate shown is the interest rate in effect at December 31, 2009. Maturity date represents the next demand date, or the ultimate maturity date if earlier.

At December 31, 2009, the aggregate cost of investment securities for income tax purposes was \$273,151,957. Net unrealized appreciation on investments was \$10,001,275 of which \$15,539,849 related to appreciated investment securities and \$5,538,574 related to depreciated investment securities.

Summary of Abbreviations

ABAG	Association of Bay Area Governments	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	BPA	Bond Purchase Agreement
CIFG	CDC Ixis Financial Guaranty	COP	Certificate of Participation
CP	Commercial Paper	EDR	Economic Development Revenue
EIR	Environmental Improvement Revenue	FGIC	Financial Guaranty Insurance Company

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FHA	Federal Housing Administration	FHLB	Federal Home Loan Bank
FHLMC	Federal Home Loan Mortgage Corporation	FNMA	Federal National Mortgage Association
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	MFHR	Multi-Family Housing Revenue
MFMR	Multi-Family Mortgage Revenue	PCR	Pollution Control Revenue
PILOT	Payment in Lieu of Taxes	RAC	Revenue Anticipation Certificates
RAN	Revenue Anticipation Notes	RAW	Revenue Anticipation Warrants
RRR	Resources Recovery Revenue	SAAN	State Aid Anticipation Notes
SBPA	Standby Bond Purchase Agreement	SFHR	Single Family Housing Revenue
SFMR	Single Family Mortgage Revenue	SONYMA	State of New York Mortgage Agency
SWDR	Solid Waste Disposal Revenue	TAN	Tax Anticipation Notes
TAW	Tax Anticipation Warrants	TRAN	Tax and Revenue Anticipation Notes
XLCA	XL Capital Assurance		

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Various inputs are used in determining the value of the fund's investments relating to fair value measurements.

These inputs are summarized in the three broad levels listed below.

Level 1 - unadjusted quoted prices in active markets for identical investments.

Level 2 - other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.).

Level 3 - significant unobservable inputs (including the fund's own assumptions in determining the fair value of investments) .

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used as of December 31, 2009 in valuing the fund's investments:

Assets (\$)	Level 1 - Unadjusted Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 -Significant Unobservable Inputs	Total
Investments in Securities:				
Municipal Bonds	-	283,153,232	-	283,153,232

The Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) has become the exclusive reference of authoritative U.S. generally accepted accounting principles (GAAP) recognized by the FASB to be applied by nongovernmental entities. Rules and interpretive releases of the Securities and Exchange Commission (SEC) under authority of federal laws are also sources of authoritative GAAP for SEC registrants. The ASC has superseded all existing non-SEC accounting and reporting standards. The fund's financial statements are prepared in accordance with GAAP, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

Portfolio valuation: Investments in municipal debt securities are valued on the last business day of each week and month by an independent pricing service (the Service) approved by the Board of Directors. Investments for which quoted bid prices are readily available and are of the bid side of the market in the judgment of the Service are valued at the mean between the quoted bid prices (as obtained by the Service from dealers in such securities) and asked prices (as calculated by the Service based upon its evaluation of the market for such securities). Other investments (which constitute a majority of the portfolio securities) are carried at fair value as determined by the Service, based on methods which include consideration of: yields or prices of municipal securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. Options and financial futures on municipal and U.S. Treasury securities are valued at the last sales price on the securities exchange on which such securities are primarily traded or at the last sales price on the national securities market on the last business day of each week and month.

The fund adopted the provisions of ASC Topic 815 Derivatives and Hedging which requires qualitative disclosures about objectives and strategies for using derivatives, quantitative disclosures about fair value amounts of gains and losses on derivative instruments and disclosures about credit-risk-related contingent features in derivative agreements. The fund held no derivatives during the period ended December 31, 2009. These disclosures did not impact the notes to the financial statements.

Additional 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.

Item 2.

Controls and Procedures.

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

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

Item 3.

Exhibits.

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

FORM N-Q

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 Municipal Income, Inc.

By: /s/ Bradley J. Skapyak
Bradley J. Skapyak
President

Date: February 19, 2010

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/ Bradley J. Skapyak
Bradley J. Skapyak
President

Date: February 19, 2010

By: /s/ James Windels
James Windels
Treasurer

Date: February 19, 2010

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)